D. K. CHHAJER & CO.
CHARTERED ACCOUNTANTS

NILHAT HOUSE
11, R. N. MUKHERJEE ROAD
GROUND FL., KOLKATA - 700 001
PHONES : 033 - 2262 7280 / 2262 7279
TELE - FAX : 033 2230 - 6106
E-mail : dkchhajer@gmail.com
kolkata@dkcindia.com

Independent Auditor's Review Report on the Unaudited Standalone Quarterly Financial Results

To the Board of Directors of Srei Infrastructure Finance Limited

1. We have reviewed the accompanying statement of unaudited Standalone Financial Results of **Srei Infrastructure Finance Limited** ("the Company") for the quarter ended 30 June, 2021 ("the Statement"), 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. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement 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 Statement is free from material misstatements. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

   i) Note 2 to the Statement, which explains that the Company has transferred the business of lending, interest-earning and leasing together with its associated employees and related assets and liabilities by way of slump exchange pursuant to a Business Transfer Agreement (BTA) with its subsidiary, Srei Equipment Finance Limited (SEFL) with effect from 01 October, 2019 after receiving the approval of the shareholders, debenture trustees, few lenders, stock exchanges and in-principle approval from some of the domestic lenders including lead banks.

   One of the debenture holders of SEFL holding debentures amounting to Rs. 75 crores have objected to the slump exchange. The consent, or otherwise, of other lenders is still awaited.

D. K. CHHAJER & CO. CHARTERED ACCOUNTANTS 11, R. N. Mukherjee Road

Pending the approvals, as stated above, the Company accounted for BTA on 01 October, 2019, as stated above. The Company has obtained expert legal and accounting opinions in relation to the accounting of the Slump Exchange Transaction which confirms that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and framework. As stated in Note No. 3 to the Statement (Scheme of Arrangement), pending final decision in the matter and further based on a legal opinion, the Company has maintained status quo for BTA.

ii) Note 4 to the Statement, which explains that the outbreak of COVID-19 pandemic, extended lockdown across the globe and in India has contributed to a significant impact and volatility in global and Indian financial markets and slowdown in economic activities. The impact of COVID-19 pandemic and its more virulent second wave and the extent to which the pandemic may further impact the operations of the Company and its subsidiaries depends on future developments, which are still unascertainable at this point in time.

Our conclusion is not modified in respect of these matters.

6. The standalone financial results of the Company for the quarter ended 30 June, 2020 prepared in accordance with Companies (Indian Accounting Standards) Rules 2015, were reviewed by another firm of Chartered Accountants who, vide their report dated 14 September, 2020 issued an unmodified review report on those financial results and we have relied on the same.
Our conclusion is not modified in respect of the aforesaid matter

For **D. K. Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Niraj K Jhunjhunwala
Partner
Membership No.: 057170
UDIN: 21057170AAAAEP3994

Place: Kolkata
Date: 14 August, 2021

D. K. CHHAJER & CO. ★ CHARTERED ACCOUNTANTS ★ 11, R. N. Mukherjee Road

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 ENDED 30TH JUNE, 2021

(Rs. in Lakhs)

