



SIFL/SECT/FA/23-24/105

November 09, 2023

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001
Fax: 022-2272 2037/2039/2041/3121
BSE Scrip Code: 523756

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot no. C/1
G Block, Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051
Fax: 022-2659 8237/38; 2659 8347/48
NSE Symbol: SREINFRA

Dear Sirs,

Sub: Intimation of Outcome pursuant to Regulation 30, 33, 50, 52 and 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015

The Company has already intimated the Exchanges that the Reserve Bank of India ("RBI") had superseded the Board of Directors of Srei Infrastructure Finance Limited (SIFL) and Srei Equipment Finance Limited (SEFL) (a wholly owned subsidiary of Srei Infrastructure Finance Limited) (collectively "**Companies**") on 4th October, 2021 and appointed Mr. Rajneesh Sharma as the Administrator of the Companies in terms of Section 45-IE of the Reserve Bank of India Act, 1934 ("RBI Act") and accordingly the powers of the Board were vested in the Administrator. The RBI, in exercise of powers conferred under section 45-IE 5(a) of the RBI Act, had constituted a three member Advisory Committee to assist the Administrator of the Company in discharge of his duties. Further, pursuant to orders dated 8th October, 2021 of the National Company Law Tribunal, Kolkata Bench ("**NCLT**"), Corporate Insolvency Resolution Process ("**CIRP**") was initiated against the Companies as per the provisions of the Insolvency and Bankruptcy Code, 2016 ("**Code**").

Furthermore, NCLT vide its order dated August 11, 2023 approved the Resolution Plan submitted by National Asset Reconstruction Company Limited and Implementation & Monitoring Committee (IMC) is formed pursuant to the Approved Resolution Plan empowered to supervise the implementation of Approved Resolution Plan and oversee the Management of affairs of the Company. Shri Rajneesh Sharma was appointed as the Chairman of the Committee.

Pursuant to the above, we wish to inform you that the Implementation and Monitoring Committee (IMC) at its held today i.e. November 09, 2023, which commenced at 3:30 P.M. and concluded at 07:30 P.M., have inter-alia, considered and taken on record the Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Half Year ended on September 30, 2023 along with notes thereto and the Limited Review Report thereon furnished by the Statutory Auditors of the Company, as per Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws.

Srei Infrastructure Finance Limited

CIN: L29219WB1985PLC055352

Registered Office: 'Vishwakarma' 86C, Topsia Road (South), Kolkata - 700046

Tel.: +91.33.22850112-15, 61607734, Fax: +91.33.2285 7542/8501

Email: corporate@srei.com Website: www.srei.com



A copy of the Unaudited Standalone and Consolidated Financial Results of the Company for the for the Quarter and Half Year ended on September 30, 2023 together with a copy of the Auditors' Limited Review Report thereon is enclosed for your information.

We are also arranging to upload the aforesaid Financial Results on the Company's website www.srei.com and publish the Consolidated Financial Results in the newspapers in the format prescribed under Regulation 47 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, the details as per Regulation 54(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are marked as 'Annexure 2' in the enclosed Financial Results.

This is for your information and record.

Thanking you.

Yours faithfully,
For **Srei Infrastructure Finance Limited**

Manoj Kumar
Company Secretary and Chief Financial Officer
FCS 6698
Encl. as above

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S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)
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Independent Auditor's Review Report on quarterly Unaudited Standalone Financial Results of Srei Infrastructure Finance Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
**The Implementation and Monitoring Committee
Srei Infrastructure Finance Limited**

1. We were engaged to review the accompanying Statement of Unaudited Standalone Financial Results of Srei Infrastructure Finance Limited ("the Company") for the quarter ended September 30, 2023 ("the Statement"), and for the period from 1st April, 2023 to 30th September, 2023 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of the Company and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, RBI, in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, has constituted a three-member Committee of Advisors for advising the Administrator.

The RBI had also filed application for initiation of Corporate Insolvency Resolution Process ('CIRP') against the Company under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before the Hon'ble National Company Law Tribunal, Kolkata Bench (Hon'ble NCLT). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by RBI for initiation of CIRP against the Company. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions of Resolution Professional as per the Code and that the management of the Company shall vest in the Administrator.

During the quarter ended 30 September 2023, the consolidated Resolution Plan of National Asset Reconstruction Company Limited (NARCL) has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the Administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the approved resolution plan. In terms of the approved Resolution Plan, an Implementation and Monitoring Committee ("IMC") has been constituted which is empowered to manage the affairs of the Company from the NCLT approval date till the closing date as defined in the Resolution Plan. As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved Resolution Plan. The impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan. Appeals have been filed with Hon'ble NCLAT which are currently under adjudication, however, there is no stay granted by Hon'ble NCLAT.



Independent Auditor's Review Report (Contd.)

The IMC in its meeting dated August 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorizing him to continue to operate all bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the approved Resolution Plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan. The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved Resolution Plan.

3. We refer to Note No. 1 to the Statement which states that the Statement has been taken on record on November 9, 2023 by the IMC.

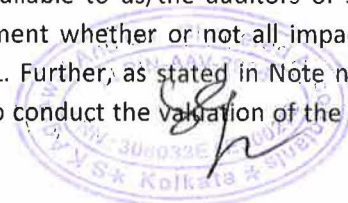
The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on this Statement based on our review.

In view of the matters described in paragraph 5 mentioned below, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our conclusion on the Statement. Accordingly, we do not express a conclusion on the Statement.

4. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

5. Basis for Disclaimer of Conclusion

- a) We draw reference to Note No. 1 to the Statement which explains that since the Administrator has taken charge of the affairs of the Company on October 4, 2021, the Administrator is not liable or responsible for any actions prior to his appointment and regarding the information pertaining to the period prior to October 4, 2021, he has relied upon the explanations, clarifications, certifications, representations and statements made by the Company management team ('the existing officials of the Company'), who were also part of the Company prior to the appointment of the Administrator. Note No. 1 to the Statement explains that the Administrator got conducted audits/reviews relating to the processes and compliances of the Company and has also appointed professionals for conducting transaction audit as per Section 43, 45, 50 and 66 of the Code. The transaction audit has been completed and necessary impact of the same have been incorporated in the financial results of the Company's subsidiary, Srei Equipment Finance limited (SEFL). However, the said transaction audit reports have not been made available to us/the auditors of SEFL and accordingly, we/the auditors of SEFL are not able to comment whether or not all impact of the same has been incorporated in the financial results of SEFL. Further, as stated in Note no. 1, the Administrator had appointed two (2) independent valuers to conduct the valuation of the assets of



Independent Auditor's Review Report (Contd.)

the Company as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated Committee of Creditors (CoC) members, however, impact of such valuation, if any, on the Statement is subject to the outcome of the CIRP and implementation of resolution plan on the closing date. Since such valuation reports have not been made available to us on grounds of confidentiality, we are unable to comment on the impact of the same, if any, on the Statement.

- b) We draw reference to Note No. 2 to the Statement which explains that during the financial year 2019-20, the Company accounted for the slump exchange transaction and consequently recognized the relevant assets and liabilities in its books of account, pursuant to the Business Transfer Agreement ('BTA') with SEFL, with effect from October 1, 2019, subject to necessary approvals. The Note further explains that during the financial year 2020-2021, the Company had filed two separate applications under Section 230 of the Act before the Hon'ble NCLT proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders. Since applications/appeals in connection with the Scheme were pending before Hon'ble NCLT/NCLAT, the superseded Board of Directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. Both the schemes of arrangement were rejected by majority of the creditors and an application of withdrawal was filed by the Administrator in this matter which has been allowed by the Tribunal vide order dated February 11, 2022.

In terms of the Resolution Plan as approved by Hon'ble NCLT vide its order dated August 11, 2023, for the ease of continuation of the businesses of the Company as going concern and for the purpose of accounting, the slump exchange undertaken between the Company and SREI Equipment Finance Limited (SEFL) shall be considered to be effective from the effective date as provided under the Business Transfer Agreement dated August 16, 2019 (as amended), entered into between SIFL and SEFL, except as provided expressly in this approved Resolution Plan.

In view of the unavailability of the re-casted audited financial statements giving effect of the BTA on the effective date of BTA, we are unable to comment on the accounting of BTA, as aforesaid, done by the Company and accordingly on the impact of the same, if any, on the statement.

- c) We draw reference to Note No. 5 (i) to the Statement which explains that fair value of funds as on 30 September 2023 has not been received from Trinity Alternative Investment Managers Limited, a subsidiary of the Company. The Company continued to value the investments in those Funds at the NAV provided as on March 31, 2023 amounting to ₹ 24219. lakhs as on September 30, 2023. Accordingly, we are unable to comment on the impact of change in fair valuation of Funds for the quarter and six months ended 30 September 2023.
- d) We draw reference to Note No. 5 (iii) to the Statement which explains the valuation of investment in the equity shares of India Power Corporation Limited (IPCL) and units in Infra Construction Fund (ICF) where ICF has made investments in equity shares of IPCL. Since the allotment of these equity shares of IPCL is pending due to non-compliance of SEBI Regulations by IPCL, the consequent change in fair value, if any, is not ascertainable at this stage. Accordingly, we are unable to comment on the impact on valuation of such investment on the Statement.



Independent Auditor's Review Report (Contd.)

- e) We draw reference to Note No. 6 to the Statement which states that pursuant to its admission under the CIRP, the Company has not provided for Rs. 1468 lakhs for the quarter ended September 30, 2023, Rs. 1468 lakhs for the quarter ended June 30, 2023, Rs. 1468 lakhs for the quarter ended September 30, 2022 and Rs. 5872 lakhs for the year ended March 31, 2023 in respect of its obligations for interest on Inter Corporate Deposit and non-convertible perpetual bond since the Insolvency commencement date i.e., October 8, 2021. Had the Company provided its obligation for interest, as aforesaid, the standalone loss before tax for the quarter ended September 30, 2023 would have resulted to Rs. 1904 lakhs, the standalone loss before tax for the quarter ended June 30, 2023 would have resulted to Rs. 1598 lakhs, the standalone loss before tax for the quarter ended September 30, 2022 would have resulted to Rs. 1292 lakhs and standalone loss before tax for the year ended March 31, 2023 would have resulted to Rs. 6148 lakhs.
- f) We draw reference to Note No. 7 to the Statement which explains the reasons owing to which the Company was not able to comply with the requirements of Section 135 of the Act in relation to depositing unspent amount of CSR. As stated, in the said note, the Company has written to the Ministry of Corporate Affairs ('MCA') seeking exemption from the obligations of the Company under provisions of Section 135(5) and Section 135(7) of the Act. We are unable to comment on the impact of the same, if any or any other consequences arising out of such non-compliance on the Statement.
- g) We draw reference to Note No. 9 to the Statement which explains that the erstwhile management, as per the specific directions from RBI in relation to certain borrowers referred to as 'probable connected parties/related parties', were advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to the Company or to SEFL and also whether these were in line with arm's length principles. The erstwhile management obtained legal and accounting views on the matter which stated that the said transactions were not related party transactions. As stated in the said Note, the Administrator is not in a position to comment on the views adopted by the erstwhile management in relation to the RBI's directions since these pertain to the period prior to the Administrator's appointment. As stated in paragraph (a) above, the Administrator got conducted transaction audit/review relating to the process and compliance of the Company and had also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. Out of Accounts referred by the RBI in the directions, the Administrator has received certain account wise transaction audit reports, which has identified some of the transactions as fraudulent in nature under section 66 of the Code, including undervalued transactions. In respect of such accounts, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble NCLT on various dates till May 05, 2023 for adjudication. Further, the Note also states that the entire loan portfolio was transferred by SIFL to SEFL under BTA and the afore-mentioned transactions are appearing in the books of SEFL as on date. The transaction audit has been completed and the necessary impact of the same has been incorporated by SEFL in their financial results. However, the said transaction audit reports have not been made available to us/auditors of SEFL, we/auditors of SEFL are not able to comment whether or not all impact of the same have been incorporated in the Statement.



Independent Auditor's Review Report (Contd.)

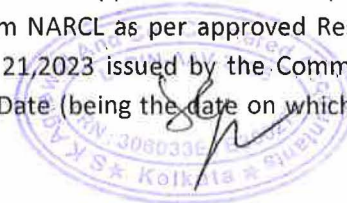
- h) We draw reference to Note No. 10 to the Statement which explains the reasons owing to which the Company was not able to comply with the requirements of Section 125 of the Act in relation to transfer of certain amounts lying unpaid for 07 years to Investor Education and Protection Fund ('IEPF'). As stated, in the said note, the Company has written to IEPF authorities and requested guidance in the matter. We are unable to comment on the impact of the same, if any, or any other consequences arising out of such non-compliance on the Statement.
- i) We draw reference to Note No. 11 to the Statement which explains the reasons owing to which the Company is not able to comply with the requirements of Section 124 of the Act in relation to transfer of shares, due for transfer to the IEPF. We are unable to comment on the impact of the same, if any, or any other consequences arising out of such non-compliance on the Statement.
- j) We have been informed that certain information including the minutes of meetings of the Committee of Creditors, IMC, and transaction audit reports are confidential in nature and have not been shared with us. Accordingly, we are unable to comment on the possible financial effects on the Statement, including on presentation and disclosures, if any, that may have arisen if we had been provided access to that information.
- k) In view of the possible effects of the matters described in paragraph 5(a) to 5(J) above, we are unable to comment on the Company's compliance on various regulatory ratios/other ratios and consequential implications including disclosures, if any.
- l) In view of the possible effects of the matters described in paragraph 5(a) to 5(k) above, we are also unable to comment on the ratios disclosed by the Company in Annexure 1 to the Statement.

6. Disclaimer of Conclusion

In view of the significance of the matters described in paragraph 5 above and the uncertainties involved, we have not been able to obtain sufficient and appropriate evidence and therefore, unable to conclude as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Material uncertainty related to Going Concern

We draw attention to Note No. 8 to the Statement which states that the Company has undergone CIRP and that the Company has reported net loss during the quarter ended September 30, 2023 and earlier year / periods as well. As a result, the Company's net worth has fully eroded and it has not been able to comply with various regulatory ratios/other ratios etc. All these has impacted the Company's ability to continue its operations in normal course in future. In terms of the Resolution Plan approved by Hon'ble NCLT vide order dated August 11, 2023, IMC was constituted with members as provided in the approved resolution plan. IMC has received the Implementation Notice dated September 22, 2023 from NARCL as per approved Resolution Plan terms and referring to the Reallocation Notice dated September 21, 2023 issued by the Committee of Creditors (CoC) (CoC Reallocation Notice). NARCL notified the Effective Date (being the date on which NARCL



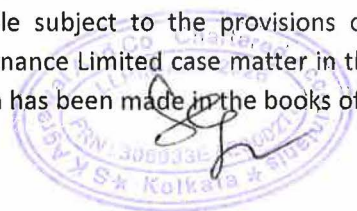
Independent Auditor's Review Report (Contd.)

proposed to commence the Steps set out in Section 4 (Steps of Implementation)) as September 22, 2023. In accordance with the Implementation notice, IMC is carrying out defined steps as stipulated in the approved resolution plan & shall require to complete on or before the Closing date (as defined in the approved resolution plan). IMC, further requires the Administrator, among other things, run the Company as a going concern during the implementation of the Resolution Plan.

These events or conditions, along with other matters as set forth in the aforesaid Note, indicate that there is a material uncertainty which casts significant doubt about the Company's ability to continue as a 'going concern' in the foreseeable future. However, for the reasons stated in the said note, the Company has considered it appropriate to prepare the Statement on a going concern basis.

