

8<sup>th</sup> November 2023

The Bombay Stock Exchange Limited  
Listing /Corporate Listing Department  
Floor No. 25, P.J.Towers,  
Dalal Street,  
Mumbai-400001.

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting held on 08<sup>th</sup> November 2023  
Scrip Code-530139**

With reference to the above captioned subject, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, We are pleased to inform you that the Board of Directors of the Company at its Meeting held today, inter-alia, has approved and taken on record the Unaudited Financial Results for the Quarter/half year ended 30<sup>th</sup> September 2023 along with Limited Review Report issued by the Statutory Auditors of the Company,

Further it also approved the publication of Unaudited Financial Results in the newspaper and placing a copy of it on the website of the Company [www.kreon.in](http://www.kreon.in) .

A copy of Un-audited financial results, along with the Limited Review Report for the Quarter/Half year ended 30<sup>th</sup> September, 2023 are attached herewith.

The meeting commenced at 3.30 P.M. and concluded at 5:30 P.M.

Kindly consider the same for your records.

Thanking You,

Yours Faithfully,

For **Kreon Financial Services Limited**

**Vidyalakshmi R**  
**Company Secretary and Compliance Officer**



# DARPAN & ASSOCIATES

CHARTERED ACCOUNTANT

#11/2, Shyam Avenue, College Road, Nungambakkam, Chennai – 600006

Email: darpanassociates@gmail.com

## Limited Review Report

The Board of Directors of **Kreon Financial Services Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Kreon Financial Services Limited** (“the Company”) for the quarter and half year ended **30<sup>th</sup> September 2023** attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (listing obligations and Disclosure requirements) Regulations, 2015, as amended to date, except for the disclosures regarding ‘Public Shareholding’ and ‘Promoter and Promoter Group Shareholding’ which have been traced from disclosures made by the management and have not been reviewed by us.

The preparation of the statement is the responsibility of the company’s Management in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review of interim financial statement is limited primarily to inquiries of persons responsible for financial and accounting matters and analytical procedures applied to the financial data. It is substantially less in scope than an audit conducted in accordance with the generally accepted accounting standards, the objectives of which is expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder including the amendments, if any, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended to date, including the manner in which it is to be disclosed, or that it contains any material misstatement.

***For Darpan & Associates***  
***ICAI Firm Registration No.016156S***  
***Chartered Accountants***

DARPAN  
KUMAR JAIN



***Darpan Kumar***

***Partner***

***Membership No. 235817***

***UDIN: 23235817BGXQMT5983***

**Place : Chennai**

**Date : 08<sup>th</sup> November, 2023**

**M/s. KREON FINANCIAL SERVICES LTD**  
**Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvanniyur, Chennai - 600041**  
**CIN: L65921TN1994PLC029317**

**Unaudited Financial Results for the Quarter ended 30th September 2023**

Email Id: [info@kreon.in](mailto:info@kreon.in)