	Particulars	Quarter ended			Year ended
		30-Jun-21 (Unaudited)	31-Mar-21 (Audited)	30-Jun-20 (Unaudited)	31-Mar-21 (Audited)
	Revenue from Operations				
	Interest Income	6	5	10	28
	Rental Income	93	328	355	1,391
	Fees and Commission Income	425	558	970	2,494
	Net gain on fair value changes	-	(1)	-	-
	Net gain on derecognition of financial instruments under fair value through profit or loss	-	-	-	3
	Net gain/ (loss) on derecognition of financial instruments	-	-	1,500	274
(I)	**Total Revenue from Operations**	**524**	**890**	**2,835**	**4,190**
(II)	Other Income	2	570	1	811
(III)	**Total Income (I+II)**	**526**	**1,460**	**2,836**	**5,001**
	Expenses				
	Finance Costs	54	649	1,710	3,282
	Fees and Commission Expense	248	401	219	1,178
	Impairment on Financial Instruments (Net)	86	369	(41)	1,472
	Employee Benefits Expenses	175	283	106	813
	Depreciation, Amortisation and Impairment	185	193	194	773
	Administrative and Other Expenses	238	343	229	1,000
(IV)	**Total Expenses (IV)**	**986**	**2,238**	**2,417**	**8,518**
(V)	Profit / (Loss) Before Exceptional items and Tax (III-IV)	(460)	(778)	419	(3,517)
(VI)	Exceptional Items	-	310,455	-	310,455
(VII)	Profit / (Loss) Before Tax (V-VI)	(460)	(311,233)	419	(313,972)
(VIII)	Tax Expense:				
	(a) Current Tax	-	-	-	-
	(b) Income Tax in respect of earlier year	-	(54)	-	(54)
	(c) Deferred Tax	-	(19,306)	170	(19,446)
(IX)	Profit / (Loss) after tax for the period (VII-VIII)	(460)	(291,873)	249	(294,472)
(X)	**Other Comprehensive Income**				
	Items that will not be reclassified to Profit or Loss				
	- Remeasurement Gains/ (Losses) on Defined Benefit Plan	7	50	12	29
	- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	29,384	12,640	1,906	17,627
	- Tax related to above	-	(2,636)	(455)	(3,729)
	Total Other Comprehensive Income (X)	**29,391**	**10,054**	**1,463**	**13,927**
(XI)	**Total Comprehensive Income for the period (IX+X)**	**28,931**	**(281,819)**	**1,712**	**(280,545)**
	Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309
	Other Equity excluding Revaluation Reserves				(46,587)
	Earnings per Equity share (Basic and Diluted) (in Rs.) (*Not annualised) (Par Value Rs. 10/- per Equity Share)	***(0.09)**	***(58.02)**	***0.05**	**(58.53)**

Notes:

1. The above unaudited standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 14th August, 2021 and subjected to reviewed by the Statutory Auditors, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. **Business Transfer Agreement**

During the Financial Year 2019-20, the Board of Directors of the Company and its wholly-owned subsidiary, Srei Equipment Finance Limited ("SEFL") at their respective meetings held on 4th July, 2019 approved the transfer of Lending Business, Interest Earning Business & Lease Business of the Company together with associated employees, assets & liabilities (including liabilities towards issued & outstanding non - convertible debentures) (the "Transferred Undertaking"), as a going concern by way of slump exchange to SEFL through a Business Transfer Agreement ("BTA"), in exchange of fully paid up equity shares to be issued and allotted by SEFL, subject to all necessary approvals.

Pursuant to this, the Company signed BTA on 16th August, 2019 and an amendment to the, aforesaid, BTA on 14th November, 2019 with SEFL, pursuant to which it has entered into various assignment agreements, in connection with the Transferred Undertaking, with SEFL to give effect of the slump exchange and accordingly the Company and SEFL has passed the relevant accounting entries in their respective books of account effective 1st October, 2019, after receiving the approval of the shareholders, debenture trustees, few lenders, stock exchanges and in-principle approval from some of the domestic lenders including lead banks. One of the debenture holders of SEFL holding debentures amounting to Rs. 75 crores has objected to the slump exchange. The consent, or otherwise, of other lenders is still awaited. Pending the approvals as stated above, the Company had accounted for the slump exchange transaction on 1st October, 2019, as stated above. The Company has obtained expert legal and accounting opinions in relation to the accounting of the Slump Exchange Transaction which confirms that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and frame work.

As stated in Note No. 3 (Scheme of Arrangement), pending final decision in the matter and further based on a legal opinion, the Company has maintained status quo for BTA.

3. **Scheme of Arrangement**

During the Financial Year 2020-21, SEFL has proposed the Schemes with its Creditors and the application to that effect has been filed with the Hon'ble National Company Law Tribunal (NCLT). BTA, inter alia, constitutes an integral part of the Scheme.

Pursuant to the direction of Hon'ble NCLT, a meeting of a particular class of creditors (i.e. Creditors like banks/financial institutions as mentioned in Part III of one of the Scheme) was held and convened on December 16, 2020, wherein creditors constituting 86.26% (in value) of the total creditors (i.e. Creditors like banks/financial institutions as mentioned in Part III of one of the Scheme) had voted against the Scheme. Further, a meeting of Secured Debenture Holders ('SDH') and Unsecured Debenture Holders ('UDH') (as defined in Part II of one of the Scheme) was held and convened on May 15, 2021 and May 29, 2021 respectively, wherein SDH and UDH constituting 71.65% (in value) and 93.80% (in value) respectively of the total SDH and UDH (who casted their vote) had voted against the Scheme. However, more than 50% (of the total value) of the SDH and UDH abstained from voting. Further, meetings of Secured/Unsecured ECB lenders, PDI Holders etc. were held on various dates. At the request of the majority of Secured and Unsecured ECB Lenders, their respective meetings were postponed while the final outcome of the meetings of PDI Holders and Individual NCD Holders are still awaited.
The matters covered in the Schemes are pending for final decision before Hon'ble NCLT/NCLAT. Necessary impact/ adjustment, if any, arising in the above matter will be done as and when the matter is finally decided by Hon'ble NCLT/ NCLAT.