8. We draw attention to the following matters in the notes to the Statement:

- a) Note No. 1 inter-alia mentioned about the initiation of the CIRP process of the Company and subsequent approval of the consolidated resolution plan of NARCL by Hon'ble NCLT vide its Order dated October 8, 2021 and August 11, 2023 respectively. The note further states that the appeals have been filed with Hon'ble NCLAT which are currently under adjudication, however, there is no stay granted by Hon'ble NCLAT.
- b) Note No. 3 to the Statement which explains that in view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and its subsidiary, SEFL, the Administrator, after adopting proper procedure, had filed applications before the Hon'ble NCLT, Kolkata Bench, seeking, amongst other things, consolidation of the corporate insolvency processes of the Company and SEFL. The application in the matter was admitted and the final order was received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of SIFL and SEFL. The Consolidated CoC took on record three Resolution Plans received from Prospective Resolution Applicants (PRAs) on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in the CoC meeting held on February 15, 2023 and the resolution plan submitted by National Asset Reconstruction Company Limited (NARCL) was duly approved by the Consolidated CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant (SRA). The resolution plan of NARCL was filed before Adjudicating Authority on February 18, 2023 which was approved on August 11, 2023 by the adjudicating authority.
- c) The Company is entitled to an allotment of 10,55,24,100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013 as the matter relating to the allotment of equity shares of IPCL is pending due to non-compliance of SEBI Regulations by IPCL.
- d) Note No. 12 to the Statement which explains that SEBI vide its Adjudication Order No. Order/DS/DK/2022-23 /20903- 20964 dated October 31, 2022 ('Order'), in the matter of Religare Enterprises Limited had imposed a penalty of Rs. 35 lakhs on the Company payable within 45 days from the date of receipt of the Order. However, vide its Corrigendum to Order dated November 30, 2022, SEBI has clarified that the said period of 45 days shall not be applicable in respect of the Company due to the CIRP proceedings pending against it. The said penalty is payable subject to the provisions of IBC and outcome of the appeal filed by SEBI in the Dewan Housing Finance Limited case matter in the Hon'ble Supreme Court (Appeal No. 206 of 2020). Hence, no provision has been made in the books of account.



Independent Auditor's Review Report (Contd.)

- e) Note No. 13 to the Statement which states that based on the information available in the public domain, forensic audit was conducted on the Company and few lenders have declared the bank account of the Company as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. Thereafter, vide order dated May 15, 2023, the petition was disposed off and the Order declaring the account of the Company as fraud was set aside. Further, liberty was granted to the banks to proceed ahead in accordance with the direction given in the aforesaid Order.
- f) Note No. 14 to the Statement which states that the Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigations on office premises of the Company and SEFL. The outcome of the same is pending.
- g) Note No. 15 to the Statement which states that the Ministry of Corporate Affairs (MCA) vide its letter dated April 18, 2023 has initiated inspection in to the affairs of the Company under Section 206(5) of the Act and the same is in progress.

9. Other Matter

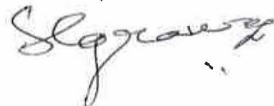
The review of Unaudited Standalone Financial Results for the immediately preceding quarter ended 30th June 2023 and past periods prepared in accordance with Indian Accounting Standards was carried out by the predecessor auditor. The predecessor auditor had given Disclaimer of Opinion Report for the past periods, whose reports have been furnished to us by the management and which have been relied upon by us for the purpose of our review of the Financial Statements. Our review report is not modified in respect of this matter.

For S K AGRAWAL AND CO

CHARTERED ACCOUNTANTS LLP

Chartered Accountants

Firm Registration No.-306033E/E300272



Sandeep Agrawal

(Partner)

Membership No. 058553



UDIN: 23058553B9Y0JG4418

Place: Kolkata

Dated: 09 November 2023

SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: www.srei.com, Email for Investors: investor_relations@srei.com
(CIN) L29219WB1985PLC055352

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2023

		Quarter ended			Half Year ended		(₹ in Lakhs)
Particulars		30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	31-Mar-23
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from Operations						
	Interest Income	43	72	69	115	77	139
	Dividend Income	0	-	100	0	100	100
	Rental Income	107	105	98	212	194	403
	Fees and Commission Income	83	96	288	179	724	1,290
(I)	Total Revenue from Operations	233	273	555	506	1,095	1,932
(II)	Other Income	-	-	3	-	3	211
(III)	Total Income (I+II)	233	273	558	506	1,098	2,143
	Expenses						
	Finance Costs	1	-	1	1	1	19
	Fees and Commission Expense	85	68	93	153	402	764
	Impairment on Financial Instruments (Net)	(30)	42	(53)	12	174	194
	Employee Benefits Expenses	44	66	60	110	155	276
	Depreciation, Amortisation and Impairment	58	58	59	116	118	235
	Administrative and Other Expenses	511	169	222	680	422	931
(IV)	Total Expenses	669	403	382	1,072	1,272	2,419
(V)	Profit / (Loss) Before Tax (III-IV)	(436)	(130)	176	(566)	(174)	(276)
(VI)	Tax Expense:						
	(a) Income Tax in respect of earlier year	-	-	-	-	-	5
(VII)	Profit / (Loss) after tax (V-VI)	(436)	(130)	176	(566)	(174)	(281)
(VIII)	Other Comprehensive Income						
	Items that will not be reclassified to Profit or Loss						
	- Remeasurement Gains/ (Losses) on Defined Benefit Plan	(6)	6	(4)	-	2	24
	- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	8,385	1,896	21,356	10,281	20,341	15,602
	- Tax related to above	-	-	-	-	-	-
	Total Other Comprehensive Income	8,379	1,902	21,352	10,281	20,343	15,626
(IX)	Total Comprehensive Income for the period (VII+VIII)	7,943	1,772	21,528	9,715	20,169	15,345
	Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309	50,309	50,309
	Other Equity excluding Revaluation Reserves						(62,376)
	Earnings per Equity share (Basic and Diluted) (in Rs.) (*Not annualised) (Par Value Rs. 10/- per Equity Share)	*(0.09)	*(0.03)	*0.03	*(0.11)	*(0.03)	(0.06)

For Srei Infrastructure Finance Limited




RAJNEESH SHARMA
(Acting as a Chairman of the Implementation & Monitoring Committee)

Place: Kolkata
Date: November 9, 2023



BALANCE SHEET

(₹ in Lakhs)

Particulars	As at	
	30-Sep-23	31-Mar-23
	(Unaudited)	(Audited)
ASSETS		
1. Financial Assets		
(a) Cash and Cash Equivalents	3,077	3,719
(b) Bank Balance other than (a) above	275	265
(c) Trade Receivables	466	663
(d) Investments	54,329	44,048
(e) Other Financial Assets	156	144
	58,303	48,839
2. Non-Financial Assets		
(a) Current Tax Assets (Net)	5,363	5,332
(b) Deferred Tax Assets (Net)	-	-
(c) Property, Plant and Equipment	9,073	9,187
(d) Right-of-use Assets	1	1
(e) Intangible Assets	1	1
(f) Other Non-Financial Assets	31	45
	14,469	14,566
TOTAL ASSETS	72,772	63,405

(₹ in Lakhs)

Particulars	As at	
	30-Sep-23	31-Mar-23
	(Unaudited)	(Audited)
LIABILITIES AND EQUITY		
LIABILITIES		
1. Financial Liabilities		
(a) Trade Payables		
(i) Total outstanding dues of micro enterprises and small enterprises	30	40
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	516	641
(b) Borrowings (Other than Debt Securities)	25,671	25,671
(c) Subordinated Liabilities	33,000	33,000
(d) Lease Liabilities	1	2
(e) Other Financial Liabilities	15,874	16,044
	75,092	75,398
2. Non-Financial Liabilities		
(a) Provisions	8	6
(b) Deferred Tax Liabilities (Net)	-	-
(c) Other Non-Financial Liabilities	24	68
	32	74
3. Equity		
(a) Equity Share Capital	50,309	50,309
(b) Other Equity	(52,661)	(62,376)
	(2,352)	(12,067)
TOTAL LIABILITIES AND EQUITY	72,772	63,405

For Srei Infrastructure Finance Limited



RAJNEESH SHARMA
(Acting as a Chairman of the Implementation & Monitoring Committee)

Place: Kolkata
Date: November 9, 2023



STATEMENT OF CASH FLOWS

(₹ in Lakhs)

Particulars	Half Year ended	
	30-Sep-23 (Unaudited)	30-Sep-22 (Unaudited)
A. Cash Flows from Operating Activities		
Profit/(Loss) Before Tax from continuing operations	(566)	(174)
Profit/ (Loss) Before Tax from discontinued operations	-	-
Total Profit/ (Loss) Before Tax	(566)	(174)
Adjustments for :		
Impairment on Financial Instruments (Net)	12	174
Foreign exchange (Gain)/ Loss	-	(1)
Depreciation, Amortisation and Impairment	116	118
Operating profit before working capital changes	(438)	117
Changes in Working Capital		
Adjustments for :		
(Increase) / Decrease in Trade Receivables and Others Assets	187	746
Increase / (Decrease) in Trade Payables and Others Liabilities	(348)	(539)
Increase/ (Decrease) in Other Bank Balances	(10)	(258)
Cash generated / (used) in operations	(609)	66
Direct Taxes Paid (net of refund)	(31)	(57)
Net Cash (used in) / generated from Operating Activities	(640)	9
B. Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment, and Intangible Assets	(2)	-
Net Cash (used in) / generated from Investing Activities	(2)	-
C. Cash Flows from Financing Activities		
(Repayment of) / Proceeds from intercorporate deposit	-	32
Net Cash (used in) / generated from Financing Activities	-	32
Net Increase / (Decrease) in Cash and Cash Equivalents	(642)	41
Cash & Cash Equivalents at the beginning of the year	3,719	1,100
Cash and Cash Equivalents at the end of the year	3,077	1,141

(₹ in Lakhs)

Components of Cash and Cash Equivalents:	As at	
	30-Sep-23 (Unaudited)	30-Sep-22 (Unaudited)
Cash and Cash Equivalents at the end of the year		
(a) Cash on hand	-	-
(b) Balances with Banks - in Current Account	3,077	640
(c) Fixed Deposits with original maturity period less than three months	-	501
	3,077	1,141



Notes:

1. Supersession of Board of Directors and Implementation of Corporate Insolvency Resolution Process

The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of Srei Infrastructure Finance Limited ('the Company' or 'SIFL') and its wholly owned subsidiary, Srei Equipment Finance Ltd. ('SEFL') and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, the RBI in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, constituted a three-member Advisory Committee to assist the Administrator in discharge of his duties. Thereafter, the RBI filed applications for initiation of Corporate Insolvency Resolution Process ('CIRP') against the Company under section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before Kolkata Bench of the Hon'ble National Company Law Tribunal ('Hon'ble NCLT'). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by the RBI for initiation of CIRP against the Company. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions as per the Code and that the management of the Company shall vest in the Administrator. Further, Hon'ble NCLT also retained the three-member Advisory Committee, as aforesaid, for advising the Administrator in the operations of the Company during the CIRP. There have been changes in the composition of the Advisory Committee on June 22, 2022 and January 31, 2023. The Consolidated Committee of Creditors (CoC) took on record three Resolution Plans under Section 30(4) of the IBC code, 2016 received from Prospective Resolution Applicants (PRAs) on January 18, 2023 read along with the clarifications through addendums submitted by PRAs. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in CoC meeting held on February 15, 2023, and the resolution plan submitted by National Asset Reconstruction Company Limited (NARCL) was duly approved by CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant (SRA).

The resolution plan of NARCL approved by Consolidated Committee of Creditors (CoC) was filed before Adjudicating Authority i.e., Hon'ble NCLT, Kolkata on February 18, 2023 for its approval. The Administrator had also filed all the necessary legal and regulatory approvals before the Adjudicating Authority. The resolution plan of NARCL has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the resolution plan. In terms of the approved resolution plan, an Implementation and Monitoring Committee ("IMC") has been constituted which is empowered to manage the affairs of the Company from the NCLT approval date till the closing date as defined in the resolution plan. Thereafter, implementation of approved resolution plan is carried out by IMC.

Appeals have been filed with Hon'ble NCLAT which are currently under adjudication, however, there is no stay granted by Hon'ble NCLAT.

The IMC in its meeting dated August, 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorising him to continue to operate all the bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the resolution plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, has taken certain steps including of making payments to various stakeholders in terms of the approved Resolution Plan.

The Company has filed the application for delisting of the Equity Shares and the perpetual debt instruments of the Company from the respective stock exchanges i.e. National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) in terms of steps for the implementation as provided in the approved resolution plan. In the delisting application dated September 28, 2023, SIFL has informed the exchanges that the record date for determination of eligible security holders for such securities is October, 6 2023 and that any payout to such eligible security holders of debts will be made in terms of resolution plan.

As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

2. The unaudited financial results of the Company for the quarter and six months ended September 30, 2023 have been taken on record by the Implementation and Monitoring Committee at its meeting held on November 9, 2023. Since the Administrator has taken charge of the affairs of the Company on October 4, 2021, the Administrator is not liable or responsible for any actions and has no personal knowledge of any such actions of the Company prior to his appointment and has relied on the position of the financial results of the Company as they existed on October 4, 2021. Regarding information pertaining to period prior to October 4, 2021 the Administrator has relied upon the explanations, clarifications, certifications, representations and statements made by the Company management team ('the existing officials



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of the Company'), who were also part of the Company prior to the appointment of the Administrator. It was also incumbent upon the Resolution Professional, under Section 20 of the Code, to manage the operations of the Company as a going concern.

As a part of the CIRP, the Administrator got conducted audits/reviews relating to the processes and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. The transaction audit has been completed and necessary impact of the same have been incorporated in the financial results of SEFL.

As a part of the CIRP, the Administrator had appointed, two (2) independent valuers to conduct the valuation of the assets of the Company as required under the provisions of the Code. Accordingly, the financial results, disclosures, categorisation and classification of assets are subject to the outcome of such valuation, which shall be on and culmination of the CIRP process and implementation of resolution plan on the closing date.

The above financial results of the Company for the quarter and six months ended September 30, 2023 were subjected to limited review by the Statutory Auditors, S K Agrawal & Co Chartered Accountants LLP, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations').

2. Business Transfer Agreement and Scheme of Arrangement

During the year 2019-20, the Company and its Subsidiary Company, Srei Equipment Finance Limited ('SEFL') entered into a Business Transfer Agreement ('BTA') to transfer the Lending Business, Interest Earning Business and Lease Business of the Company together with associated employees, assets and liabilities (including liabilities towards issued and outstanding non - convertible debentures) (Transferred Undertaking), as a going concern by way of slump exchange to SEFL pursuant to the BTA, subject to all necessary approvals. Accordingly, the Company and SEFL passed the relevant accounting entries in their respective books of account to reflect the slump exchange w.e.f. October 1, 2019 while allotment of shares by SEFL was made on December 31, 2019. The superseded Board of directors and erstwhile management of the Company, as existed prior to the appointment of the Administrator, had obtained external expert legal and accounting opinions in relation to the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Indian Accounting Standard (Ind AS) and the underlying guidance and framework.

During the year 2020-2021, SEFL had filed two (2) separate applications under Sec. 230 of Companies Act, 2013 ('the Act') before the Hon'ble NCLT, Kolkata vide applications no. CA 1106/KB/2020 and CA 1492/KB/2020 proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders (Creditors). BTA constituted an integral part of the Schemes.

