



KERALA FINANCIAL CORPORATION

(INCORPORATED UNDER THE STATE FINANCIAL CORPORATIONS ACT No. LXIII OF 1951)

H.O. VELLAYAMBALAM, THIRUVANANTHAPURAM - 695033

Phone: 0471 - 2737500 (30 Lines) Fax : 2311750, 2318541, 2722090, 2313813

e-mail: kfc@kfc.org website : www.kfc.org

IS / ISO 9001



KFC/BOND/BSE /2018

21.05.2018

The Manager,
Bombay Stock Exchange Ltd.
Mumbai

Dear Sir,

Sub:- Half yearly report as on 30.09.2017

We are forwarding herewith the half yearly report as on 31.03.2018 along with the Noting certificate from our trustees, M/s. Catalyst Trusteeship Ltd and M/s. IDBI Trustee Services Ltd. Kindly acknowledge receipt of the same.

Yours faithfully

Asst General Manager (F&A)

SOYA, K
Asst. General Manager
Kerala Financial Corporation
Thiruvananthapuram - 695 033



കേരള വിനായകൻ കോർപ്പറേഷൻ

(1951 - ലെ സ്റ്റേറ്റ് വിനായകൻ കോർപ്പറേഷൻ ആക്റ്റ് നം. LXIII പ്രകാരം രൂപീകൃതമായത്)

വെള്ളയമ്പലം, തിരുവനന്തപുരം - 695033

CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, **Catalyst Trusteeship Limited** ("Debenture Trustee") hereby confirm that we have received and noted (without independent verification thereof) the information, as specified under Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Regulations"), provided to us by **Kerala Financial Corporation** for the Half year ended on March 31, 2018.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

**For Catalyst Trusteeship Limited
(Formerly GDA Trusteeship Limited)**


Authorized Signatory

Date: 10.05.2018



No. 1488 /ITSL/OPR/2018-19
May 15, 2018

To,
Kerala Financial Corporation,
H.O. Vellayambalam,
Thiruvananthapuram – 695033,

Dear Sir,

Sub: Letter of Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended March 31, 2018

This has reference to the 9.99% Non SLR Bond issue Series 1/2011 issued by **Kerala Financial Corporation** (“**Issuer**”) wherein IDBI Trusteeship Services Limited is acting as the Debenture Trustee and listed on the Bombay Stock Exchange (BSE) (“**Listed Debt Securities**”).

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Issuer is required to submit the documents required there along with its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (IDBI Trusteeship Services Limited) that the Debenture Trustee has noted the contents furnished by the Issuer as per Regulation 52(4).

In pursuance thereof we hereby confirm that we have received the aforesaid information through your letter bearing no. KFC/F&A/BOND/2018 dated May 03, 2018 and we have noted the contents provided therein.

Thanking you,

Yours faithfully

For **IDBI Trusteeship Services Limited**

Authorised Signatory






KERALA FINANCIAL CORPORATION

(INCORPORATED UNDER THE STATE FINANCIAL CORPORATIONS ACT No. LXIII OF 1951)

H.O. VELLAYAMBALAM, THIRUVANANTHAPURAM - 695033

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IS / ISO 9001



KFC/F&A/BOND/ 2018

03.05.2018

M/s. IDBI Trustee Services Ltd
Asian Building, Ground Floor, 17, R,
Kamani Marg, Ballard Estate,
Mumbai - 400 001
Phone: +91 22 40807000, Fax: 66311776

Dear Sir,

Sub: Statutory Compliance – Half Yearly Report for the half year ended 31.03.2018

In compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting the information as given below.