4. **Impact of Covid-19 pandemic**

The outbreak of COVID-19 pandemic, extended lockdown across the globe and in India has contributed to a significant impact and volatility in global and Indian financial markets and slowdown in economic activities. The impact of COVID-19 pandemic and its more virulent second wave and the extent to which the pandemic may further impact the operations of the Company and its subsidiaries depends on future developments, which are still unascertainable at this point in time.

5. Considering the significant impact of COVID-19 on business activity, the Company had received consent for waiver of interest on Non-convertible Perpetual Bond from the investors. Accordingly, the Company has not accrued interest on such bonds for quarter ended 30th June, 2021 totalling to Rs. 823 lakhs.
6. In accordance to Ind AS 108 - "Operating Segments", the required disclosure is done in the Consolidated Financial Results of the Company.
7. The figures for the quarter ended 31st March, 2021 represents balancing figures between the audited figures of the full financial year and the reviewed year-to-date figures upto the third quarter of the respective financial year.
8. Figures pertaining to the previous period have been rearranged/ regrouped, wherever considered necessary, to make them comparable with those of the current period.

Kolkata

CHARTERED ACCOUNTANTS

11, R. N. Mukherjee Road

For and on behalf of the Board of Directors

Place: Kolkata
Date: 14th August, 2021

Chairman
DIN: 00193015

D. K. CHHAJER & CO.
CHARTERED ACCOUNTANTS

NILHAT HOUSE
11, R. N. MUKHERJEE ROAD
GROUND FL., KOLKATA - 700 001
PHONES : 033 - 2262 7280 / 2262 7279
TELE - FAX : 033 2230 - 6106
E-mail : dkchhajer@gmail.com
kolkata@dkcindia.com

Independent Auditor's Review Report on the Unaudited Consolidated Quarterly Financial Results

To The Board of Directors of Srei Infrastructure Finance Limited

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of Srei Infrastructure Finance Limited ("the Holding Company") and its Subsidiaries and trust (the Holding Company, its subsidiaries and trust together referred to as "the Group") for the quarter ended 30 June, 2021 ("the Statement"), 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. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended ("the Act"), read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement 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 Statement is free from material misstatements. A review of interim financial information consists of making inquiries, primarily of Holding Company's persons responsible for financial and accounting matters, and applying analytical and other review procedures.A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit Accordingly, we do not express an audit opinion.

4. We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated 29 March, 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

D. K. CHHAJER & CO. CHARTERED ACCOUNTANTS 11, R. N. Mukherjee Road

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.	Trinity Alternative Investment Managers Limited (Formerly Srei Alternative Investment Managers Limited)	Subsidiary
10.	Hyderabad Information Technology Venture Enterprises Limited	Step-down Subsidiary
11.	Cyberabad Trustee Company Private Limited	Step-down Subsidiary
12.	Srei Mutual Fund Trust	Trust

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of the other auditor referred to in paragraph 9 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. We draw attention to Note No. 7 to the Statement which indicates the factors that have further resulted into net loss and liquidity mismatch during the quarter ended June 30, 2021. As a result, the Group's net worth has fully eroded as at that date and it has not been able to comply with various regulatory ratios/limits. All this may have an impact on the Group's ability to continue its operations in normal course in future and to meet its financial commitments as and when due. As stated in the said note, the Group's ability to meet its financial commitments is dependent on the final outcome of the Schemes of Arrangement ("Schemes"), which are pending before Hon'ble NCLT/NCLAT. The Group is also exploring infusion of equity capital from prospective investors from whom it has received expression of interest/ term sheets. 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 Group's ability to continue as a 'going concern' in foreseeable future. However, for the reasons stated in the said note, the Group has considered it appropriate to prepare the Statement on a going concern basis.