The first scheme (i.e. CA 1106/KB/2020) sought for amongst other things "formal consent to be obtained from the required majority of the creditors of SEFL to the completed acquisition by way of slump exchange of the Transferred Undertaking from SIFL in terms of the BTA and consequential formal novation of the loans and securities already forming part of SEFL's liabilities and outstanding to the creditor."

The second scheme (i.e. CA 1492/KB/2020) sought for amongst other things restructuring of the debt due to certain creditors of the Company and SEFL including secured debenture holders, unsecured debenture holders, perpetual debt instrument holders, secured ECB lenders and unsecured ECB lenders and individual debenture holders.

Pursuant to the directions of Hon'ble NCLT vide order dated October 21, 2020, the superseded Board of directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. The final order/s in connection with the Schemes was awaited from Hon'ble NCLT at that time.

Both the schemes of arrangement were rejected by the majority of the creditors during the meetings held pursuant to the Hon'ble NCLT's directions dated October 21, 2020 and December 30, 2020 respectively. Further, certain appeals were filed by rating agencies in the matter relating to the second scheme of arrangement (i.e. CA 1492/KB/2020). An application of withdrawal was filed by the Administrator in this matter in National Company Law Appellate Tribunal (NCLAT) which has been allowed by NCLAT by an order dated February 11, 2022.

In terms of the resolution plan as approved by Hon'ble NCLT vide its order dated August 11, 2023, for the ease of continuation of the businesses of the Company as going concern and for the purposes of accounting, the slump exchange undertaken between the Company and SEFL shall be considered to be effective from the effective date as provided under the Business Transfer Agreement dated August 16, 2019 (as amended), entered into between SEFL and SIFL, except as provided expressly in this Resolution Plan. It is also clarified that this treatment would be without prejudice to the rights of the COC to pursue any legal actions in respect of such slump exchange, against the erstwhile Promoters or the Promoter Group.

3. Consolidated Resolution Plan

In view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and SEFL, the Administrator, after adopting proper procedure, had filed applications before the Kolkata Bench of the Hon'ble NCLT in the insolvency resolution processes of SIFL and SEFL (IA No. 1099 of 2021 under CP 294/KB/2021 and IA No. 1100 of 2021 under CP 295/KB/2021).



The application in this matter was admitted and the final order received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of SIFL and SEFL. The Consolidated CoC took on record three Resolution Plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in CoC meeting held on February 15, 2023 and the resolution plan submitted by National Asset Reconstruction Company Limited (NARCL) was duly approved by CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant (SRA). The resolution plan of NARCL approved by the CoC was filed before Adjudicating Authority on February 18, 2023 for its approval. The Administrator had also filed all the necessary legal and regulatory approvals before the Adjudicating Authority.

The resolution plan of NARCL has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the Administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the resolution plan.

In terms of the approved resolution plan, an Implementation and Monitoring Committee has been constituted ("IMC") which is inter alia empowered to supervise the implementation of the approved resolution plan and oversee the management of the affairs of the Companies as per the terms of the approved resolution plan.

The IMC in its meeting dated August, 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorising him to continue to operate all the bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the resolution plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved resolution Plan.

As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

4. Payment to lenders/others

CIRP had been initiated against the Company, as stated in Note No. 1 and accordingly, as per the Code, the Administrator had invited the financial/operational/other creditors to file their respective claims as on October 8, 2021 (i.e. date of commencement of CIRP). As per the Code, the Administrator has to receive, collate and verify all the claims submitted by the creditors of the Company.

Admission of claims of the financial/operational/other creditors received by the Administrator is completed and the effect of the same have been given in the books of account.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved resolution plan.

5. Fair value of Investment

i. Trinity Alternative Investment Managers Limited (Trinity), subsidiary of the Company is managing five funds in which the Company has invested. As per Clause 23 (1) of AIF Regulations, 2012, Investment Managers are mandated to provide NAV at least once in every six months. However, despite of several follow-ups, Trinity had not provided NAV of any funds in which SIFL had investments as on September 30, 2023. The Company continued to value the investments in those Funds at the NAV provided as on March 31, 2023 amounting to ₹ 24219 lakhs as on September 30, 2023. The Company is unable to ascertain the impact of change in fair valuation of Funds for the quarter and six months ended 30 September 2023.

ii. Fair value on units of Infra Construction Fund

Out of investments in five funds as mentioned in point 6(i), the Company is holding 18,80,333 units in Infra Construction Fund (ICF), managed by Trinity Alternative Investments Managers Limited (Trinity). The Company arrives at the fair valuation of units of ICF based on the NAV of the units provided by Trinity. ICF has made investments in equity shares of India Power Corporation Limited (IPCL) which are pending allotment. Trinity has considered the weighted average of market value, profit earning capacity value and book value of shares of IPCL as on March 31, 2023 for arriving at the NAV of ICF.

iii. Subsequent to amalgamation of DPSC Ltd with erstwhile IPCL, the Company is entitled to an allotment of 10,55,24,100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013 as the



matter relating to the allotment of equity shares of IPCL is pending due to non-compliance of SEBI Regulations by IPCL. The market value of IPCL shares as on September 30, 2023 i.e., ₹ 18519 lakhs have been considered as Fair value in the books of account of the Company. The matter relating to the allotment of equity shares of IPCL to the Company and ICF is pending due to non-compliance of SEBI Regulations by IPCL.

6. Non provisioning of Interest

Pursuant to the admission of the Company under CIRP, SIFL has not provided for interest amount for ₹ 1468 lakhs for the quarter ended September 30, 2023, ₹ 1468 lakhs for the quarter ended June 30, 2023, ₹ 1468 lakhs for the quarter ended September 30, 2022 and ₹ 5872 lakhs for the year ended March 31, 2023 since insolvency commencement date i.e. October 8, 2021 as per the provision of the code in respect of SIFL's obligation for interest on Intercorporate Deposit (ICD) and Non-convertible Perpetual Bond.

As highlighted in Note 1, the resolution plan has been approved by Hon'ble NCLT vide order dated August 11, 2023. As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved resolution plan and the entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

Had the interest been accrued on borrowings, as aforesaid the loss before tax for the quarter ended September 30, 2023 would have resulted in a loss before tax of ₹ 1904 lakhs, the loss before tax for the quarter ended June 30, 2023 would have resulted in a loss before tax of ₹ 1598 lakhs, the loss before tax for the quarter ended September 30, 2022 would have resulted in a loss before tax of ₹ 1292 lakhs and loss before tax for the year ended March 31, 2023 would have resulted in a loss before tax of ₹ 6148 lakhs.

7. As at March 31, 2021 the Company was having funds amounting to ₹ 53 lakhs in relation to the Corporate Social Responsibility ('CSR') which were unspent. These unspent amounts as per the requirements of Section 135 of the Act were to be transferred to funds specified under Schedule VII to the Act within a period of 6 months. However, the domestic lenders of the Company had stipulated TRA mechanism effective November 24, 2020, pursuant to which all the payments being made by the Company were being approved/released based on the TRA mechanism. The Company was not able to transfer the aforesaid unspent CSR amount as per the requirements of Section 135 of the Act. The Company has written letter to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of the Company under provisions of Section 135(5) and Section 135(7) of the Act. The reply from MCA in this regard is still awaited.

After NCLT order dated 11th August 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, any payment in relation to above will be made as per the approved resolution plan.

8. Going Concern

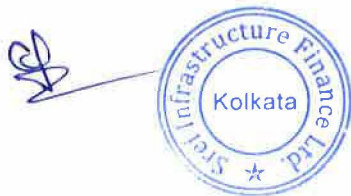
The Company had reported losses during the quarter and six months ended September 30, 2023 and earlier year/periods as well. Hence, the net worth of the Company has fully eroded. There is persistent severe strain on the working capital and operations of the Company and it is undergoing significant financial stress. As stated in Note No. 1, CIRP was initiated in respect of the Company w.e.f. October 8, 2021. In terms of the resolution plan of NARCL was approved by Hon'ble NCLT vide order dated August 11, 2023. Accordingly, IMC was constituted. IMC has received the Implementation Notice dated September 22, 2023 from NARCL as per approved resolution plan terms and referring to the Reallocation Notice dated September 21, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice). NARCL notified the Effective Date (being the date on which NARCL proposed to commence the Steps set out in Section 4 (Steps of Implementation)) as September 22, 2023. In accordance with the Implementation notice, IMC is carrying out defined steps as stipulated in the approved resolution plan. IMC, further requires the Administrator to, among other things, run the Company as a going concern during the implementation of the resolution plan.

9. Probable Connected / Related Companies

The RBI in its inspection report and risk assessment report (the directions) for the year ended March 31, 2020 had identified 'certain borrowers' as probable connected/ related companies. In the directions, the Company and SEFL have been advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to the Company or to SEFL and also whether transactions with these connected parties are on arm's length basis.

It has been brought to the Administrator's notice that the superseded Board of Directors and the erstwhile management had taken legal view to determine whether such borrowers are related parties to the Company or SEFL. Based on the legal view, the erstwhile management was advised and had therefore come to the conclusion that the Company or SEFL have no direct or indirect control or significant influence (as per Companies Act, 2013, Ind AS) over such borrowers and are not under common control and accordingly, are not a related party of the Company or SEFL. The erstwhile management had also obtained an assessment report on the review and verification of the transactions with the aforesaid probable connected / related parties from an independent Chartered Accountant firm, which states that the transactions of the Company / SEFL with probable connected parties were done at arm's length principles and are in the ordinary course of business and that such parties are not related parties of the Company / SEFL under the Act or Ind AS 24.

However, the Administrator is not in a position to comment on the views adopted by the erstwhile management of the Company in relation to the findings of the directions since these pertain to the period prior to the Administrator's appointment. As a part of the CIRP, the



Administrator got conducted transaction audits/reviews relating to the process and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code.

Out of Accounts referred by the RBI in the directions, the Administrator has received account wise transaction audit reports, which has identified certain transactions as fraudulent in nature under section 66 of the Code, including undervalued transactions. In respect of such accounts, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble National Company Law Tribunal (NCLT) on various dates for adjudication. Since, the entire loan portfolio was transferred by SHFL to SEFL under BTA (referred in note 3 above), the afore-mentioned transactions are appearing in the books of SEFL currently. SEFL has also made 100 % impairment on such accounts. The transaction audit has been completed and the necessary impact of the same has been incorporated by SEFL in their financial results.

10. As per section 125 of the Act, a Company is required to transfer unpaid and unclaimed certain amount lying unpaid, for 7 years, to Investor Education and Protection Fund ("IEPF"). Post commencement of CIRP, an amount of ₹ 4,84,877/- pertaining to the financial year 2014-14 was payable by the Company pertaining to unpaid dividend and was due for transfer to IEPF in terms of section 125 of the Act till September 6, 2022 (due date) which has remained unpaid till date.

The Company was unable to comply with the provision of Section 125 of the Act as the Company had to comply with the General Circular No. 08/ 2020 issued by the Ministry of Corporate Affairs (MCA) dated March 6, 2020 captioned "Filing of forms in the Registry (MCA-21) by the Insolvency Professional (Interim Resolution Professional (IRP) or Resolution Professional (RP) or Liquidator) appointed under Insolvency Bankruptcy Code, 2016 (IBC, 2016)" which states that in respect of companies which are marked under CIRP in the Registry, Annual Return (e-form No.MGT-7) and Financial Statement (e-form AOC-4) and other documents under the provisions of the Act, in accordance with directions issued by the NCLT/NCLAT / Courts, shall be filed as attachments with e-form GNL-2 against the payment of one time normal fee only, till such time the Company remains under CIRP. Separate GNL-2 forms shall be filed for each such document, by the IRP/ RP. However, since the GNL -2 form is not linked with IEPF -I the Company was unable to generate SRN for payment to IEPF authorities. Due to the said technical difficulty, the Company could not comply with the provisions of Section 125 & other applicable provisions of the Act. The Company has requested for guidance from IEPF authorities. The authorities are yet to revert on the same.

After NCLT order dated August 11, 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, the unpaid amount shall be given effect as per terms of approved resolution plan..

11. The Company is unable to transfer 66,215 Equity shares pertaining to the Financial Year 2014-15, due for transfer to the Investor Education and Protection Fund in accordance with the applicable provisions of section 124 of the Act read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 due to the technical reasons as stated in Note no. 10 above. The Company has requested for guidance from IEPF authorities and also requested them to file claim for pre CIRP amount. The authorities are yet to revert on the same.

After NCLT order dated August 11, 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, the unclaimed equity shares shall be given effect as per terms of approved resolution plan..

12. SEBI vide its Adjudication Order No. Order/DS/DK/ 2022-23 /20903- 20964 dated October 31, 2022 ('Order'), in the matter of Religare Enterprises Limited had imposed a penalty of ₹ 35 lakhs on the Company payable within 45 days from the date of receipt of the Order. However, vide its Corrigendum to Order dated 30th November, 2022, SEBI has clarified that the said period of 45 days shall not be applicable in respect of the Company due to the CIRP proceedings pending against it. The said penalty is payable subject to the outcome of the appeal filed by SEBI in the Diwan Housing Finance Limited case matter in the Hon'ble Supreme Court (Appeal No. 206 of 2020) and in terms of the approved resolution plan. Hence, no provision has been made in the books of account as on 30 September, 2023.

13. Based on the information available in the public domain, some of the lenders have declared the bank account of the Company as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. Thereafter vide order dated May 15, 2023, the application was disposed off and the Order declaring the account of the Company as fraud was set aside. Further, liberty was granted to the banks to proceed ahead in accordance with the direction given in the aforesaid Order.

14. The Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigation on office premises of the Company and its subsidiary, Srei Equipment Finance Ltd. The Company and its officials are co-operating and provided the required information/ documents as available.

15. The Ministry of Corporate Affairs (MCA) vide its letter dated April 18, 2023 has initiated inspection into the affairs of the Company and has sought information and documents under Section 206(5) of the Act. The Company has provided necessary documents as required by MCA.





16. In accordance to Ind AS 108 - "Operating Segments", the required disclosure is done in the Consolidated Financial Results of the Company.
17. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended, has been given in Annexure 1.
18. Since, the Company does not have Listed Secured Non-Convertible Debentures as on March 31, 2023, the Security Cover for Secured debt securities, in terms of Regulations 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) is not applicable. The Security Cover Certificate, pursuant to Regulations 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), is attached in Annexure 2
19. The figures for second quarter in each of the financial years are the balancing figures between figures in respect of the six months and the year to date figures upto the end of the first quarter of the respective financial year.
20. Previous period/year figures have been regrouped/rearranged, wherever considered necessary, to conform to the classification of the current period / year.

For Srei Infrastructure Finance Ltd.