- a) Un-audited financial results for the half year ended as on March 31, 2018 – Enclosed
- b) Credit rating and change in credit rating (if any) - BWR A – (SO) from M/s. Brick work Rating Agency P Ltd dated 31.01.2018 for the 9.99% Series 1/2011 Non SLR Bond Issue
- c) Asset cover available, in case of non-convertible debt securities- NA
- d) Debt-equity ratio- 4.32
- e) Previous due date for the payment of interest / dividend for non-convertible redeemable preference shares / repayment of principal of non-convertible preference shares / non-convertible debt securities and whether the same has been paid or not; - As per Annexure A
- f) Next due date for the payment of interest / dividend of non-convertible preference shares / principal along with the amount of interest / dividend of non-convertible preference shares payable and the redemption amount- As per Annexure B
- g) Debt service coverage ratio-0.68
- h) Interest service coverage ratio- 1.22
- i) Outstanding Redeemable Preference shares – NIL
- j) Debenture redemption reserve- As per Annexure C
- k) Net worth- Rs.466.80 crore
- l) Net profit after tax- Rs.34.15 crore
- m) Earnings per share- Rs. 15.39

For Kerala Financial Corporation

Authorised Signatory

SOYA K
Asst. General Manager
Kerala Financial Corporation
Thiruvananthapuram - 695 033



കേരള ഫിനാൻഷ്യൽ കോർപ്പറേഷൻ

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ANNEXURE A

Details of redemption & payment of interest during last half year ending 31.03.2018:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)	Actual date of payment
KERALAFIN-9.99% Series 1/2011	Principal	28.12.2017	500000000.00	28.12.2017
KERALAFIN-9.99% Series 1/2011	Interest	28.12.2017	49950000.00	28.12.2017

ANNEXURE B

Details of redemption & interest due in the next half-year i.e. 01.04.2018 to 30.09.2018:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
KERALAFIN-9.99% Series 1/2011	Principal	Nil	Nil
KERALAFIN-9.99% Series 1/2011	Interest	28.06.2018	24975000.00

Company does not expect default in payment of principal / interest due in next half year

ANNEXURE C

Details of Debenture Redemption Reserve (If applicable): NA

Series / Tranche	Amount of issue Rs. (In Cr.)	DRR required to be created Rs. (In Cr.)	DRR created upto 30.09.2016 Rs. (In Cr.)	Funds invested for debentures maturing during the year
		NA		




SOYA K
Asst. General Manager
Kerala Financial Corporation
Thiruvananthapuram - 695 009



KERALA FINANCIAL CORPORATION
Provisional Balance Sheet as at 31.03.2018

Particulars	Note No.	As at 31.03.2018 Amount in Rs	As at 31.03.2017 Amount in Rs
LIABILITIES AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	2,21,86,42,800.00	2,21,86,42,800
(b) Reserves and surplus	2	2,40,29,07,464.05	2,08,94,09,820
(c) Money received against share capital		4,64,00,000.00	4,64,00,000
Non-current liabilities			
(a) Long-term borrowings	3	20,15,54,58,206.34	19,25,89,96,459
(b) Deferred tax liabilities (net)		5,35,76,402.00	5,35,76,402
(c) Long-term provisions	4	1,28,36,96,067.81	1,28,36,96,067
Current liabilities			
(a) Short-term borrowings	5	1,50,07,99,505.21	1,11,89,43,108
(b) Other current liabilities	6	42,95,45,653.56	46,15,52,763
(d) Short-term provisions	7	10,24,80,245.88	79,04,91,704
TOTAL		28,19,35,06,344.85	27,32,17,09,123
ASSETS			
Non-current assets			
(a) Tangible Assets	8	4,06,72,466.32	4,36,86,590
(b) Non-current investments	9	49,50,000.00	49,50,000
(c) Other non-current assets	10	74,60,99,716.24	74,96,86,783
Loans and Advances		24,71,17,33,177.97	24,74,11,44,126
Current assets			
(a) Current investments	11	20,67,53,125.00	20,16,50,000
(b) Cash and cash equivalents	12	1,65,95,07,038.50	11,66,90,668
(c) Other current assets	13	82,37,90,820.82	1,46,39,00,956
Significant Accounting policies and Notes to Accounts	19		
TOTAL		28,19,35,06,344.85	27,32,17,09,123