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

8. We draw attention to the following matters:

   a) Note No. 2 to the Statement which explains the extent to which Covid-19 pandemic has impacted the operations of the Group, owing to which and based on the information available at this point of time, as stated in the note, SEFL has made ECL provision aggregating to Rs. 418 crore for the quarter ended June 30, 2021. The extent to which the pandemic may further impact the operations and financial results of the Group is dependent on future developments, which are highly uncertain at this point of time.

      The note further explains that SEFL has accounted for impairment reserve under Income Recognition, Asset Classification and Provisioning (IRACP) Norms amounting to Rs. 383 crore, for the quarter ended June 30, 2021, which is over and above ECL provision.

D.K. CHHAJER & CO.
CHARTERED ACCOUNTANTS
11, R. N. Mukherjee Road

b) Note No. 3 to the Statement which explains that during the financial year 2019-20, the Parent Company and its wholly owned subsidiary, SEFL has 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 effect from October 01, 2019 after receiving the approval of the shareholders, debenture trustees, few lenders, stock exchanges and in-principle approval from some of the domestic lenders including lead banks. On the date of giving effect to BTA, the consent or otherwise, of other lenders was awaited. The Parent Company and SEFL obtained 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. The note also explains that SEFL has filed Schemes under Section 230 of the Act with the Hon'ble National Company Law Tribunal (NCLT). Pending final decision on the matters covered in the Schemes, as stated in Note No. 4 to the Statement, and based on a legal opinion, the Parent Company and SEFL has maintained status quo for BTA.

c) Note No. 4 to the Statement which explains that during the financial year 2020-21, SEFL had filed the Schemes under Section 230 of the Act with the Hon'ble NCLT and the final decision on the matters covered in the Schemes is pending as on date and hence, no impact/adjustment has been considered in the books of account. Necessary adjustments, if any, will be done as and when the matter is finally decided by Hon'ble NCLT/NCLAT.

d) Note No. 5 to the Statement explains that SEFL has, considering the interim orders of the Hon'ble NCLT and based on a legal opinion, not considered non-payment to Creditors as an event of default and SEFL's borrowings have been reflected in the accounts as per contractual terms and no impact/adjustment has been considered in the books of account. Necessary adjustments, if any, will be done as and when the matter is finally decided by Hon'ble NCLT/NCLAT.

e) Note No. 6 to the Statement which explains the reasons owing to which SEFL has not been able to comply with guidelines of RBI in relation to mandatory hedging of exposure in External Commercial Borrowings amounting to Rs. 261 crore as at June 30, 2021. The material impact of such non-compliance, if any, on the Statement is unascertainable.

f) Note No. 8 to the Statement which explains that the Parent Company and SEFL, as per the specific directions from Reserve Bank of India (RBI) in relation to certain borrowers referred to as 'probable connected parties/related parties', in line with arm's length principles, has started the process of re-assessing & re-negotiating terms and conditions with such 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. Necessary disclosures/adjustments, if any, will be done upon completion of the re-assessment of and the re-negotiations with the respective borrowers.

Any comment/s in the matter will depend upon completion of re-assessment and re-negotiations as stated above.

Our conclusion is not modified in respect of these matters.

D.K. CHHAJER & CO.
CHARTERED ACCOUNTANTS
11, R. N. Mukherjee Road

9. We did not review the interim financial results of a subsidiary included in the Statement, whose interim financial results reflect total revenue of Rs. 79,945 lakhs, total net loss after tax of Rs. 96,830 lakhs and total comprehensive income of Rs. (97,283) lakhs for the quarter ended 30 June, 2021, as considered in the Statement. The interim financial results of the subsidiary have been reviewed by other auditor whose report has been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above.

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

10. The Statement includes the unreviewed interim financial results of 10 subsidiaries and 01 trust included in the statement whose interim financial results reflect total revenues of Rs. 565 lakhs, total net profit after tax of Rs. 186 lakhs and total comprehensive income of Rs. 309 lakhs for the quarter ended 30 June, 2021 as considered in the Statement. 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 and our reporting on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and trust, is based solely on such unreviewed interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

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

11. The consolidated financial results of the Company for the quarter ended 30 June, 2020 prepared in accordance with Companies (Indian Accounting Standards) Rules 2015, were reviewed by another firm of Chartered Accountants who, vide their report dated 14 September, 2020 issued an unmodified review report on those financial results and we have relied on the same.