RAJNEESH SHARMA
(Acting as Chairman of the Implementation
and Monitoring Committee)

Place: Kolkata
Date : November 9, 2023



Annexure 1

Ratios disclosed w.r.t. Srei Infrastructure Finance Ltd. pursuant to regulation 52(4) of SEBI(Listing Obligation and Disclosure Requirements) Regulations 2015, as amended

	Particulars	Quarter ended			Half Year ended	
		30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Debt equity ratio (No. of times) (Note 1)	N.A.	N.A.	N.A.	N.A.	N.A.
2	Debt service coverage ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
3	Interest service coverage ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
4	Outstanding redeemable preference shares (Nos. in Lakhs)	-	-	-	-	-
5	Outstanding redeemable preference shares (Values)	-	-	-	-	-
6	Capital redemption reserve	-	-	-	-	-
7	Debenture redemption reserve (₹ in Lakhs)	NIL	NIL	NIL	NIL	NIL
8	Networth (₹ in Lakhs) (Note 2)	(5,161)	(4,719)	(4,601)	(5,161)	(4,601)
9	Net Profit/(Loss) after tax (₹ in Lakhs)	(436)	(130)	176	(566)	(174)
10	Earnings per share (in ₹)	*(0.09)	*(0.03)	*0.03	*(0.11)	*(0.03)
11	Current ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
12	Long term debt to working capital (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
13	Bad debts to account receivable ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
14	Current liability ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
15	Total debts to total assets (%) (Note 3)	80.62%	86.81%	85.61%	80.62%	85.61%
16	Debtor turnover ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
17	Inventory turnover (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
18	Operating margin (%) (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.
19	Net profit/(loss) margin(%) (Note 4)	(187.12)%	(47.62)%	31.71 %	(111.85)%	(15.89)%
Sector Specific Ratios						
20	Gross Non Performing Assets % ("GNPA") (Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.
21	Net Non Performing Assets % ("NNPA")(Excl. impairment Reserve)	N.A.	N.A.	N.A.	N.A.	N.A.
22	Net Non Performing Assets % ("NNPA")(Incl. impairment Reserve)	N.A.	N.A.	N.A.	N.A.	N.A.
23	Provision Coverage Ratio % ("PCR")(Excl. impairment Reserve)(Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.
24	Provision Coverage Ratio % ("PCR")(Incl. impairment Reserve) (Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.

* Not Annualised

Note:

Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Formulae for Computation of Ratios are as follows :

- Debt equity ratio is not determinable as equity is negative.
- Net worth has been calculated as defined in Section 2(57) of the Companies Act, 2013.
- Total debts to total assets (%) = (Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities) / Total Assets.
- Net profit/(loss) margin (%) = Profit/(loss) after Tax / Total Revenue from Operations.
- The Company does not have any lending business presently, hence not applicable.
- The Company is Non Banking Financial Company registered under the Reserve Bank of India Act 1934. Hence these Ratios are generally not applicable.

Srei Infrastructure Finance Ltd.





Rajneesh Sharma

(Acting as a Chairman of the Implementation & Monitoring Comm

Place: Kolkata
 Date: November 9, 2023





SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: www.srei.com, Email for Investors: investor.relations@srei.com
(CIN): L29219WB1985PLC055352

Annexure 2

SEBI LODR-54(2),(3) & 56(1)(d)- SEPTEMBER 30, 2023

Column A	Column B	Column C ⁱ	Column Dii	Column Eiii	Column Fiv	Column Gv	Column Hvi	Column Ivii	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security**	Elimination (amount in negative)	(Total C to H)	**Related to only those items covered by this certificate				
		Debt for which this certificate being issued*	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets ^{viii}	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=K+L+M+N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value								
ASSETS														
Property, Plant and Equipment		-	-		-	-	9,073.00		9,073.00		-	-	-	-
Capital Work-in- Progress		-	-		-	-			-					
Right of Use Assets		-	-		-	-	1.00		1.00					
Goodwill		-	-		-	-			-					
Intangible Assets		-	-		-	-	1.00		1.00					
Intangible Assets under Development		-	-		-	-			-					
Investments		-	-		-	-	54,329.00		54,329.00		-			
Loans (PFI, SEPI, B, SIFL, L, M, O, U, R, P)		-	-		-	-	-		-		-			
Inventories		-	-		-	-	-		-					
Trade Receivables		-	-		-	-	466.00		466.00					
Cash and Cash Equivalents		-	-		-	-	3,077.00		3,077.00					
Bank Balances other than Cash and Cash Equivalents		-	-		-	-	275.00		275.00					
Others (Other financial assets+current tax assets+other non financial assets)		-	-		-	-	5,550.00		5,550.00					
Total		-	-		-	-	72,772.00		72,772.00		-	-	-	-



S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN – AAV-2926

FRN- 306033E/E300272

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1865, RAJDANGA MAIN ROAD, KASBA

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EMAIL : Info@skagrwal.co.in

Independent Auditor's Review Report on quarterly Unaudited Consolidated Financial Results of Srei Infrastructure Finance Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

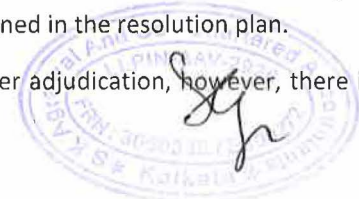
To the Implementation and Monitoring Committee Srei Infrastructure Finance Limited

1. We were engaged to review the accompanying Statement of Unaudited Consolidated Financial Results of Srei Infrastructure Finance Limited ("the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and trust for the quarter ended September 30, 2023 ("the Statement"), and for the period from 1st April, 2023 to 30th September, 2023, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of the Holding Company (SIFL) and its wholly owned subsidiary, Srei Equipment Finance Limited (SEFL) and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, RBI, in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, has constituted a three-member Committee of Advisors for advising the Administrator.

The RBI had also filed application for initiation of Corporate Insolvency Resolution Process ('CIRP') against SIFL and SEFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ("FSP Insolvency Rules") before the Hon'ble National Company Law Tribunal, Kolkata Bench ("Hon'ble NCLT"). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by RBI for initiation of CIRP against SIFL and SEFL. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions of Resolution Professional as per the Code and that the management of SIFL and SEFL shall vest in the Administrator.

During the quarter ended 30 September 2023, the consolidated resolution plan of National Asset Reconstruction Company Limited (NARCL) has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the Administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the approved resolution plan. In terms of the approved Resolution Plan, an Implementation and Monitoring Committee ("IMC") has been constituted which is empowered to manage the affairs of the Company from the NCLT approval date till the closing date as defined in the Resolution Plan. As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved Resolution Plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

Appeals have been filed with Hon'ble NCLAT which are currently under adjudication, however, there is no stay granted by Hon'ble NCLAT.



Independent Auditor's Review Report (Contd.)

The IMC in its meeting dated August 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorizing him to continue to operate all bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the approved Resolution Plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan. The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved Resolution Plan.

3. We refer to Note No. 2 to the Statement which states that the Statement has been taken on record on November 9, 2023 by the Administrator acting as a Chairman of the IMC.

The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on this Statement based on our review.

In view of the matters described in paragraph 5 mentioned below, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our conclusion on the Statement. Accordingly, we do not express a conclusion on the Statement.

4. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatements. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

5. The Statement includes the results of the following entities:

S.No.	Name of the Entities	Relationship
1.	Srei Equipment Finance Limited (SEFL)	Wholly owned Subsidiary
2.	Srei Capital Markets Limited	Wholly owned Subsidiary
3.	Srei Asset Leasing Limited (Formerly Srei Finance Limited)	Wholly owned Subsidiary
4.	Controlla Electrotech Private Limited	Wholly owned Subsidiary
5.	Srei Mutual Fund Asset Management Private Limited	Wholly owned Subsidiary
6.	Srei Mutual Fund Trust Private Limited	Wholly owned Subsidiary
7.	Srei Insurance Broking Private Limited	Wholly owned Subsidiary
8.	Bengal Srei Infrastructure Development Limited	Subsidiary
9.	Srei Mutual Fund Trust	Trust
10.	Trinity Alternative Investment Managers Limited	Subsidiary
11.	Hyderabad Information Technology Venture	Step down Subsidiary

Independent Auditor's Review Report (Contd.)

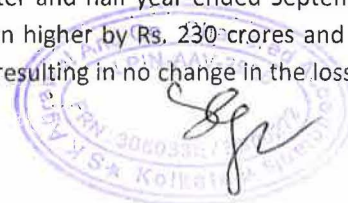
	Enterprises Limited	
12.	Cyberabad Trustee Company Private Limited	Step down Subsidiary

6. Basis for Disclaimer of Conclusion

- a) We/the auditors of SEFL, draw reference to Note No. 2 to the Statement which explains that since the Administrator has taken charge of the affairs of the Company and SEFL on October 4, 2021, the Administrator is not liable or responsible for any actions prior to his appointment and regarding the information pertaining to the period prior to October 4, 2021, he has relied upon the explanations, clarifications, certifications, representations and statements made by the existing management team ('the existing officials of SIFL and SEFL'), who were also part of SIFL and SEFL prior to the appointment of the Administrator. Note No. 2 to the Statement explains that the Administrator got conducted audits/reviews relating to the processes and compliances of SIFL and SEFL and has also appointed professionals for conducting transaction audit as per Section 43, 45, 50 and 66 of the Code. The transaction audit has been completed and necessary impact of the same have been incorporated in the financial results of the Company's subsidiary, Srei Equipment Finance limited (SEFL). However, the said transaction audit reports have not been made available to us/the auditors of SEFL and accordingly, we/the auditors of SEFL are not able to comment whether or not all impact of the same has been incorporated in the financial results of SEFL. Further, as stated in Note no. 2, the Administrator had appointed two (2) independent valuers to conduct the valuation of the assets of the Company as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated Committee of Creditors (CoC) members, however, impact of such valuation, if any, on the Statement is subject to the outcome of the CIRP and implementation of resolution plan on the closing date. Since such valuation reports have not been made available to us on grounds of confidentiality, we are unable to comment on the impact of the same, if any, on the Statement.

As per Ind AS 109, for a financial asset that is credit-impaired at the reporting date, an entity shall measure the expected credit losses as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss. Note No. 2 to the Statement explains that the Company has considered impairment reserve created in earlier periods as per RBI guidelines while calculating the impairment on such accounts which is not in accordance with Ind AS 109. Further, Note No. 5 to the Statement explains that basis ECL rates and the impairment reserve made in earlier periods in cases where they exceed gross exposure, the Company made a lesser provision under the ECL, so as to restrict the net exposure at Nil, since no withdrawal from impairment reserve is permitted which is also not in accordance with Ind AS 109. If the loan loss provisioning would have been provided without considering the impairment reserve as mentioned above the loss before tax for the quarter and half year ended September 30, 2023 would have increased by Rs. 22 crores and Rs. 80 crores, and correspondingly impairment reserve of Rs. 22 crores and Rs. 80 crores would have been transferred to retained earnings, thereby having no impact on shareholders fund.

- b) We/the auditors of SEFL, draw reference to Note No. 3 to the Statement which states that SEFL adopted a policy, to not recognise interest income on accounts in which transactions are determined as fraudulent by them. Had SEFL recognized the interest income, as aforesaid, interest income would have been higher by Rs. 230 crores and Rs. 472 Crores for the quarter and half year ended September 30, 2023 and consequently, the ECL provision would also have been higher by Rs. 230 crores and Rs. 472 Crores for the quarter and half year ended September 30, 2023 resulting in no change in the loss for the quarter ended September 30, 2023.



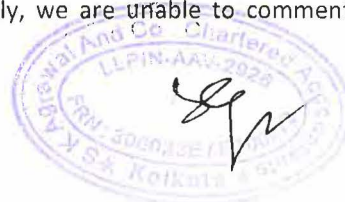
Independent Auditor's Review Report (Contd.)

- c) We/the auditors of SEFL, draw reference to Note No. 5 to the Statement which states that pursuant to their admission under the CIRP, the Company and SEFL have not provided for Rs. 729 crores for the quarter ended September 30, 2023, Rs. 1278 for the quarter ended Jun3 20, 2023, Rs. 1168 crores for the quarter ended September 30, 2022, and Rs. 4720 crores for the year ended March 31, 2023 in respect of its obligations for interest on Borrowings since the Insolvency commencement date i.e., October 8, 2021. Had SIFL and SEFL provided their obligation for interest, as aforesaid, consolidated loss before tax for the quarter ended September 30, 2023 would have resulted in loss before tax of ₹ 834 crores, for the quarter ended June 30, 2023 would have resulted in loss before tax of ₹ 1348 crores, for the quarter ended September 30, 2022 would have resulted in loss before tax of ₹ 4363 crores and for year ended March 31, 2023 would have resulted in a loss before tax of ₹ 15829 crores.
- d) We/the auditors of SEFL, draw reference to Note No. 6 to the Statement which explains that during the financial year 2019-20, the Holding Company and SEFL accounted for slump exchange transaction and consequently recognized and derecognized the relevant assets and liabilities in their books of account, pursuant to the Business Transfer Agreement ('BTA') with SEFL, with effect from October 1, 2019, subject to necessary approvals. The Note further explains that during the financial year 2020-2021, SEFL had filed two separate applications under Section 230 of the Act before the Hon'ble NCLT proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders. Since applications/appeals in connection with the Schemes were pending before Hon'ble NCLT/NCLAT, the superseded Board of Directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. Both the Schemes were rejected by majority of the creditors and an application of withdrawal was filed by the Administrator in this matter which has been allowed by the Tribunal vide order dated February 11, 2022.

In terms of the Resolution Plan as approved by Hon'ble NCLT vide its order dated August 11, 2023, for the ease of continuation of the businesses of the Company as going concern and for the purpose of accounting, the slump exchange undertaken between the Company and SREI Equipment Finance Limited (SEFL) shall be considered to be effective from the effective date as provided under the Business Transfer Agreement dated August 16, 2019 (as amended), entered into between SIFL and SEFL, except as provided expressly in this approved Resolution Plan.

In view of the unavailability of the re-casted audited financial statements giving effect of the BTA on the effective date of BTA, we are unable to comment on the accounting of BTA, as aforesaid, done by the Company and accordingly on the impact of the same, if any, on the statement.

- e) We draw reference to Note No. 10 (i) to the Statement which explains that fair value of funds as on 30 September 2023 has not been received from Trinity Alternative Investment Managers Limited, a subsidiary of the Company. The Company continued to value the investments in those Funds at the NAV provided as on March 31, 2023 amounting to ₹ 24219. lakhs as on September 30, 2023. Accordingly, we are unable to comment on the impact of change in fair valuation of Funds for the quarter and six months ended 30 September 2023.
- f) We draw reference to Note No. 10(iii) to the Statement which explains the valuation of SIFL's investment in the equity shares of India Power Corporation Limited (IPCL) and units in Infra Construction Fund (ICF) where ICF has made investments in equity shares of IPCL. Since the allotment of these equity shares of IPCL is pending due to non-compliance of SEBI Regulations by IPCL, the consequent change in fair value, if any, is not ascertainable at this stage. Accordingly, we are unable to comment on the impact on valuation of such investment on the Statement.



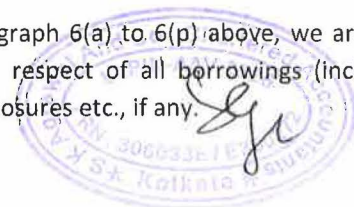
Independent Auditor's Review Report (Contd.)