S.No	Particulars	(Rs.in Lakhs)					
		Quarter ended 30.09.2023	Quarter ended 30.06.2023	Quarter ended 30.09.2022	Half Year ended 30.09.2023	Half Year ended 30.09.2022	Year ended 31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Revenue from operations</b>						
(i)	Interest Income	12.59	13.29	18.26	25.88	53.67	66.19
(ii)	Fees & Commission Income	326.96	295.70	199.57	622.66	343.48	832.83
(v)	Other Operating Income	22.71	16.65	9.80	39.36	16.76	44.19
(I)	<b>Total Revenue from operations</b>	<b>362.26</b>	<b>325.64</b>	<b>227.63</b>	<b>687.90</b>	<b>413.91</b>	<b>943.21</b>
(II)	Other Income	4.50	4.03	6.16	8.53	7.53	18.54
(III)	<b>Total Income (I+II)</b>	<b>366.76</b>	<b>329.67</b>	<b>233.79</b>	<b>696.43</b>	<b>421.44</b>	<b>961.75</b>
	<b>Expenses</b>						
(j)	Finance Costs	12.23	13.05	11.70	25.28	23.32	45.28
(ii)	Employee Benefits Expenses	65.77	67.11	37.36	132.88	55.15	156.10
(iii)	Depreciation, amortization and impairment	16.78	16.39	13.58	33.17	16.13	54.05
(iv)	Bad debts	12.94	8.42	11.39	21.36	14.34	22.76
(v)	Provision for NPA & Standard Assets	21.99	24.69	4.19	46.68	8.19	31.30
(vi)	Others expenses (to be specified)	90.64	81.45	64.98	172.09	109.89	254.70
(IV)	<b>Total Expenses (IV)</b>	<b>220.35</b>	<b>211.11</b>	<b>143.20</b>	<b>431.46</b>	<b>227.02</b>	<b>564.19</b>
(V)	Profit / (loss) before exceptional items and tax (III-IV)	146.40	118.56	90.59	264.96	194.42	397.56
(VI)	Exceptional items	-	-	-	-	-	-
(VII)	<b>Profit/(loss) before tax (V -VI)</b>	<b>146.40</b>	<b>118.56</b>	<b>90.59</b>	<b>264.96</b>	<b>194.42</b>	<b>397.56</b>
(VIII)	Tax Expense:						1.75
	(1) Current Tax	2.65	-	-	2.65	-	-
	(2) Prior Period Tax	-	-	-	-	-	0.19
	(3) Deferred Tax	34.24	29.80	4.18	64.04	4.24	(62.38)
(IX)	Profit / (loss) for the period from continuing operations(VII-VIII)	109.51	88.76	86.41	198.27	190.18	458.00
(X)	Profit/(loss) from discontinued operations	-	-	-	-	-	-
(XI)	Tax Expense of discontinued operations	-	-	-	-	-	-
(XII)	Profit/(loss) from discontinued operations(After tax) (X-XI)	-	-	-	-	-	-
(XIII)	<b>Profit/(loss) for the period (IX+XII)</b>	<b>109.51</b>	<b>88.76</b>	<b>86.41</b>	<b>198.27</b>	<b>190.18</b>	<b>458.00</b>
(XIV)	<b>Other Comprehensive Income</b>						
	(A) (i) Items that will not be reclassified to profit or loss (specify items and amounts)	-	-	-	-	-	-
	*Investment in Equity Instruments	177.99	87.13	47	265.12	(180)	(307.95)
	*Defined Benefit Obligation	-	-	-	-	-	0.86
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(21.29)	(10.42)	(5.6)	(31.71)	21.51	36.61
	<b>Subtotal (A)</b>	<b>156.70</b>	<b>76.71</b>	<b>41.15</b>	<b>233.41</b>	<b>(158.30)</b>	<b>(270.48)</b>
	(B) (i) Items that will be reclassified to profit or loss: Gain/ (Loss) on valuation of shares	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Subtotal (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Other Comprehensive Income (A + B)</b>	<b>156.70</b>	<b>76.71</b>	<b>41.15</b>	<b>233.41</b>	<b>(158.30)</b>	<b>(270.48)</b>
(XV)	<b>Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and other Comprehensive Income for the period)</b>	<b>266.21</b>	<b>165.47</b>	<b>127.56</b>	<b>431.68</b>	<b>31.88</b>	<b>187.52</b>
(XVI)	<b>Paid up Equity Share Capital</b>	<b>2,022.20</b>	<b>1,362.30</b>	<b>1,058.60</b>	<b>2,022.20</b>	<b>1,058.60</b>	<b>1,362.30</b>
(XVII)	<b>Reserves excluding Revaluation Reserves</b>	<b>(31.66)</b>	<b>(141.17)</b>	<b>(259.54)</b>	<b>(31.66)</b>	<b>(259.54)</b>	<b>(229.77)</b>
(XVIII)	<b>Earnings per equity share (for continuing operations)</b>						
	Basic (Rs.)	0.54	0.65	0.83	1.17	1.80	4.22
	Diluted (Rs.)	0.54	0.44	0.43	1.17	0.94	2.62

**Notes to Un-audited Results:**

- The Un-audited results were reviewed by the Audit Committee and were approved by the board of Directors of the company at its meeting held on 08/11/2023.
- The company has carried out impairment of investments and necessary adjustments have been made in the financial results.
- Other Expenses(Q2 FY24) includes Marketing expenses of Rs.23.07 Lakhs, Tech Expenses of Rs. 22.38 Lakhs, Customer Engagement Charges of 19.83 Lakhs etc.,
- The company has not declared any interim Dividend.
- The company is primarily engaged in the business of financing and there are no separate reportable segments identified as per the Ind As 108 - Operating Segments.
- The figures have been re-grouped / re-classified / re- arranged where ever necessary to present better comparison.