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

For **D. K. Chhajer & Co.**
Chartered Accountants
FRN: 304138E

Niraj K Jhunjhunwala
Partner
Membership No.: 057170
UDIN: 21057170AAAAEQ7697

Place: Kolkata
Date : 14 August, 2021

D. K. CHHAJER & CO.
CHARTERED ACCOUNTANTS
11, R. N. Mukherjee Road

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 ENDED 30TH JUNE, 2021

(Rs. in Lakhs)

	Particulars	Quarter ended			Year ended
		30-Jun-21 (Unaudited)	31-Mar-21 (Audited)	30-Jun-20 (Unaudited)	31-Mar-21 (Audited)
	Revenue from Operations				
	Interest Income	65,806	58,049	91,035	285,318
	Rental Income	11,652	(2,665)	23,512	46,620
	Fees and Commission Income	1,622	1,650	1,767	6,186
	Net gain on derecognition of financial instruments	910	-	1,500	274
	Net gain on derecognition of financial instruments under fair value through profit or loss	2	(3)	-	4
	Others	962	(282)	3,680	4,680
(I)	**Total Revenue from Operations**	**80,954**	**56,749**	**121,494**	**343,082**
(II)	Other Income	(1,620)	2,658	1,394	5,797
(III)	**Total Income (I+II)**	**79,334**	**59,407**	**122,888**	**348,879**
	Expenses				
	Finance Costs	93,607	79,733	84,358	333,438
	Fees and Commission Expense	774	3,017	653	5,461
	Net loss on fair value changes	2,516	24,861	2,701	49,867
	Net loss on derecognition of financial instruments under amortised cost	9,502	811	402	3,635
	Impairment on Financial Instruments (Net)	43,873	257,895	6,706	551,312
	Purchases of Stock-in-trade	-	1,100	-	1,100
	Employee Benefits Expenses	3,272	3,665	3,433	14,290
	Depreciation, Amortisation and Impairment	14,967	18,597	17,209	73,456
	Administrative and Other Expenses	5,136	8,130	3,058	21,750
	Loss / write-off on Repossessed Assets and Assets acquired in satisfaction of debt	2,725	730	882	12,451
(IV)	**Total Expenses (IV)**	**176,372**	**398,539**	**119,402**	**1,066,760**
(V)	**Profit before Exceptional Items & Tax (III-IV)**	**(97,038)**	**(339,132)**	**3,486**	**(717,881)**
(VI)	Adjustment on disposal / cessation of Subsidiaries and Associate	-	-	-	-
(VII)	**Profit/ (Loss) Before Tax (V+VI)**	**(97,038)**	**(339,132)**	**3,486**	**(717,881)**
(VIII)	**Tax Expense:**				
	(a) Current Tax	19	(64)	2,142	115
	(b) Income Tax in respect of earlier year	-	(54)	-	(4,387)
	(c) Deferred Tax	48	16,505	(957)	20,230
(IX)	**Profit/ (Loss) After Tax but before Loss of Associates (VII-VIII)**	**(97,105)**	**(355,519)**	**2,301**	**(733,839)**
(X)	Share of Profit/ (Loss) of Associates	-	-	-	-
(XI)	**Profit/ (Loss) After Tax (IX+X)**	**(97,105)**	**(355,519)**	**2,301**	**(733,839)**
(XII)	**Other Comprehensive Income**				
	Items that will not be reclassified to Profit or Loss				
	- Remeasurement Gains/ (Losses) on Defined Benefit Plan	11	(21)	(9)	48
	- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	29,536	13,664	1,906	17,558
	- Tax related to above	(29)	(2,649)	(448)	(3,495)
	Items that will be reclassified to Profit or Loss				
	- Effective portion of gains and losses on hedging instruments in a cash flow hedge	14	719	(17)	1,573
	- Gains on fair valuation of loans	(471)	(3,601)	2,386	(2,713)
	- Tax related to above	-	-	(828)	800
	Total Other Comprehensive Income (XII)	**29,061**	**8,112**	**2,990**	**13,771**
(XIII)	**Total Comprehensive Income for the period (XI+XII)**	**(68,044)**	**(347,407)**	**5,291**	**(720,068)**
	Profit/ (Loss) for the period attributable to:				
	-Owners of the parent	(97,182)	(355,440)	2,303	(733,920)
	-Non-controlling interest	77	(79)	(2)	81
	Other Comprehensive Income for the period attributable to:				
	-Owners of the parent	29,011	7,610	2,990	13,771
	-Non-controlling interest	50	502	-	-
	Total Comprehensive Income for the period attributable to:				
	-Owners of the parent	(68,171)	(347,830)	5,293	(720,149)
	-Non-controlling interest	127	423	(2)	81
	Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309
	Other Equity excluding Revaluation Reserves				(368,209)
	Earnings per Equity share (Basic and Diluted) (in Rs.) (*Not annualised) (Par Value Rs. 10/- per Equity Share)	***(19.30)**	***(70.67)**	***0.46**	**(145.87)**

Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Lakhs)

Particulars	Quarter ended			Year ended
	30-Jun-21 (Unaudited)	31-Mar-21 (Audited)	30-Jun-20 (Unaudited)	31-Mar-21 (Audited)
1. Segment Revenue				
(a) Financial Services	80,956	56,811	121,557	343,329
(b) Others	1	78	79	316
Total	**80,957**	**56,889**	**121,636**	**343,645**
Less: Inter Segment Revenue	3	140	142	563
Net Income from Operations	**80,954**	**56,749**	**121,494**	**343,082**
2. Segment Results				
(a) Financial Services	(97,021)	(339,105)	3,497	(717,806)
(b) Others	(17)	(27)	(11)	(75)
Profit Before Tax	**(97,038)**	**(339,132)**	**3,486**	**(717,881)**
3. Segment Assets				
(a) Financial Services	2,854,290	2,879,359	3,718,789	2,879,359
(b) Others	1,962	1,947	1,922	1,947
(c) Un-allocable	20,002	19,052	21,518	19,052
Total Segment Assets	**2,876,254**	**2,900,358**	**3,742,229**	**2,900,358**
4. Segment Liabilities				
(a) Financial Services	3,262,094	3,218,123	3,334,639	3,218,123
(b) Others	25	20	17	20
(c) Un-allocable	30	30	36	30
Total Segment Liabilities	**3,262,149**	**3,218,173**	**3,334,692**	**3,218,173**

Srei Infrastructure Finance Ltd. Kolkata

D. K. CHHAJER & CO. CHARTERED ACCOUNTANTS 11, R. N. Mukherjee Road

Notes:

1. The above unaudited consolidated financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 14th August, 2021 and subjected to reviewed by the Statutory Auditors, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. **Impact of Covid-19 pandemic**

The outbreak of COVID-19 pandemic and its more virulent second wave followed by lockdown extended from time to time across India caused significant adverse impact due to halt/slowdown in economic activities during the previous year, has continued even thereafter.

As a measure for revival of economic activities, Reserve Bank of India (RBI) issued guidelines relating to COVID-19 Regulatory Packages on March 27, 2020, April 17, 2020 and May 23, 2020 as well as resolution framework for Micro, Small and Medium Enterprises (MSME) sector and other eligible borrowers on August 6, 2020. However, NBFCs like Srei Equipment Finance Limited ('SEFL') were not included in the August 6, 2020 guidelines.

In accordance with these guidelines and on the basis of Board approved policy, SEFL offered repayment moratorium/resolution plan to eligible borrowers to whom loan have been granted (including cases of co-lending and loans assigned) (hereinafter referred to as 'borrowers') and to eligible customers to whom assets are given on lease (hereinafter referred to as 'lessees').

Owing to the COVID-19 pandemic and its more virulent second wave followed by lockdown extended from time to time, the collection of SEFL from the borrowers and the lessees were severely impacted and which also adversely affected the cash flows of SEFL and has resulted in the liquidity mismatch. There is still huge uncertainty around Covid-19 pandemic and the extent to which the pandemic may further impact the Group's operational, financial results and asset quality will depend on future developments, which are still unascertainable at this point in time.

Loan loss provisioning

Owing the adverse impact of Covid-19 pandemic and based on the information available at this point of time, as stated above, based on the overall assessment of financial stress being faced by the borrowers and the lessees and considering the overall economic and business uncertainty due to pandemic, SEFL has made ECL provision aggregating to Rs.418 crore for the quarter ended 30th June, 2021.