- g) We draw reference to Note No. 12 to the Statement which explains that the erstwhile management, as per the specific directions from RBI in relation to certain borrowers referred to as 'probable connected parties/related parties', were advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to the Company or to SEFL and also whether these were in line with arm's length principles. The erstwhile management obtained legal and accounting views on the matter which stated that the said transactions were not related party transactions. As stated in the said Note, the Administrator is not in a position to comment on the views adopted by the erstwhile management in relation to the RBI's directions since these pertain to the period prior to the Administrator's appointment. As stated in paragraph (a) above, the Administrator got conducted transaction audit/review relating to the process and compliance of the Company and had also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. Out of Accounts referred by the RBI in the directions, the Administrator has received certain account wise transaction audit reports, which has identified some of the transactions as fraudulent in nature under section 66 of the Code, including undervalued transactions. In respect of such accounts, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble NCLT on various dates till May 05, 2023 for adjudication. Further, the Note also states that the entire loan portfolio was transferred by SIFL to SEFL under BTA and the afore-mentioned transactions are appearing in the books of SEFL as on date. The transaction audit has been completed and the necessary impact of the same has been incorporated by SEFL in their financial results. However, the said transaction audit reports have not been made available to us/auditors of SEFL, we/the auditors of SEFL are not able to comment whether or not all impact of the same have been incorporated in the Statement.
- h) We/the auditors of SEFL, draw reference to Note No. 13 to the Statement which explains the reasons owing to which SIFL and SEFL are not able to comply with the requirements of Section 135 of the Act in relation to depositing unspent amount of CSR. As stated, in the said note, SIFL and SEFL have written to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of SIFL and SEFL under provisions of Section 135(5) and Section 135(7) of the Act. We are unable to comment on the impact of the same, if any, or any other consequences arising out of such non-compliance, if any, on the Statement.
- i) We/the auditors of SEFL, draw reference to Note No. 14 to the Statement which states that SEFL has not been able to maintain the security cover as stated in the Information Memorandum/Debt Trust Deeds etc. which is sufficient to discharge the principal and interest amount at all times for the secured non-convertible debentures issued by SEFL. Further, as stated in the said Note and paragraph (c) above, the valuation reports of the same have been submitted to the Consolidated CoC members and the same have not been made available to us on grounds of confidentiality. Accordingly, impact of such valuation on the security cover is subject to the outcome of the CIRP and we are unable to comment on the impact of the same, if any, on the Statement.
- j) We/the auditors of SEFL, draw reference to Note No. 15 to the Statement which explains that in relation to certain borrowings (including secured borrowings and NCDs) acquired by SEFL from SIFL pursuant to BTA as stated in Note No. 6 to the Statement, charges created on such borrowings are yet to be transferred in the name of SEFL and are still appearing in the name of the Holding Company for the reasons stated in the said Note. We are unable to comment on the impact of the same, if any, or any other consequences arising out of it on the Statement.



Independent Auditor's Review Report (Contd.)

- k) We/the auditors of SEFL, draw reference to Note No. 16 to the Statement which explains the reasons owing to which SIFL and SEFL are not able to comply with the requirements of Section 125 of the Act in relation to transfer of certain amounts lying unpaid for 07 years to Investor Education and Protection Fund ('IEPF'). As stated, in the said note, SIFL and SEFL have written to IEPF authorities and requested guidance in the matter. We are unable to comment on the impact of the same, if any, or any other consequences arising out of such non-compliance on the Statement.
- l) We/the auditors of SEFL, draw reference to Note No. 17 to the Statement which explains the reasons owing to which the Holding Company is not able to comply with the requirements of Section 124 of the Act in relation to transfer of shares, due for transfer to the IEPF. We are unable to comment on the impact of the same, if any, or any other consequences arising out of such non-compliance, if any, on the Statement.
- m) We/the auditors of SEFL, draw reference to Note No. 20 to the Statement which explains that, during the quarter ended September 30, 2022, based on the directions of RBI, SEFL has made provisions amounting to Rs. 98 crores and Rs. 50 crores, the balance of which is Rs. 98 crores and Rs. 50 crores as on September 30, 2023, in respect of direct tax cases and indirect tax cases respectively where SEFL was under various stages of appeal with the relevant tax authorities. The Note also states that during the quarter ended September 30, 2023, SEFL has received appellate order pertaining to entry tax demand, whereby SEFL has been granted relief to the extent of Rs. 0.17 crores from the original demand of Rs. 0.19 crores resulting in reduction of provision to such extent. However, SEFL has not assessed whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- 'Provisions, Contingent Liabilities and Contingent Assets'. Hence, in absence of such assessment, we are unable to comment on any non-compliance with Ind AS and the corresponding impact of the same, if any, on the Statement.
- n) In case of SEFL, the project progress report and the necessary documents for review from various parties are yet to be received. Hence, we/the auditors of SEFL, are unable to comment on such balances and status and impact of the same, if any, on the Statement.
- o) We have been informed that certain information including the minutes of meetings of the Committee of Creditors, IMC, and transaction audit reports are confidential in nature and have not been shared with us. Accordingly, we are unable to comment on the possible financial effects on the Statement, including on presentation and disclosures, if any, that may have arisen if we had been provided access to that information.
- p) Property, Plant and Equipment of SEFL includes assets having gross book value of Rs. 50.18 crores and written down value of Rs. 7.11 crores as on September 30, 2023 are either not traceable or are not in possession of SEFL. No provision for the same has been made in accounts. As informed by SEFL, the management has initiated legal proceedings for recovery of the same. Since proceedings for recovery are pending, we/the auditors of SEFL are unable to comment on the impact of the same, if any, on the Statement.
- q) In view of the possible effects of the matters described in paragraph 6(a) to 6(p) above, we are also unable to comment on SEFL's compliance of the covenants in respect of all borrowings (including creation of charges) and consequential implications including disclosures etc., if any.



Independent Auditor's Review Report (Contd.)

- r) In view of the possible effects of the matters described in paragraph 6(a) to 6(q) above, we are also unable to comment on the Holding Company's and SEFL's compliance on various regulatory ratios/ other ratios/ limits and consequential implications including disclosures, if any.
- s) In view of the possible effects of the matters described in paragraph 6(a) to 6(r) above, we are also unable to comment on the ratios disclosed in Annexure 1 to the Statement.

7. Disclaimer of Conclusion

In view of the significance of the matters described in paragraph 6 above and the uncertainties involved, we/the auditors of SEFL have not been able to obtain sufficient and appropriate evidence and therefore, unable to conclude as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

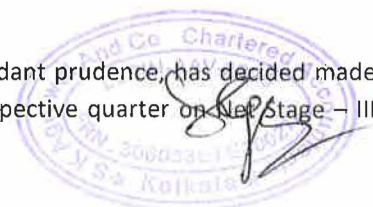
8. Material Uncertainty Related to Going Concern

We draw attention to Note No. 12 to the Statement which states that SIFL and SEFL had undergone CIRP and that both the Companies have reported net loss during the quarter ended September 30, 2023 and earlier year / periods as well. As a result, the Group's net worth has fully eroded and the Group has not been able to comply with various regulatory ratios/other ratios/ limits. All this have impacted the Group's ability to continue its operations in normal course in future. In terms of the Resolution Plan approved by Hon'ble NCLT vide order dated August 11, 2023, IMC was constituted with members as provided in the approved resolution plan. IMC has received the Implementation Notice dated September 22, 2023 from NARCL as per approved Resolution Plan terms and referring to the Reallocation Notice dated September 21, 2023 issued by the Committee of Creditors (CoC) (CoC Reallocation Notice). NARCL notified the Effective Date (being the date on which NARCL proposed to commence the Steps set out in Section 4 (Steps of Implementation)) as September 22, 2023. In accordance with the Implementation notice, IMC is carrying out defined steps as stipulated in the approved resolution plan & shall require to complete on or before the Closing date (as defined in the approved resolution plan). IMC, further requires the Administrator, among other things, run the Company as a going concern during the implementation of the Resolution Plan.

These events or conditions, along with other matters as set forth in the aforesaid Note, indicate that there is a material uncertainty which casts significant doubt about the Company's ability to continue as a 'going concern' in the foreseeable future. However, for the reasons stated in the said note, the Company has considered it appropriate to prepare the Statement on a going concern basis.

9. We draw attention to the following matters in the notes to the Statement:

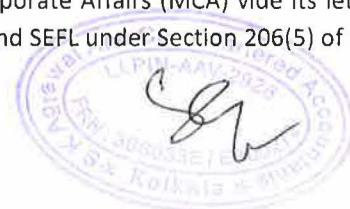
- a) Note No. 1 inter-alia mentioned about the initiation of the CIRP process of the Company and subsequent approval of the consolidated resolution plan of NARCL by Hon'ble NCLT vide its Order dated October 8, 2021 and August 11, 2023 respectively. The note further states that the appeals have been filed with Hon ble NCLAT which are currently under adjudication, however. there is no stay granted by Hon' ble NCLAT.
- b) As stated in Note No. 3 to the Statement, SEFL on the basis of abundant prudence, has decided made provision to the extent of interest income recognized during the respective quarter on Net Stage - III



Independent Auditor's Review Report (Contd.)

Accounts.

- c) Note No. 7 to the Statement which explains that in view of the impracticability for preparing the resolution plan on individual basis in case of the SIFL and SEFL, the Administrator, after adopting proper procedure, has filed applications before the Hon'ble NCLT, Kolkata Bench seeking, amongst other things, consolidation of the CIRP of the Holding Company and SEFL. The application in the matter is admitted and the final order was received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of the Holding Company and SEFL. The Consolidated CoC took on record three Resolution Plans received from Prospective Resolution Applicants (PRAs) on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in the CoC meeting held on February 15, 2023 and the resolution plan submitted by National Asset Reconstruction Company Limited ('NARCL') was duly approved by CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant ('SRA'). The resolution plan of NARCL was filed before Adjudicating Authority on February 18, 2023 which was approved on August 11, 2023 by the adjudicating authority.
- d) The Company is entitled to an allotment of 10,55,24,100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013 as the matter relating to the allotment of equity shares of IPCL is pending due to non-compliance of SEBI Regulations by IPCL.
- e) Note No. 19 to the Statement which explains that SEBI vide its Adjudication Order No. Order/DS/DK/2022-23 /20903- 20964 dated October 31, 2022 ('Order'), in the matter of Religare Enterprises Limited had imposed a penalty of Rs. 35 lakhs on SIFL and Rs. 5 lakhs on SEFL payable within 45 days from the date of receipt of the Order. However, vide its Corrigendum to Order dated November 30, 2022, SEBI has clarified that the said period of 45 days shall not be applicable in respect of SIFL and SEFL due to the CIRP proceedings pending against it. The said penalty is payable subject to the provisions of IBC and outcome of the appeal filed by SEBI in the Dewan Housing Finance Limited case matter in the Hon'ble Supreme Court (Appeal No. 206 of 2020). Hence, no provision has been made in the respective books of account of the Companies.
- f) Note No. 20 to the Statement which states that based on the information available in the public domain, forensic audit was conducted on SIFL and SEFL and few lenders have declared the bank accounts of SIFL and SEFL as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. Thereafter, vide order dated May 15, 2023, the petition was disposed off and the Order declaring the accounts of SIFL and SEFL as fraud was set aside. Further, liberty was granted to the banks to proceed ahead in accordance with the direction given in the aforesaid Order.
- g) Note No. 23 to the Statement which states that the Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigations on office premises of SIFL and SEFL. The outcome of the same is pending.
- h) Note No. 24 to the Statement which states that the Ministry of Corporate Affairs (MCA) vide its letter dated April 18, 2023 has initiated inspection in to the affairs of SIFL and SEFL under Section 206(5) of the Act and the same is in progress.



Independent Auditor's Review Report (Contd.)

10. Other Matters

- a) We did not review the interim financial statements / financial information / financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial statements / financial information / financial results reflect total assets of Rs. 12,90,256 lakhs as at 30th September 2023, total revenue of Rs. 16,636 lakhs and Rs. 35,603 lakhs, total net profit/ (loss) after tax of Rs. 10,000 lakhs and Rs. 29,686 lakhs and total comprehensive income/(loss) of Rs. 10,182 lakhs and Rs. 29,763 lakhs for the quarter ended 30th September 2023 and for the period from 1st April 2023 to 30th September 2023, as considered in the consolidated unaudited financial results. These interim financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.
- b) The Statement includes the interim financial results of 07 subsidiaries and 01 Trust whose interim financial results reflect total revenues of Rs. 0.53 crores, net loss of Rs. 0.46 crores and total comprehensive income of Rs. (0.46) crores for the quarter ended September 30, 2023. These interim financial results have not been reviewed by the auditors of such subsidiaries and Trust and have been furnished to us by the Management of the Holding Company. Our reporting on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unreviewed interim financial results. According to the information and explanations given to us by the Management of the Holding Company, these interim financial results are not material to the Group.
- c) The review of Unaudited Consolidated Financial Results for the immediately preceding quarter ended 30th June, 2023 and other periods prepared in accordance with Indian Accounting Standards was carried out by the predecessor auditor. The predecessor auditor had given Disclaimer of Opinion Report for the past periods, whose reports have been furnished to us by the management and which have been relied upon by us for the purpose of our review of the Financial Statements. Our review report is not modified in respect of this matter.

Our conclusion on the Statement is not modified in respect of the above matter.

For **S K AGRAWAL AND CO**
CHARTERED ACCOUNTANTS LLP
Chartered Accountants
Firm Registration No.-306033E/E300272

Sandeep Agrawal
(Partner)
Membership No. 058553

UDIN: 23058553BGYOJH2087

Place: Kolkata
Dated: 09 November 2023

SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: www.srei.com, Email for Investors: investor.relations@srei.com
(CIN): L29219WB1985PLC055352