Kreon Financial Services Limited

Place: Chennai

Date: 08/11/2023

Jaijash Tatia  
Whole Time Director  
DIN 08088029

**KREON FINANCIAL SERVICES LTD**

**Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvanniyur, Chennai - 600041**

**CIN: L65921TN1994PLC029317**

**STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2023**

*Amt in Rs.Lakhs*

	Particulars	Note No.	As at 30th September 2023 Unaudited	As at 31st March 2023 Audited
	<b>ASSETS</b>			
(1)	<b>Financial Assets</b>			
(a)	Cash and cash equivalents		708.72	138.00
	Bank balances other than Cash and Cash Equivalents		10.52	10.52
(b)	Receivables		-	-
(c)	Loans		2,976.18	2,391.57
(d)	Investments		389.55	124.43
(e)	Other Financial assets		3.18	4.15
			<b>4,088.16</b>	<b>2,668.67</b>
(2)	<b>Non-financial Assets</b>			
(g)	Current Tax Assets (Net)		15.05	2.00
(h)	Deferred Tax Assets (Net)		-	60.97
(i)	Property, Plant and Equipment		51.21	55.73
	Intangible assets under development		-	-
	Other Intangible Assets		151.42	168.30
(j)	ROU Asset		115.17	122.70
(k)	Other non-financial assets		7.88	10.33
(l)	Non-Current Assets held for sale		4.60	4.60
			<b>345.33</b>	<b>424.63</b>
	<b>Total Assets</b>		<b>4,433.49</b>	<b>3,093.30</b>
	<b>LIABILITIES AND EQUITY</b>			
	<b>LIABILITIES</b>			
(1)	<b>Financial Liabilities</b>			
(a)	Other Payables		3.69	7.19
(b)	Borrowings (Other than Debt Securities)		770.35	825.54
	Lease Liabilities		125.36	129.20
(c)	Other financial liabilities		28.40	26.06
			<b>927.79</b>	<b>987.99</b>
(2)	<b>Non-Financial Liabilities</b>			
	Provisions		2.59	2.59
(d)	Deferred tax liabilities(Net)		34.78	-
(e)	Other non-financial liabilities		21.08	20.50
			<b>58.45</b>	<b>23.09</b>
(3)	<b>EQUITY</b>			
(e)	Equity Share capital		2,022.20	1,362.30
(g)	Other Equity		1,425.06	719.92
			<b>3,447.26</b>	<b>2,082.22</b>
	<b>Total Liabilities and Equity</b>		<b>4,433.49</b>	<b>3,093.30</b>

**Kreon Financial Services Limited**

Place: Chennai  
Date: 08/11/2023

Jaijash Tatia  
Wholtime Director  
DIN:08085029



**KREON FINNANCIAL SERVICES LIMITED**

**Regd.Off: No.26, 22nd Street, Rathinam Nagar, Thiruvanniyur, Chennai - 600041**

**CIN: L65921TN1994PLC029317**

**CASH FLOW STATEMENT AS AT 30TH SEPTEMBER 2023**

<u>PARTICULAR</u>	No	for 6 months ended 30 09 2023 Rs. In Lakhs	for 6 months ended 30 09 2022 Rs. In Lakhs
<b><u>A. CASH FLOW FROM OPERATING ACTIVITIES</u></b>			
Net Profit before tax and extraordinary items		264.96	194.41
<b>Adjustments for :</b>			
Add : Miscellaneous Expenditure w/off			-
Add : Depreciation and Amortization		33.17	16.13
Add : Finance Costs		25.28	23.32
Add: Statutory Provision		46.68	8.19
Add: Bad Debts		21.36	14.34
Less: Others		-	7.55
		<b>391.46</b>	<b>263.94</b>
Operating Profit before working Capital Changes			
<b>Adjustments for:</b>			
Add : Net Increase/(Decrease) in current Liabilities		(3.50)	-
Add : Net Increase/(Decrease) in other Non-financial Liabilities		0.58	10.33
Add : Net Decrease/(Increase) in Financial Liabilities		2.34	166.33
Add : Net Decrease/(Increase) in Loans		(652.65)	(399.52)
Add : Net Decrease/(Increase) in Other Financial Assets		0.97	(48.44)
Decrease/(Increase) in Other Non-financial assets		2.45	(145.49)
Decrease/(Increase) in Current Tax Assets		(15.70)	6.17
Decrease/(Increase) in Current Assets		-	-
<b>Cash Flow From Operating activities</b>	<b>(A)</b>	<b>(274.06)</b>	<b>(146.68)</b>
<b><u>B. CASH FLOW FROM INVESTING ACTIVITIES</u></b>			
Purchase of Fixed Assets		(4.25)	(67.10)
Payment towards intangible assets under development		-	(40.06)
Proceeds from Sale of Investments		-	-
<b>Cash Flow From Investment Activities</b>	<b>(B)</b>	<b>(4.25)</b>	<b>(107.16)</b>
<b><u>C. CASH FLOW FROM FINANCE ACTIVITIES</u></b>			
Proceeds from Share Warrants		933.35	187.50
Proceeds from Borrowing (Net)		57.50	92.84
Repayment of Borrowings including interest cost		(131.91)	-
Payment of Lease Liabilities		(9.90)	-
Redemption of Bank Deposits		-	-
Investment in Bank Deposits		-	-
<b>Cash Flow From finance Activities</b>	<b>(C)</b>	<b>849.03</b>	<b>280.34</b>
<b>Increase / (Decrease) in cash and cash equivalent (A+B+C)</b>		<b>570.72</b>	<b>26.50</b>
Cash and cash Equivalents at the beginning of the year		138.00	138.86
Cash and cash Equivalents as on date		708.72	165.37
<b>Net Increase/(Decrease) in Cash Balances</b>		<b>570.72</b>	<b>26.50</b>

**Kreon Finnancial Services Limited**

**Jaijash Tatia**

**Whole Time Director**

**DIN: 08085029**

**Place:** Chennai

**Date:** 08/11/2023