Further, in terms of paragraph 2 (b) of Annex to the guidelines (DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13th March, 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 Rs.383 crores, for the quarter ended 30th June, 2021, under Income Recognition, Asset Classification and Provisioning Norms. Such provision is also over and above ECL provision as stated above and has been accounted as 'Impairment Reserve'.

In respect of borrowers/lessees, where the above provisions have been made, SEFL has adequate assets/collaterals held as securities and it is hopeful of making significant recovery their against in due course of time.

3. **Business Transfer Agreement**

During the year 2019-20, the Board of Directors of the Parent and its wholly-owned subsidiary, Srei Equipment Finance Limited ("SEFL") at their respective meetings held on July 4, 2019 had approved the transfer of Lending Business, Interest Earning Business & Lease Business of the Parent together with associated employees, assets & liabilities (including liabilities towards issued & outstanding non - convertible debentures) (Transferred Undertaking), as a going concern by way of slump exchange to SEFL through a Business Transfer Agreement (BTA), subject to all necessary approvals.

The Parent Company signed BTA on August 16, 2019 and an amendment to the aforesaid BTA on November 14, 2019 with SEFL and then pursuant to the same the Parent Company entered into various assignment agreements, in connection with the Transferred Undertaking, with SEFL to give effect of the slump exchange and accordingly the Parent Company and SEFL has passed the relevant accounting entries in their respective books of account effective October 1, 2019, after receiving the approval of the shareholders, debenture trustees, few lenders, stock exchanges and in-principle approval from some of the domestic lenders including lead banks. One of the debenture holders holding debentures amounting to Rs.75 crores had objected to the slump exchange. The consent, or otherwise, of other lenders is still awaited. Pending the approvals, as stated above, the Parent Company and SEFL has accounted BTA on October 1, 2019, as stated above. The Parent Company and SEFL obtained 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. As stated in Note No. 4 (Scheme of Arrangement), pending final decision in the matter and further based on a legal opinion, the Parent Company and SEFL has maintained status quo for BTA.

4. **Scheme of Arrangement**

During the year, SEFL has filed applications under Sec. 230 of the Companies Act, 2013 ('the Act') before the Hon'ble National Company Law Tribunal, Kolkata Bench (Hon'ble NCLT) proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders (Creditors). BTA, as stated in Note No. 3 (Business Transfer Agreement), constituted integral part of the Schemes.

The Hon'ble NCLT passed interim orders dated October 21, 2020, and December 30, 2020, stating inter alia that Creditors, as mentioned in the Schemes, shall maintain status quo till further orders with respect to their contractual terms, dues claims and rights and that the said Creditors and all governmental and regulatory authorities are estopped from taking any coercive steps including reporting in any form and/or changing the account status of SEFL and the Parent Company from being a standard asset, which will prejudicially affect the implementation of the Schemes and render the same ineffective.

Hon'ble NCLT also directed that the meetings of Creditors to be convened in due course to decide on the Schemes. Pursuant to the said order, a meeting of a particular class of creditors (i.e. Creditors like banks/financial institutions as mentioned in Part III of one of the Scheme) was held and convened on December 16, 2020, wherein creditors constituting 86.26% (in value) of the total creditors (i.e. Creditors like banks/financial institutions as mentioned in Part III of one of the Scheme) had voted against the Scheme. Further, a meeting of Secured Debenture Holders ('SDH') and Unsecured Debenture Holders ('UDH') (as defined in Part II of one of the Scheme) was held and convened on May 15, 2021 and May 29, 2021 respectively, wherein SDH and UDH constituting 71.65% (in value) and 93.80% (in value) respectively of the total SDH and UDH (who casted their vote) had voted against the Scheme. However, more than 50% (of the total value) of the SDH and UDH abstained from voting. Further, meetings of Secured/Unsecured ECB lenders, PDI Holders and other creditors were held on various dates. At the request of the majority of Secured and Unsecured ECB Lenders, their respective meetings were postponed while the final outcome of the meetings of PDI Holders and other creditors are still awaited.

In respect of the interim orders of Hon'ble NCLT, Hon'ble National Company Law Appellate Tribunal ('Hon'ble NCLAT') vide its order dated March 2, 2021 granted stay on a particular section of Hon'ble NCLT order which directed the Credit Rating Agencies against considering non-payment by SEFL and the Parent Company as default under the respective debt documents and also to maintain the rating(s) of SEFL and the Parent Company at least that of investment grade. Pursuant to the stay, the Credit Rating Agencies downgraded the rating of SEFL and the Parent Company to 'default' category. The Parent Company and SEFL contested the same as blatantly wrong, misleading and baseless and filed necessary intimation with Stock Exchanges.