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2023

(Rs. in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-23 (Unaudited)	30-Jun-23 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-23 (Unaudited)	30-Sep-22 (Unaudited)	31-Mar-23 (Audited)
Revenue from Operations						
Interest Income	14,393	13,224	37,656	27,617	88,348	1,28,418
Dividend Income	-	-	-	-	-	-
Rental Income	1,761	4,644	6,959	6,405	13,367	20,355
Fees and Commission Income	496	400	610	896	2,164	2,969
Net gain on fair value changes	-	-	-	-	-	-
Net gain on derecognition of financial instruments	-	-	-	-	-	-
Net gain on derecognition of financial instruments under fair value through profit or loss	2	2	2	4	3	8
Others	452	626	789	1,078	1,666	2,670
(I) Total Revenue from Operations	17,104	18,896	46,016	36,000	1,05,548	1,54,420
(II) Other Income	120	89	77	209	124	1,869
(III) Total Income (I+II)	17,224	18,985	46,093	36,209	1,05,672	1,56,289
Expenses						
Finance Costs	5,205	88	992	5,293	6,898	7,624
Fees and Commission Expense	293	350	93	643	402	1,781
Net loss on fair value changes	4,468	424	2,919	4,892	3,713	9,624
Net loss on derecognition of financial instruments under amortised cost	297	60	1,421	357	1,750	5,567
Impairment on Financial Instruments (Net)	3,573	13,000	27,354	16,573	75,163	1,42,216
Purchase of Stock-in-trade	-	-	-	-	-	-
Employee Benefits Expenses	1,852	1,427	2,077	3,279	4,445	8,745
Depreciation, Amortisation and Impairment	8,117	8,439	11,676	16,556	23,747	43,582
Administrative and Other Expenses	4,803	2,265	6,239	7,068	10,290	19,158
Loss / write-off on Repossessed Assets and Assets acquired in satisfaction of debt	1,013	1,171	1,256	2,184	2,985	13,257
(IV) Total Expenses (IV)	29,621	27,224	54,027	56,845	1,29,393	2,51,554
(V) Profit before Exceptional Items & Tax (III-IV)	(12,397)	(8,239)	(7,934)	(20,636)	(23,721)	(95,265)
(VI) Exceptional Items	1,892	1,260	(3,11,554)	3,152	(7,56,127)	(10,15,593)
(VII) Profit/ (Loss) Before Tax (V+VI)	(10,505)	(6,979)	(3,19,488)	(17,484)	(7,79,848)	(11,10,858)
(VIII) Tax Expense:						
(a) Current Tax	-	-	10	-	38	49
(b) Income Tax in respect of earlier year	-	-	-	-	1	6
(c) Deferred Tax	(1)	(3)	(4)	(4)	(10)	(14)
(IX) Profit/ (Loss) After Tax but before Loss of Associates (VII-VIII)	(10,504)	(6,976)	(3,19,494)	(17,480)	(7,79,877)	(11,10,899)
(X) Share of Profit/ (Loss) of Associates	-	-	-	-	-	-
(XI) Profit/ (Loss) After Tax (IX+X)	(10,504)	(6,976)	(3,19,494)	(17,480)	(7,79,877)	(11,10,899)
(XII) Other Comprehensive Income/(Expense)						
Items that will not be reclassified to Profit or Loss						
- Remeasurement Gains/ (Losses) on Defined Benefit Plan	(117)	(39)	18	(156)	13	(163)
- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	8,383	1,899	21,359	10,282	20,342	15,605
- Tax related to above	-	-	(1)	-	-	(1)
Items that will be reclassified to Profit or Loss						
- Effective portion of gains and losses on hedging instruments in a cash flow hedge	-	-	-	-	-	-
- Gains on fair valuation of loans	(71)	151	(6)	80	(558)	(719)
- Tax related to above	-	-	-	-	-	-
Total Other Comprehensive Income/(Expense) (XII)	8,195	2,011	21,370	10,206	19,797	14,722
(XIII) Total Comprehensive Income/(Expense) for the period (XI+XII)	(2,309)	(4,965)	(2,98,124)	(7,274)	(7,60,080)	(10,96,177)
Profit/ (Loss) for the period attributable to:						
-Owners of the parent	(10,502)	(6,978)	(3,19,496)	(17,480)	(7,79,871)	(11,10,894)
-Non-controlling interest	(2)	2	2	-	(6)	(5)
Other Comprehensive Income/(Expense) for the period attributable to:						
-Owners of the parent	8,195	2,011	21,370	10,206	19,797	14,722
-Non-controlling interest	-	-	-	-	-	-
Total Comprehensive Income/(Expense) for the period attributable to:						
-Owners of the parent	(2,307)	(4,967)	(2,98,126)	(7,274)	(7,60,074)	(10,96,172)
-Non-controlling interest	(2)	2	2	-	(6)	(5)
Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309	50,309	50,309
Other Equity excluding Revaluation Reserves	-	-	-	-	-	(17,52,283)
Earnings per Equity share (Basic and Diluted) (In Rs.) (*Not annualised) (Par Value Rs. 10/- per Equity Share)	*(2.09)	*(1.39)	*(63.51)	*(3.47)	*(155.02)	(220.82)







BALANCE SHEET

Particulars	(Rs. in Lakhs)	
	As at	As at
	30-Sep-23 (Unaudited)	31-Mar-23 (Audited)
ASSETS		
1. Financial Assets		
(a) Cash and Cash Equivalents	89,823	2,56,419
(b) Bank Balance other than (a) above	17,321	18,604
(c) Derivative Financial Instruments	-	-
(d) Receivables		
(i) Trade Receivables	1,968	2,213
(e) Loans	9,23,420	9,49,263
(f) Investments	1,11,500	1,08,700
(g) Other Financial Assets	63,221	64,067
	12,07,253	13,99,266
2. Non-Financial Assets		
(a) Inventories	-	-
(b) Current Tax Assets (Net)	8,945	6,852
(c) Deferred Tax Assets (Net)	556	552
(d) Investment Property	-	-
(e) Property, Plant and Equipment	1,14,363	1,33,184
(f) Rights-of-use - Assets	496	507
(g) Capital Work-in-Progress	-	-
(h) Goodwill on Consolidation	683	683
(i) Other Intangible Assets	467	542
(j) Other Non-Financial Assets	20,460	23,626
	1,45,970	1,65,946
TOTAL ASSETS	13,53,223	15,65,212

Particulars	(Rs. in Lakhs)	
	As at	As at
	30-Sep-23 (Unaudited)	31-Mar-23 (Audited)
LIABILITIES AND EQUITY		
LIABILITIES		
1. Financial Liabilities		
(a) Derivative Financial Instruments	-	-
(b) Payables		
(i) Trade Payables		
(i) Total outstanding dues of micro enterprises and small enterprises	233	230
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	6,051	6,934
(c) Debt Securities	2,57,930	2,59,944
(d) Borrowings (Other than Debt Securities)	24,67,472	26,69,340
(e) Subordinated Liabilities	2,95,345	2,95,458
(f) Lease Liabilities	624	638
(g) Other Financial Liabilities	13,853	15,343
	30,41,508	32,47,887
2. Non-Financial Liabilities		
(a) Provisions	15,387	15,348
(b) Other Non-Financial Liabilities	5,613	3,988
	21,000	19,336
3. Equity		
(a) Equity Share Capital	50,309	50,309
(b) Other Equity	(17,59,557)	(17,52,283)
	(17,09,248)	(17,01,974)
Non-controlling Interests	(37)	(37)
TOTAL LIABILITIES AND EQUITY	13,53,223	15,65,212



STATEMENT OF CASH FLOWS

(Rs. in Lakhs)

	Half Year ended	
	30-Sep-23 (Unaudited)	30-Sep-22 (Unaudited)
A. Cash Flows from Operating Activities		
Profit Before Tax	(17,484)	(7,79,848)
Adjustments for :		
Net unrealised fair value (gain) / loss	4,901	3,713
Net (gain) / loss on derecognition of Property, Plant and Equipment	745	4,927
Interest on Income Tax Refund	(1)	(1)
Liabilities No Longer Required written back	(208)	(113)
Impairment on Financial Instruments (Net)	16,573	75,163
Impairment on Financial Instruments (Net) on Exceptional items	(3,152)	7,10,182
Depreciation, Amortisation and Impairment	16,556	23,747
Net (gain) / loss on derecognition of Financial Instruments under amortised cost category	357	1,750
Impairment/Write-off on Assets acquired in satisfaction of debt	2,184	2,985
Operating profit before working capital changes	20,471	42,505
Changes In Working Capital		
Adjustments for :		
(Increase) / Decrease in Trade Receivables and Others Assets	1,598	16,887
(Increase) / Decrease in Loans Assets	12,412	2,522
Increase / (Decrease) in Trade Payables and Others Liabilities	(673)	(6,260)
(Increase) / Decrease in Other Bank Balances	1,283	(1,010)
Cash generated / (used) in operations	35,091	54,644
Direct Taxes Paid (net of refund)	(2,092)	(1,214)
Net Cash (used in) / generated from Operating Activities	32,999	53,430
B. Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment/ Capital Work-in-Progress/ Intangible Assets	(753)	(3)
Proceeds from Sale of Property, Plant and Equipment/Intangible assets	2,530	2,768
(Increase) / Decrease in Investments (Other than Subsidiaries)	2,618	17,601
Net Cash (used in) / generated from Investing Activities	4,395	20,366
C. Cash Flows from Financing Activities		
Proceeds from Issuance of Debt securities (Including subordinated debt securities)	(2,122)	1,268
(Repayment of) / Proceeds from Working Capital facilities (Net)	(1,47,376)	2,958
Repayment of Other Borrowings	(54,492)	(6,691)
Dividend Paid (Including Corporate Dividend Tax)	-	-
Net Cash (used in) / generated from Financing Activities	(2,03,990)	(2,465)
Net Increase / (Decrease) in Cash and Cash Equivalents	(1,66,596)	71,331
Cash & Cash Equivalents at the beginning of the year	2,56,419	1,29,078
Cash and Cash Equivalents at the end of the period	89,823	2,00,409

Components of Cash and Cash Equivalents:	(Rs. in Lakhs)	
	As at 30-Sep-23 (Unaudited)	As at 30-Sep-22 (Unaudited)
Cash and Cash Equivalents at the end of the year		
(a) Cash on hand	1	3
(b) Balances with Banks - in Current Account	62,218	21,499
(c) Fixed Deposits with original maturity period less than three months	27,604	1,78,907
	89,823	2,00,409

Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Lakhs)

Particulars	Quarter ended			Six Months ended		Year ended
	30-Sep-23 (Unaudited)	30-Jun-23 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-23 (Unaudited)	30-Sep-22 (Unaudited)	31-Mar-23 (Audited)
1. Segment Revenue						
(a) Financial Services	17,285	18,948	45,879	36,233	1,05,473	1,54,653
(b) Others	78	85	273	163	352	318
Total	17,363	19,033	46,152	36,396	1,05,825	1,54,971
Less: Inter Segment Revenue	259	137	136	396	277	551
Net Income from Operations	17,104	18,896	46,016	36,000	1,05,548	1,54,420
2. Segment Results						
(a) Financial Services	(12,379)	(8,229)	(7,920)	(20,608)	(23,692)	(95,213)
(b) Others	(18)	(10)	(14)	(28)	(29)	(52)
Profit Before Tax	(12,397)	(8,239)	(7,934)	(20,636)	(23,721)	(95,265)
3. Segment Assets						
(a) Financial Services	13,41,743	15,45,617	18,68,241	13,41,743	18,68,241	15,55,838
(b) Others	1,955	1,953	1,928	1,955	1,928	1,946
(c) Un-allocable	9,525	9,163	34,586	9,525	34,586	7,428
Total Segment Assets	13,53,223	15,56,733	19,04,755	13,53,223	19,04,755	15,65,212
4. Segment Liabilities						
(a) Financial Services	30,62,473	32,63,679	32,70,638	30,62,473	32,70,638	32,67,193
(b) Others	11	6	8	11	8	6
(c) Un-allocable	24	24	24	24	24	24
Total Segment Liabilities	30,62,508	32,63,709	32,70,670	30,62,508	32,70,670	32,67,223



[Handwritten Signature]



Notes:

1. Supersession of Board of Directors and Implementation of Corporate Insolvency Resolution Process

The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of Srei Infrastructure Finance Ltd. ('the Company' or 'SIFL') and its material wholly owned subsidiary, Srei Equipment Finance Ltd. ('SEFL') and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, the RBI in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, constituted a three-member Advisory Committee to assist the Administrator in discharge of his duties.

Thereafter, the RBI filed applications for initiation of Corporate Insolvency Resolution Process ('CIRP') against SIFL & SEFL under section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before the Kolkata Bench of the Hon'ble National Company Law Tribunal, ('Hon'ble NCLT'). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by the RBI for initiation of CIRP against SIFL & SEFL. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions as per the Code and that the management of SIFL & SEFL shall vest in the Administrator. Further, Hon'ble NCLT also retained the three-member Advisory Committee, as aforesaid, for advising the Administrator in the operations of the Company & SEFL during the CIRP. There have been changes in the composition of the Advisory Committee on June 22, 2022 and January 31, 2023. The Consolidated Committee of Creditors (CoC) took on record under Section 30(4) of the IBC code, 2016 three Resolution Plans received from Prospective Resolution Applicants (PRAs) on January 18, 2023 read along with the clarifications through addendums submitted by PRAs. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in CoC meeting held on February 15, 2023, and the resolution plan submitted by National Asset Reconstruction Company Limited (NARCL) was duly approved by CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant (SRA).

The resolution plan of NARCL approved by Consolidated Committee of Creditors (CoC) was filed before Adjudicating Authority i.e., Hon'ble NCLT, Kolkata on February 18, 2023 for its approval. The Administrator had also filed all the necessary legal and regulatory approvals before the Adjudicating Authority. The approval of the resolution plan is awaited from the Adjudicating Authority pending certain litigations. The resolution plan of NARCL has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the resolution plan. In terms of the approved resolution plan, an Implementation and Monitoring Committee ("IMC") has been constituted which is empowered to manage the affairs of the Company from the NCLT approval date till the closing date as defined in the resolution plan. Thereafter, implementation of approved resolution plan is carried out by IMC.

Appeals have been filed with Hon'ble NCLAT which are currently under adjudication, however, there is no stay granted by Hon'ble NCLAT.

The IMC in its meeting dated August, 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorising him to continue to operate all the bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the resolution plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 alongwith annexures issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved Resolution Plan and in accordance with the provisions of the Code.

The Company has filed the application for delisting of the Equity Shares, the perpetual debt instruments of SIFL and Non-Convertible Debentures ("NCDs") (including perpetual debt instruments) of SEFL from the respective stock exchanges i.e. National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) in terms of steps for the implementation as provided in the approved resolution plan. In the delisting application dated September 28, 2023, SIFL and SEFL has informed the exchanges that the record date for determination of eligible securities holders for such securities is October, 6 2023 and that any payout to such eligible security holders of debts will be made in terms of resolution plan.

As at September 30, 2023, the Companies are in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

2. The above unaudited consolidated financial results of SIFL, its subsidiaries and trust together referred to as "the Group" for the quarter and six months ended September 30, 2023 have been taken on record by the Implementation and Monitoring Committee at its meeting held on



November 9, 2023 Since the Administrator has taken charge of the affairs of the Company and SEFL on October 4, 2021, the Administrator is not liable or responsible for any actions and has no personal knowledge of any such actions of the Company or SEFL prior to his appointment and has relied on the position of the financial results of the Company and SEFL as they existed on October 4, 2021. Regarding information pertaining to period prior to October 4, 2021 the Administrator has relied upon the explanations, clarifications, certifications, representations and statements made by the existing management team ('the existing officials of SIFL and SEFL'), who were / are also part of SIFL and SEFL prior to the appointment of the Administrator. It was also incumbent upon the Resolution Professional, under Section 20 of the Code, to manage the operations of the Company as a going concern.

As part of the CIRP, the Administrator has initiated audits/reviews relating to the processes and compliances of the SIFL and SEFL and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. The Administrator of the Company had received certain account wise transaction audit reports from the professional agency appointed as the transaction auditor indicating that in SEFL there are transactions amounting to ₹ 18,373 crores which are fraudulent in nature under section 66 of the Code including transactions amounting to ₹ 1,227 crores determined as undervalued transactions. Accordingly, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble National Company Law Tribunal (NCLT) on various dates till September 19, 2023 for adjudication. The Company in the earlier periods had created provision and impairment reserve to the extent of 100% of gross exposure on such accounts, despite having some underlying securities as a matter of abundant prudence. As of September 30, 2023, the Company still maintained provision and impairment reserve to the extent of 100 % of gross exposure on such accounts. In addition to the above, basis the transaction audit reports from the professional agency appointed as the transaction auditor, the Administrator has filed an application under section 60(5) and section 66 of the Code before the Kolkata Bench of the Hon'ble NCLT on November 18, 2022 for an amount of ₹ 848 crores, being the net shortfall in payments to SEFL's lenders who were assigned the Pool Loans as on September 30, 2021 for adjudication.

The transaction audit has been completed and the necessary impact of the same has been incorporated in these consolidated financial results.

The above consolidated financial results of the Company for the quarter and six months ended September 30, 2023 were subjected to limited review by the Statutory Auditors, S K Agrawal & Co Chartered Accountants LLP, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations').

3. Non recognition of Interest Income on transactions reported under section 60(5) and section 66 of the Code

During the quarter ended September 30, 2022, as a matter of prudence, SEFL had adopted a policy in respect of the borrowers whose transactions with SEFL are determined as fraudulent, basis transaction audit reports, not to recognise the income on such accounts from the start of the quarter in which such transactions are reported as fraudulent by SEFL. Further, in case of transactions determined as fraudulent in previous periods prior to the adoption of this policy, no income is being recognised w.e.f. July 1, 2022 in all such cases. Had the policy not changed, the interest income would have been higher by ₹ 230 crores and ₹ 472 crores for the quarter ended and six months ended September 30, 2023 respectively. Consequently, the ECL provision would also have been higher by ₹ 230 crores and ₹ 472 crores for the quarter ended and six months ended September 30, 2023, resulting in no change in the loss for the quarter ended September 30, 2023 respectively.