SOYA K
 Asst. General Manager
 Kerala Financial Corporation
 Thiruvananthapuram - 695 033



KERALA FINANCIAL CORPORATION

Provisional Statement of Profit and Loss for the Period Ended 31.03.2018

Particulars		Note No.	for the Period Ended 31.03.18 Amount in Rs	for the year ended 31.03.2017 Amount in Rs
CONTINUING OPERATIONS				
1	Revenue from operations	14	3,59,41,93,247.55	3,56,06,98,464.97
2	Other income	15	6,16,81,584.02	8,65,51,605.56
3	Total revenue		3,65,58,74,831.57	3,64,72,50,070.53
4	Operating Expenses			
	(a) Interest expenses	16	1,89,72,92,813.86	2,00,73,91,122.20
	(b) Employee benefits expense	17	29,50,68,345.34	28,63,48,024.50
	(c) Administrative Expenses	18	4,39,78,381.48	5,02,79,983.88
	(d) Depreciation and amortisation expense		54,78,984.29	1,84,36,652.00
	(e) Bad debts written off		1,00,00,92,020.00	1,20,61,12,713.39
	Total expenses		3,24,19,10,544.97	3,56,85,68,495.97
5	Operating Profit before exceptional and extraordinary items and tax		41,39,64,286.60	7,86,81,574.56
6	Operating Profit After exceptional and extraordinary items and tax		41,39,64,286.60	7,86,81,574.56
7	Less: (a) Provision for Bad and Doubtful debts		-	-
	(b) Provision for Diminution in value of Investment		-	-
8	Profit before tax		41,39,64,286.60	7,86,81,574.56
9	Tax expense:			
	Less: Current tax expense - (a) Provision for Income Tax		7,25,00,000.00	2,99,80,246.00
	(b) Provision for Deferred Tax			(82,45,379.00)
B	Discontinuing operations		-	-
10	Net Profit after tax for the period		34,14,64,286.60	5,69,46,707.56
11	Earnings per share (Equity shares of Rs 100/- each):			
	Earnings per share (Equity shares of Rs 100/- each):		15.39	2.83
	(b) Diluted		15.08	2.77
C	Profit and loss appropriation			
	Balance in Profit & Loss A/c b/f		93,43,49,447.99	87,78,58,586.43
	Net Profit for the year		34,14,64,286.60	5,69,46,707.56
	Total profit available for appropriation		1,27,58,13,734.59	93,48,05,293.99
	Add: Prior Period Income			58,56,175.00
	Less: Income Tax Short Provision		2,79,66,643.31	
	Total		1,24,78,47,091.28	94,06,61,468.99
	Less: Appropriations		-	-
	Transfer to Reserve u/s 36 (1) (viii)			63,12,021.00
	Balance Profit after appropriations		1,24,78,47,091.28	93,43,49,447.99
	Balance Profit carried to Balance sheet		1,24,78,47,091.28	93,43,49,447.99




Director
 Kerala Financial Corporation
 Kathaparam - 685 033



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KFC/BOND/Q4/2018

10.05.2018

The Manager
BSE Ltd
Mumbai

**Sub: Statutory Compliance – Half Yearly Report
for the half year ended March 31, 2018**

In compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, We are submitting information as given below

- a) Un-audited or audited financial results for the half year ended as on March 31, 2018 signed by Statutory Auditor. Half-yearly results shall be taken on record by the Board of Directors and signed by the Managing Director / Executive Director within 45 days from the end of Half Year.- Enclosed
- b) Credit rating and change in credit rating (if any);

Sl No	Series	ISIN	Issue Size (Rs in Crore)	Credit Rating
1	1/2013	INE818F08029	200	BWR A-(SO)
2	1/2014	INE818F08037	200	BWR A-(SO)
3	1/2016	INE818F07013	250	SMERA AA(SO)