4. Loan loss provisioning

SEFL on the basis of abundant prudence, had decided to make provision to the extent of interest income recognised during the respective quarter on Net Stage - III accounts. Accordingly, the Company has made a total provision of ₹ 63 crores on such accounts for six months ended September 30, 2023. This has resulted in increase in Impairment on Financial Instruments (Net) by ₹ 63 crores and thereby increase in loss by ₹ 63 crores for six months ended September 30, 2023. Based on the ECL policy, the Company has made ECL provision aggregating to ₹ 23 crores and ₹ 79 crores for the quarter and six months ended September 30, 2023.

Further, in terms of paragraph 2 (b) of Annex to the guidelines DOR (NBFC), CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 issued by RBI on Implementation of Indian Accounting Standards for Non-Banking Finance Companies and Asset Reconstruction Companies, SEFL has also considered provision amounting to ₹ 54 crores for the quarter and six months ended September 30, 2023 under Income Recognition, Asset Classification and Provisioning Norms, considering the overall impairment reserve. Such provision is also over and above ECL provision as stated above and has been accounted as 'Impairment Reserve'. In cases where the ECL provision and the impairment reserve made in earlier periods was more than the gross exposure, the Company made a lesser provision under the ECL, so as to restrict the net exposure at ₹ Nil. since no withdrawal from such impairment reserve is permitted. If the loan loss provisioning would have been provided without considering the impairment reserve as mentioned above, the loss before tax for the quarter and six months ended September 30, 2023 would have increased by ₹ 22 crores and ₹ 80 crores, and correspondingly impairment reserve of ₹ 22 crores and ₹ 80 crores would have been transferred to retained earnings, thereby having no impact on shareholders' fund.

As a part of the CIRP process, the Administrator had appointed two (2) independent valuers to conduct the valuation of the assets of the Company & SEFL and assets/collateral held as securities as required under the provisions of the Code. Accordingly, the financial results,



disclosures, categorisation and classification of assets are subject to the outcome of such valuation, which shall be on and culmination of the CIRP process and implementation of resolution plan on the closing date.

5. Non provisioning of Interest

Pursuant to the admission of the SIFL and SEFL under CIRP, SIFL and SEFL have not provided for interest amount of ₹ 729 crores for the quarter ended September 30, 2023, ₹ 1278 crores for the quarter ended June 30, 2023, ₹ 1168 crores for the quarter ended September 30, 2022 and ₹ 4720 crores for the year ended March 31, 2023 on Borrowings since insolvency commencement date i.e. October 8, 2021 as per provisions of the Code in respect of the Company's obligation for interest and principal amount for all the borrowings.

As highlighted in Note 1, the resolution plan has been approved by Hon'ble NCLT vide order dated August 11, 2023. As at September 30, 2023, both SIFL and SEFL are in the process of incorporating the impact of the referred approved resolution plan and the entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

Had the interest been accrued on borrowings as aforesaid, the consolidated loss before tax for the quarter ended September 30, 2023 would have resulted in loss before tax of ₹ 834 crores, for the quarter ended June 30, 2023 would have resulted in loss before tax of ₹ 1348 crores, for the quarter ended September 30, 2022 would have resulted in loss before tax of ₹ 4363 crores and for year ended March 31, 2023 would have resulted in a loss before tax of ₹ 15829 crores.

6. Business Transfer Agreement and Scheme of Arrangement

During the year 2019-20, SIFL and SEFL entered into a Business Transfer Agreement ('BTA') to transfer the Lending Business, Interest Earning Business and Lease Business of the Company together with associated employees, assets and liabilities (including liabilities towards issued and outstanding non - convertible debentures) (Transferred Undertaking), as a going concern by way of slump exchange to SEFL pursuant to the BTA, subject to all necessary approvals. Accordingly, the Company and SEFL passed the relevant accounting entries in their respective books of account to reflect the slump exchange w.e.f. October 1, 2019 while allotment of shares by SEFL was made on December 31, 2019. The superseded Board of directors and erstwhile management of the Company, as existed prior to the appointment of the Administrator, had obtained external expert legal and accounting opinions in relation to the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and framework.

During the year 2020-2021, SEFL had filed two (2) separate applications under Sec. 230 of the Companies Act, 2013 ('the Act') before the Hon'ble NCLT, Kolkata vide applications no. CA 1106/KB/2020 and CA 1492/KB/2020 proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders (Creditors). BTA, constituted an integral part of the Schemes.

The first scheme (i.e. CA 1106/KB/2020) sought for amongst other things "formal consent to be obtained from the required majority of the creditors of SEFL to the completed acquisition by way of slump exchange of the Transferred Undertaking from SIFL in terms of the BTA and consequential formal novation of the loans and securities already forming part of SEFL's liabilities and outstanding to the creditor."

The second scheme (i.e. CA 1492/KB/2020) sought for amongst other things restructuring of the debt due to certain creditors of SEFL including secured debenture holders, unsecured debenture holders, perpetual debt instrument holders, secured ECB lenders and unsecured ECB lenders and individual debenture holders.

Pursuant to the directions of Hon'ble NCLT vide order dated October 21, 2020, the superseded Board of directors and erstwhile management of SIFL and SEFL had maintained status quo on the Scheme including accounting of BTA. The final order/s in connection with the Schemes was awaited from Hon'ble NCLT at that time.

Both the schemes of arrangement were rejected by the majority of the creditors during the meetings held pursuant to the Hon'ble NCLT's directions dated October 21, 2020 and December 30, 2020 respectively. Further, certain appeals were filed by rating agencies in the matter relating to the second scheme of arrangement (i.e. CA 1492/KB/2020).

An application of withdrawal was filed by the Administrator in this matter in Hon'ble NCLAT which has been allowed by NCLAT by an order dated February 11, 2022.

In terms of the resolution plan as approved by Hon'ble NCLT vide its order dated August 11, 2023, for the ease of continuation of the businesses of the Company as going concern and for the purposes of accounting, the slump exchange undertaken between the SIFL and SEFL shall be considered to be effective from the effective date as provided under the Business Transfer Agreement dated August 16, 2019 (as amended), entered into between SEFL and SIFL, except as provided expressly in this Resolution Plan. It is also clarified that this treatment would be without prejudice to the rights of the COC to pursue any legal actions in respect of such slump exchange, against the erstwhile Promoters or the Promoter Group.



7. Consolidated Resolution Plan

In view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and SEFL, the Administrator, after adopting proper procedure, had filed applications before the Hon'ble NCLT in the insolvency resolution processes of SIFL and SEFL (IA No. 1099 of 2021 under CP.294/KB/2021 and IA No. 1100 of 2021 under CP.295/KB/2021).

The application in this matter was admitted and the final order received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of SIFL and SEFL. The Consolidated CoC took on record three Resolution Plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to e-voting. The Consolidated CoC took on record the results of the e-voting in CoC meeting held on February 15, 2023, and the resolution plan submitted by National Asset Reconstruction Company Limited (NARCL) was duly approved by CoC by majority voting under section 30(4) of the IBC read with Regulation 39(3) of CIRP Regulations, 2016, thereby, declaring NARCL as Successful Resolution Applicant (SRA). The resolution plan of NARCL approved by the Consolidated CoC was filed before Adjudicating Authority on February 18, 2023 for its approval. The Administrator had also filed all the necessary legal and regulatory approvals before the Adjudicating Authority.

The resolution plan of NARCL has been approved by Hon'ble NCLT vide its Order dated August 11, 2023. As part of the said NCLT order, the administrator shall stand discharged from his duties with effect from the order dated August 11, 2023, save and except the duties envisaged in the resolution plan.

In terms of the approved resolution plan, an Implementation and Monitoring Committee has been constituted ("IMC") which is inter alia empowered to supervise the implementation of the approved resolution plan and oversee the management of the affairs of the Companies as per the terms of the approved resolution plan.

The IMC in its meeting dated August, 16, 2023 passed a resolution appointing the Administrator as Chairman of IMC and authorising him to continue to operate all the bank accounts and undertake various activities as are required to ensure the Company's status as a going concern during the implementation of the resolution plan.

IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, has taken certain steps including making payments to various stakeholders in terms of the approved resolution Plan.

As at September 30, 2023, both SIFL and SEFL are in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

8. Payment to lenders/others

CIRP had been initiated against SIFL and SEFL, as stated in Note No. 1 and accordingly, as per the Code, the Administrator had invited the financial/operational/other creditors to file their respective claims as on October 8, 2021 (i.e. date of commencement of CIRP). As per the Code, the Administrator has to receive, collate and verify all the claims submitted by the creditors of SIFL and SEFL.

Admission of claims of the financial/ operational/ other creditors received by the Administrator is completed and the effect of the same have been given in the books of account.

The resolution plan of NARCL has been approved by Hon'ble NCLT vide order dated August 11, 2023 and as per the resolution plan IMC has been constituted. IMC has received the Implementation Notice dated September 22, 2023 from NARCL in terms of the approved resolution plan and referring to the Reallocation Notice dated 21st September, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice) notifying the Effective Date as September 22, 2023, being the date on which NARCL, as the Resolution Applicant proposed to commence the Steps set out in Section 4 (Steps of Implementation). The Company, on instructions of the IMC, taken certain steps including making payments to various stakeholders in terms of the approved resolution plan.

9. The approved financial statements of Trinity Alternative Investment Managers Limited (Trinity) and its two subsidiaries, viz. Hyderabad Information Technology Venture Enterprises Limited and Cyberabad Trustee Company Private Limited for the quarter ended June 30, 2022 onwards have not been received from Trinity despite written request and follow ups. The consolidated financial statement for the quarter and six months ended 30 September 2023, has been prepared considering balance sheet of Trinity and its two subsidiaries as of 31 March 2022, being the last audited balance sheet available from the management of respective companies. SIFL Nominee Director (existing Shareholder Director) called the Board Meeting of Trinity, however, the management of Trinity did not provide the requisite document and infrastructure to



hold the meeting and under constraint, the Board Meeting could not be conducted. The possible impact on the consolidated financial results with respect to the aforesaid subsidiaries is not ascertainable.

10. Fair value of Investment

- i. Trinity is managing five funds in which the Company has invested. As per Clause 23 (1) of AIF Regulations, 2012, Investment Managers are mandated to provide NAV at least once in every six months. However, despite of several follow-ups, Trinity had not provided NAV of any funds in which SIFL had investments as on September 30, 2023. The Company continued to value the investments in those Funds at the NAV provided as on March 31, 2023 amounting to ₹ 242 crores as on September 30, 2023. The Company is unable to ascertain the impact of change in fair valuation of Funds for the quarter and six months ended 30 September 2023.
- ii. **Fair value on units of Infra Construction Fund**
Out of investments in five funds as mentioned in point 10(i), the Company is holding 18,80,333 units in Infra Construction Fund (ICF), managed by Trinity Alternative Investments Managers Limited (Trinity). The Company arrives at the fair valuation of units of ICF based on the NAV of the units provided by Trinity. ICF has made investments in equity shares of India Power Corporation Limited (IPCL) which are pending allotment. Trinity has considered the weighted average of market value, profit earning capacity value and book value of shares of IPCL as on March 31, 2023 for arriving at the NAV of ICF.
- iii. Subsequent to amalgamation of DPSC Ltd with erstwhile IPCL, the Company is entitled to an allotment of 10,55,24,100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013 as the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL. The market value of IPCL shares as on September 30, 2023 i.e., ₹ 185 crores have been considered as Fair value in the books of account of the Company. The matter relating to the allotment of equity shares of IPCL to the Company and ICF is pending due to non-compliance of SEBI Regulations by IPCL.

11. Going Concern

SIFL and SEFL had reported losses during the quarter and six months ended September 30, 2023 and earlier year/periods as well. Hence, the net worth of the Companies has fully eroded. There is persistent severe strain on the working capital and operations of the Companies and it is undergoing significant financial stress. As stated in Note No. 1, CIRP was initiated in respect of both Companies w.e.f. October 8, 2021. The resolution plan of NARCL was approved by Hon'ble NCLT vide order dated August 11, 2023. In terms of the resolution plan, IMC was constituted. IMC has received the Implementation Notice dated September 22, 2023 from NARCL as per approved resolution plan terms and referring to the Reallocation Notice dated September 21, 2023 issued by the Committee of Creditors (CoC) (CoC Re-allocation Notice). NARCL notified the Effective Date (being the date on which NARCL proposed to commence the Steps set out in Section 4 (Steps of Implementation)) as September 22, 2023. In accordance with the Implementation notice, IMC is carrying out defined steps as stipulated in the approved resolution plan. IMC further requires the Administrator to, among other things, run the Company as a going concern during the implementation of the resolution plan.

12. Probable Connected / Related Companies

RBI in its inspection report and risk assessment report (the directions) for the year ended March 31, 2020 had identified 'certain borrowers' as probable connected/related companies. In the directions, SIFL and SEFL have been advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to SIFL or to SEFL and also whether these are on arm's length basis.

It has been brought to the Administrator's notice that the erstwhile management of SIFL and SEFL had taken legal view to determine whether such borrowers are related parties to SIFL or SEFL. Based on the legal view, the erstwhile management was advised and had therefore come to the conclusion that the SIFL or to SEFL have no direct or indirect control or significant influence (as per the Companies Act, 2013 and Ind AS) over such borrowers and are not under common control and accordingly, are not a related party of SIFL or SEFL. The erstwhile management had also obtained an assessment report on the review & verification of the transactions with the aforesaid probable connected/related companies from an independent Chartered Accountant firm, which states that the transactions of SIFL or to SEFL with probable connected parties were done at arm's length principles and are in the ordinary course of business and that such parties are not related parties of SIFL or SEFL under the Act or Ind AS 24.

Further, in view of RBI directions, in line with arm's length principles, the erstwhile management of SEFL was in the process of re-assessing & re-negotiating terms and conditions with the aforesaid borrowers and all other borrowers, who have been granted loans with moratorium period and at interest rate which is linked with the cash flows of the project while ensuring that the overall yield is maintained. However, the same was not concluded and meanwhile SIFL and SEFL went into CIRP.



The total gross exposure towards such borrowers in SEFL is ₹ 11,163 crores and ₹ 11,150 crores as on September 30, 2023 and as on March 31, 2023 respectively and the total exposure (net of impairment) towards such borrowers is ₹ 561 crores and ₹ 532 crores as on September 30, 2023 and as on March 31, 2023 respectively.

However, the Administrator is not in a position to comment on the views adopted by the erstwhile management of the Company in relation to the findings of the directions since these pertain to the period prior to the Administrator's appointment. As a part of the CIRP, the Administrator has initiated transaction audits/reviews relating to the process and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code.

Out of Accounts referred by the RBI in the directions, the Administrator has received account wise transaction audit reports, which has identified certain transactions as fraudulent in nature under section 66 of the Code, including undervalued transactions, the gross exposure of such borrowers in SEFL amounts to ₹ 10,425 crores and ₹ 10,453 crores as on September 30, 2023 and as on March 31, 2023 respectively and the total exposure (net of impairment) towards such borrowers is ₹ Nil and ₹ Nil crores as on September 30, 2023 and as on March 31, 2023 respectively. In respect of such accounts, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble NCLT on various dates for adjudication. Since, the entire loan portfolio was transferred by SIFL to SEFL under BTA (referred in Note no. 7 above), the afore-mentioned transactions are appearing in the books of SEFL currently. SEFL has also made 100 % impairment on such accounts. The transaction audit has been completed and the necessary impact of the same have been incorporated in these consolidated financial results.

13. As on March 31, 2021, SIFL and SEFL were having funds amounting to ₹ 5.76 crores in relation to the Corporate Social Responsibility ('CSR') which were unspent. These unspent amounts as per the requirements of Section 135 of the Act were to be transferred to funds specified under Schedule VII to the Act within a period of 6 months. However, the domestic lenders of SIFL and SEFL had stipulated TRA mechanism effective November 24, 2020, pursuant to which all the payments being made by SIFL and SEFL were being approved/released based on the TRA mechanism. SIFL and SEFL are not able to transfer the aforesaid unspent CSR amount as per the requirements of Section 135 of the Act. SIFL and SEFL have written letters to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of SIFL and SEFL under portions of Section 135(5) and Section 135(7) of the Act. The reply from MCA in this regard is still awaited.

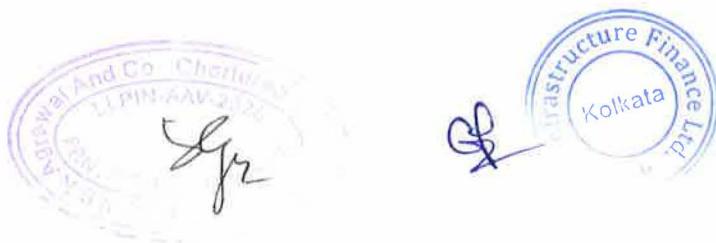
After NCLT order dated 11th August 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, any payment in relation to above will be made as per the approved resolution plan.

14. As per Regulation 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the secured redeemable non-convertible debentures as on September 30, 2023 of SEFL are secured by first pari-passu charge by mortgage of immovable property(s) at West Bengal / Tamil Nadu. SEFL had filed necessary e-forms for Debenture Trust Deed (DTD) novated from SIFL with ROC but the same have not been approved as stated in Note No.16 (except for one ISIN wherein principal outstanding is ₹ 0.59 crores only, which was secured by immovable properties located at West Bengal and Delhi being in the books of Controlla Electrotech Pvt Limited and SIFL respectively for which necessary e-form post novation is not filed with ROC as stated in Note No.15) and exclusive and/or specific charge on the specific & identified receivables of the Company. Security cover available as on September 30, 2023, net of provisions as per Ind AS norms excluding provisions made under IRACP is 34.83% of the principal and interest amount of its secured redeemable non-convertible debentures. As a part of the CIRP process the Administrator had appointed two (2) independent valuers to conduct the valuation of the assets of the Company and assets/collateral held as securities as required under the provisions of the Code. Accordingly, the percentage of security cover given above is subject to the outcome of such valuation, which shall be on culmination of the CIRP process and implementation of resolution plan on the closing date. SEFL has not been able to maintain the security cover as stated in the Information Memorandum/Debenture Trust Deeds etc.

The aforesaid security cover is calculated after considering the repayment of principle made till September 30, 2023 as per the terms of resolution plan duly approved by Hon'ble NCLT dated August 11, 2023 and implementation notice dated September 22, 2023 issued by NARCL. As at September 30, 2023, both the Companies are in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

15. As stated in Note no. 6, SEFL had acquired borrowings (including secured borrowings and NCDs) from SIFL and charges created with ROC in relation to such borrowings were to be transferred in the name of SEFL.

In relation to the above, cases where the novation agreements were signed by the lenders / trustees pursuant to Slump Exchange Transaction between SIFL to SEFL, necessary e-forms w.r.t. charges have been filed by SEFL with the Registrar of Companies, Kolkata (ROC) except for one ISIN whereby principal outstanding is ₹ 0.59 crores only.



However, above charges filed by SEFL have not been approved by the ROC. Hence, the charges which were originally created in the name of SIFL for such secured borrowings are still continuing so in the records of ROC.

Further, with respect to certain borrowings where, though borrowed facilities have been repaid in full, charge satisfactions are still pending. This pendency is mainly on account of non-receipt of NOC from lenders etc. / completion of satisfaction formalities.

As at September 30, 2023, the Company is in the process of incorporating the impact of the referred approved resolution plan. The entire impact of the said resolution plan shall be given effect on the closing date as defined in the resolution plan.

16. As per section 125 of the Act, the Company and SEFL are required to transfer certain amount lying unpaid, for 7 years, to Investor Education Protection Fund ("IEPF"). Prior to the date of commencement of CIRP i.e. October 8, 2021 (CIRP commencement date) an amount of ₹ 18,574/- in SEFL and post commencement of CIRP, an amount of ₹ 7,70,634/- was transferable by SEFL and ₹ 4,84,877/- was transferable by SIFL to IEPF in terms of section 125 of the Act till September 6, 2022 (due date) which has remained unpaid till date.

During the CIRP period, the Company and SEFL were unable to comply with the provision of Section 125 of the Act as they need to comply with the General Circular No. 08/ 2020 issued by the Ministry of Corporate Affairs (MCA) dated March 6, 2020 captioned "Filing of forms in the Registry (MCA-21) by the Insolvency Professional (Interim Resolution Professional (IRP) or Resolution Professional (RP) or Liquidator) appointed under Insolvency Bankruptcy Code, 2016 (IBC, 2016)" which states that in respect of companies which are marked under CIRP in the Registry, Annual Return (e-form No.MGT-7) and Financial Statement (e-form AOC-4) and other documents under the provisions of the Companies Act, 2013, in accordance with directions issued by the NCLT/ NCLAT / Courts, shall be filed as attachments with e-form GNL-2 against the payment of one time normal fee only, till such time SIFL and SEFL remain under CIRP. Separate GNL-2 forms shall be filed for each such document, by the IRP/ RP. However, since the GNL -2 form is not linked with IEPF -1, the Company is unable to generate SRN for payment to IEPF authorities. Due to the said technical difficulty, SIFL and SEFL could not comply with the provisions of Section 125 & other applicable provisions of the Act. SIFL and SEFL have requested for guidance from IEPF authorities. The authorities are yet to revert on the same.

After NCLT order dated August 11, 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, the unpaid amount shall be given effect as per terms of approved resolution plan.

17. SIFL is unable to transfer 66,215 Equity shares pertaining to the Financial Year 2014-15, due for transfer to the Investor Education and Protection Fund in accordance with the applicable provisions of section 124 of the Act read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 because of inability of the Company to file GNL -2 form due to technical reasons as stated in Note no. 18 above. The Company has requested for guidance from IEPF authorities and also requested them to file claim for pre CIRP amount. The authorities are yet to revert on the same.

After NCLT order dated August 11, 2023, approving the Resolution Plan submitted by National Asset Reconstruction Company Limited, the unclaimed equity shares shall be given effect as per terms of approved resolution plan.

18. Based on the directions of RBI, during year ended March 31, 2022, SEFL had made provision amounting to ₹ 98 crores and ₹ 50 crores in respect of direct tax cases and indirect tax cases respectively where SEFL was under various stages of appeal with the relevant tax authorities. Further during the quarter and six months ended September 30, 2023, SEFL has received appellate order pertaining to entry tax demand, whereby the Company has been granted relief to the extent of ₹ 0.17 crores from the original demand of ₹0.19 crores. Accordingly, the provision has been reduced to such extent. These amounts which have been provided for were appearing under 'Contingent Liabilities' earlier. Since, the provision, as aforesaid, has been done on the directions of RBI, SEFL has not assessed whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- 'Provisions, Contingent Liabilities and Contingent Assets'.
19. SEBI vide its Adjudication Order No. Order/DS/DK/ 2022-23 /20903- 20964 dated October 31, 2022 ('Order'), in the matter of Religare Enterprises Limited had imposed a penalty of ₹ 35 lakhs on SIFL and ₹ 5 lakhs on SEFL payable within 45 days from the date of receipt of the Order. However, vide its Corrigendum to Order dated 30th November, 2022; SEBI has clarified that the said period of 45 days shall not be applicable in respect of SIFL and SEFL due to the CIRP proceedings pending against it. The said penalty is payable subject to the outcome of the appeal filed by SEBI in the Diwan Housing Finance Limited case matter in the Hon'ble Supreme Court (Appeal No. 206 of 2020) and in terms of the approved resolution plan. Hence, no provision has been made in the respective books of account of both the Companies.
20. Based on the information available in the public domain, some of the lenders have declared the bank account of SIFL and SEFL as fraud. However, in case of one of the lender, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. Thereafter vide order dated May 15, 2023, the



application was disposed off and the Order declaring the account of SIFL and SEFL as fraud was set aside. Further, liberty was granted to the banks to proceed ahead in accordance with the direction given in the aforesaid order.

21. Details of loan transferred / acquired by SEFL during the six months ended September 30, 2023 pursuant to RBI Master Direction RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 on 'Transfer of Loan Exposures are given below:

- (a) SEFL has not transferred or acquired any loans not in default during the quarter and six months ended September 30, 2023.
 (b) SEFL has not transferred or acquired any stressed loan during the quarter and six months ended September 30, 2023.
 (c) Details on recovery ratings assigned for Security Receipts as on September 30, 2023.

Recovery Ratings	Anticipated recovery as per recovery rating	Amount (₹. in crores)
RR1	100%-150%	144
RR2	75%- 100%	191
RR5*	0%- 25%	-

* The last available recovery rating is as at August 28, 2020.

22. Disclosures as required by RBI circular dated August 6, 2020 'Resolution Framework for Covid-19 - related Stress' are as below for the six months ended September 30, 2023

(₹ in Crores)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A), amount written off during the half-year	Of (A), amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the this half-year
Personal Loans	-	-	-	-	-
Corporate persons*	20	-	-	7	13
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	20	-	-	7	13

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016.

23. The Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigation on office premises of SIFL and SEFL. The Companies and their officials are co-operating and providing the required information/ documents as available.
24. The Ministry of Corporate Affairs (MCA) vide its letter April 18, 2023 has initiated inspection into the affairs of SIFL and SEFL and has sought information and documents under Section 206(5) of the Act. The Companies have provided necessary documents as required by MCA.
25. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended, has been given in Annexure 1.



26. The figures for second quarter in each of the financial years are the balancing figures between figures in respect of the six months and the year to date figures upto the end of the first quarter of the respective financial year.
27. Previous period/year figures have been regrouped/rearranged, wherever considered necessary, to conform to the classification of the current period / year.

Place: Kolkata
Date : November 9, 2023



For Srei Infrastructure Finance Ltd.

A handwritten signature in blue ink, appearing to be "Rajneesh Sharma".

RAJNEESH SHARMA
(Acting as Chairman of the Implementation
and Monitoring Committee)

A small handwritten signature in blue ink, possibly initials.

A circular purple ink stamp for S.K. Advaita And Co. Chartered Accountants. The text "S.K. Advaita And Co. Chartered Accountants" is visible around the perimeter. A handwritten signature in blue ink is written over the stamp.

Annexure I

Ratios on Consolidated Financial disclosed pursuant to regulation 52(4) of SEBI(Listing Obligation and Disclosure Requirements) Regulations 2015, as amended

	Particulars	Quarter ended			Half Year ended		Year ended
		30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	Mar 31,2023
		Unaudited	Audited	Unaudited	(Unaudited)	(Unaudited)	Audited
1	Debt equity ratio (No of times) (Note 1)	N A	N A	N A	N A	N A	N A
2	Debt service coverage ratio (Note 8)	N A	N A	N A	N A	N A	N A
3	Interest service coverage ratio (Note 8)	N A	N A	N A	N A	N A	N A
4	Outstanding redeemable preference shares (Nos in Lakhs)	-	-	-	-	-	-
5	Outstanding redeemable preference shares (Values)	-	-	-	-	-	-
6	Capital redemption reserve	-	-	-	-	-	-
7	Debenture redemption reserve (₹ in Lakhs)	10,222	10,222	10,222	10,222	10,222	10,222
8	Networth (₹ in Lakhs) (Note 2)	(24,34,499)	(24,18,571)	(20,80,423)	(24,34,499)	(20,80,423)	(24,11,427)
9	Net Profit/(Loss) after tax (₹ in Lakhs)	(10,504)	(6,976)	(3,19,494)	(17,480)	(7,79,877)	(11,10,899)
10	Earnings per share (in ₹)	*(2.09)	*(1.39)	*(63.51)	*(3.47)	*(155.02)	(221)
11	Current ratio (Note 8)	N A	N A	N A	N A	N A	N A
12	Long term debt to working capital (Note 8)	N A	N A	N A	N A	N A	N A
13	Bad debts to account receivable ratio (Note 8)	N A	N A	N A	N A	N A	N A
14	Current liability ratio (Note 8)	N A	N A	N A	N A	N A	N A
15	Total debts to total assets (%) (Note 3)	223.23%	207.06%	169.50%	223.23%	169.50%	206.03%
16	Debtor turnover ratio (Note 8)	N A	N A	N A	N A	N A	N A
17	Inventory turnover (Note 8)	N A	N A	N A	N A	N A	N A
18	Operating margin (%) (Note 8)	N A	N A	N A	N A	N A	N A
19	Net profit/(loss) margin(%) (Note 4)	(61.41)%	(36.92)%	(694.31)%	(48.56)%	(738.88)%	(719.40)%
Sector Specific Ratios							
20	Gross Non Performing Assets % ("GNPA") (Note 5)	97.54%	97.09%	88.65%	97.54%	88.65%	96.92%
21	Net Non Performing Assets % ("NNPA")(Excl. impairment Reserve) (Note 6)	93.20%	92.06%	76.24%	93.20%	76.24%	91.80%
22	Net Non Performing Assets % ("NNPA")(Incl. impairment Reserve) (Note 6)	85.32%	83.32%	62.52%	85.32%	62.52%	83.48%
23	Provision Coverage Ratio % ("PCR")(Excl. impairment Reserve)(Note 7)	65.37%	65.28%	58.92%	65.37%	58.92%	64.38%
24	Provision Coverage Ratio % ("PCR")(Incl. impairment Reserve) (Note 7)	85.31%	85.04%	78.64%	85.31%	78.64%	83.91%

* Not Annualised

Note:

Informa

Formula

- Debt equity ratio is not determinable as equity is negative
- Net worth has been calculated as defined in Section 2(57) of the Companies Act, 2013.
- Total debts to total assets (%) = (Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities) / Total Assets
- Net profit/(loss) margin (%) = Profit/(loss) after Tax / Total Revenue from Operations
- Gross Non Performing Assets ("GNPA") (%) = Gross Stage III / Gross Advances, where gross advances represents Loans, Trade Receivables and Net Block of Assets given on Operating Lease
- Net Non Performing Assets ("NNPA") (%) = Net Stage III / Net Advances, where net advances represents Loans, Trade Receivables and Net Block of Assets given on Operating Lease
- Provision Coverage Ratio ("PCR") (%) = NPA Provision / Gross NPAs
- The Company is Non Banking Financial Company registered under the Reserve Bank of India Act 1934. Hence these Ratios are generally not applicable

For SREI Infrastructure Finance Limited



Rajneesh Sharma

Acting as a Chairman of the Implementation & Monitoring Committee)

Place: Kolkata

Date: November 9, 2023