- c) Asset cover available, in case of non-convertible debt securities: 1.33(for 8.90% Series 1/2016 Non SLR Bond Issue).
- d) Debt-equity ratio – 4.32
- e) Previous due date for the payment of interest / dividend for non-convertible redeemable preference shares / repayment of principal of non-convertible preference shares / non-convertible debt securities and whether the same has been paid or not; and, as per **Annexure A.**
- f) Next due date for the payment of interest / dividend of non-convertible preference shares / principal along with the amount of interest / dividend of non-convertible preference shares payable and the redemption amount; as per **Annexure B.**
- g) Debt service coverage ratio (not applicable for NBFC); - 0.40
- h) Interest service coverage ratio (not applicable for NBFC); - 1.34
- i) Details of Debenture redemption reserve in the format **ANNEXURE – C**
- j) Net worth; - 466.80 Cr
- k) Net Profit After Tax; - 34.15 Cr
- l) Earnings per Share. - 15.39

Thanking you,

Authorised Signatory

SOYAK
Asst. General Manager
Kerala Financial Corporation
Thiruvananthapuram - 695033



കേരള ഫിനാൻഷ്യൽ കോർപ്പറേഷൻ

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വെള്ളയമ്പലം, തിരുവനന്തപുരം - 695033

ANNEXURE - A**Details of redemption & payment of interest during last half year ending on 31.03.2018:**

Consent Letter / Tranche Reference No.	Series / Tranche	ISIN	Type (Principal / Interest)	Due date of payment	Amount (Rs.)	Actual date of payment
KERALA FIN-8.72% 6-6-23-PUT	Series 1/2013	INE818F08029	Interest	6.12.2017	87200000	6.12.2017
KERALA FIN-9.15% 30-10-24-PUT	Series 1/2014	INE818F08037	Interest	30.10.2017	91249315.12	30.10.2017
KERALA FIN-8.90% 09-11-23-PUT	Series 1/2016	INE818F07013	Interest	9.11.2017	112164387	9.11.2017

ANNEXURE - B**Details of redemption & interest due in the next half-year i.e. 01.04.2018 to 30.09.2018:**

Consent Letter / Tranche Reference No.	Series / Tranche	ISIN	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
KERALA FIN-8.72% 6-6-23-PUT	Series 1/2013	INE818F08029	Interest	06.06.2018	87200000
KERALA FIN-9.15% 30-10-24-PUT	Series 1/2014	INE818F08037	Interest	30.04.2018	91750684.93
KERALA FIN-8.90% 09-11-23-PUT	Series 1/2016	INE818F07013	Interest	09.05.2018	110335616

Company does not expect default in payment of principal / interest due in next half year

ANNEXURE - C**Details of Debenture Redemption Reserve (If applicable):**


Series / Tranche	Amount of issue Rs. (In Cr.)	DRR required to be created Rs. (In Cr.)	DRR created upto 31.03.2018 Rs. (In Cr.)	Funds invested for debentures maturing during the year
		NA		

SOYA, K
Asst. General Manager
Kerala Financial Corporation
Thiruvananthapuram - 570 001



KERALA FINANCIAL CORPORATION
Provisional Balance Sheet as at 31.03.2018

Particulars	Note No.	As at 31.03.2018 Amount in Rs	As at 31.03.2017 Amount in Rs
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	2,21,86,42,800.00	2,21,86,42,800
(b) Reserves and surplus	2	2,40,29,07,464.05	2,08,94,09,820
(c) Money received against share capital		4,64,00,000.00	4,64,00,000
Non-current liabilities			
(a) Long-term borrowings	3	20,15,54,58,206.34	19,25,89,96,459
(b) Deferred tax liabilities (net)		5,35,76,402.00	5,35,76,402
(c) Long-term provisions	4	1,28,36,96,067.81	1,28,36,96,067
Current liabilities			
(a) Short-term borrowings	5	1,50,07,99,505.21	1,11,89,43,108
(b) Other current liabilities	6	42,95,45,653.56	46,15,52,763
(d) Short-term provisions	7	10,24,80,245.88	79,04,91,704
TOTAL		28,19,35,06,344.85	27,32,17,09,123
ASSETS			
Non-current assets			
(a) Tangible Assets	8	4,06,72,466.32	4,36,86,590
(b) Non-current investments	9	49,50,000.00	49,50,000
(c) Other non-current assets	10	74,60,99,716.24	74,96,86,783
Loans and Advances		24,71,17,33,177.97	24,74,11,44,126
Current assets			
(a) Current investments	11	20,67,53,125.00	20,16,50,000
(b) Cash and cash equivalents	12	1,65,95,07,038.50	11,66,90,668
(c) Other current assets	13	82,37,90,820.82	1,46,39,00,956
Significant Accounting policies and Notes to Accounts	19		
TOTAL		28,19,35,06,344.85	27,32,17,09,123


SOYA K
 Asst. General Manager
 Kerala Financial Corporation
 Thiruvananthapuram - 800 030



KERALA FINANCIAL CORPORATION
Provisional Statement of Profit and Loss for the Period Ended 31.03.2018

Particulars		Note No.	for the Period Ended 31.03.18 Amount in Rs	for the year ended 31.03.2017 Amount in Rs
A	CONTINUING OPERATIONS			
1	Revenue from operations	14	3,59,41,93,247.55	3,56,06,98,464.97
2	Other income	15	6,16,81,584.02	8,65,51,605.56
3	Total revenue		3,65,58,74,831.57	3,64,72,50,070.53
4	Operating Expenses	16	1,89,72,92,813.86	2,00,73,91,122.20
	(a) Interest expenses	17	29,50,68,345.34	28,63,48,024.50
	(b) Employee benefits expense	18	4,39,78,381.48	5,02,79,983.88
	(c) Administrative Expenses		54,78,984.29	1,84,36,652.00
	(d) Depreciation and amortisation expense		1,00,00,92,020.00	1,20,61,12,713.39
	(e) Bad debts written off		3,24,19,10,544.97	3,56,85,68,495.97
	Total expenses			
5	Operating Profit before exceptional and extraordinary items and tax		41,39,64,286.60	7,86,81,574.56
6	Operating Profit After exceptional and extraordinary items and tax		41,39,64,286.60	7,86,81,574.56
7	Less: (a) Provision for Bad and Doubtful debts		-	-
	(b) Provision for Diminution in value of Investment		-	-
8	Profit before tax		41,39,64,286.60	7,86,81,574.56
9	Tax expense:			
	Less: Current tax expense - (a) Provision for Income Tax		7,25,00,000.00	2,99,80,246.00
	(b) Provision for Deferred Tax		-	(82,45,379.00)
B	Discontinuing operations			
10	Net Profit after tax for the period		34,14,64,286.60	5,69,46,707.56
11	Earnings per share (Equity shares of Rs 100/- each):			
	Earnings per share (Equity shares of Rs 100/- each):		15.39	2.83
	(b) Diluted		15.08	2.77
C	Profit and loss appropriation			
	Balance in Profit & Loss A/c b/f		93,43,49,447.99	87,78,58,586.43
	Net Profit for the year		34,14,64,286.60	5,69,46,707.56
	Total profit available for appropriation		1,27,58,13,734.59	93,48,05,293.99
	Add: Prior Period Income			58,56,175.00
	Less: Income Tax Short Provision		2,79,66,643.31	
	Total		1,24,78,47,091.28	94,06,61,468.99
	Less: Appropriations			
	Transfer to Reserve u/s 36 (1) (viii)			63,12,021.00
	Balance Profit after appropriations		1,24,78,47,091.28	93,43,49,447.99
	Balance Profit carried to Balance sheet		1,24,78,47,091.28	93,43,49,447.99

[Signature]



Manager
Kerala Financial Corporation
Thiruvananthapuram • 895 033