Further, Hon'ble NCLAT vide its order dated March 31, 2021 further granted stay on another section of Hon'ble NCLT order which estopped all governmental or regulatory authorities from taking any coercive steps including reporting in any form and/or changing the account status of SEFL and the Parent Company.

The matters covered in the Schemes are pending for final decision before Hon'ble NCLT/NCLAT. Necessary impact/ adjustment, if any, arising in the above matter will be done as and when the matter is finally decided by Hon'ble NCLT/ NCLAT.

5. **Payment to lenders**

As stated in Note No. 2 (Impact of Covid-19 pandemic), while on one hand SEFL had to offer repayment moratorium/ resolution plan to its borrowers/lessees, on other hand SEFL was not allowed any relief from its lenders. This resulted in huge mismatch in its cash flows. SEFL, then filed Schemes of Arrangement with Hon'ble NCLT (refer Note No.4 - Scheme of Arrangement). The matters covered in the Scheme are pending for final decisions before Hon'ble NCLT/NCLAT.

SEFL has obtained legal opinion which states that till the time the above two interim orders dated October 21, 2020, and December 30, 2020 passed by Hon'ble NCLT continues to operate wherein all its secured and unsecured lenders (Creditors) are required to maintain status quo, the covenants/terms of the respective borrowing facilities availed by SEFL cannot trigger an event of default. Considering the Hon'ble NCLT order for status quo and based on legal opinion, non-payment to financial creditors are not considered as an event of default and SEFL borrowings have been reflected in the consolidated books of accounts as per contractual terms.

Necessary impact/adjustments, if any, arising in the above matter will be done as and when the matter is finally decided by Hon'ble NCLT.

D. K. Chhajer & Co. CHARTERED ACCOUNTANTS 11, R. N. Mukherjee Road

Srei Infrastructure ... Kolkata

6. **Unhedged Foreign Currency Exposure**

As per the requirements of RBI notification RBI/FED/2018-19/67 FED Master Direction No.5/2018-19 dated 26th March, 2019, entities raising External Commercial Borrowings ('ECB') are required to mandatorily hedge 70 per cent of their ECB exposure in case the average maturity of ECB is less than 5 years, which SEFL complied on an ongoing basis till the nine months ended 31st December, 2020. Thereafter, SEFL was not able to meet the requirements of the aforesaid RBI notification as domestic lenders of SEFL stipulated Trust and Retention Account (TRA) mechanism effective 24th November, 2020, pursuant to which all the payments being made by SEFL are being approved/released based on the TRA mechanism. This resulted in a lot of operational challenges including non-approval or delayed approval of various expenditure being incurred by SEFL. Hence, SEFL was not able to make payment of the hedging premium/cost to the concerned banks for keeping the ECB exposures hedged, as aforesaid. Therefore, the concerned banks unilaterally unwound the currency risk hedges, which has resulted in ECB exposures amounting to Rs.261 crores being not hedged, in terms of the aforesaid RBI notification, as at 30th June, 2021.

7. **Going Concern**

Owing to the impact of Covid-19 pandemic, as explained in Note No. 2 (Impact of Covid-19 pandemic), the Group has reported net loss after tax of Rs.971 crores for the quarter ended June 30, 2021 and the net worth of the Group as at that date has fully eroded.

The Group's ability to meet its financial commitments is dependent on the final outcome of the Schemes pending before Hon'ble NCLT/NCLAT (refer Note No. 4 - Scheme of Arrangement)). The Group is also in active discussions with its Creditors for the Schemes and is hopeful for viable resolution of the matter.

Considering the underlying strength of its business and future business outlook and with time bound recovery of its due from borrowers/lessees and monetization of assets/securities, the Group is very hopeful of significant improvement in its cash flows in due course of time.

The Group is also exploring the infusion of equity capital and has received expressions of interest from certain potential investors with some of whom, non-disclosure agreements have also been signed.

In view of all of the above, the Group is of the opinion that it would be able to manage its business operations as usual in future and would be able to meet its financial commitments in due course of time. Hence, in the opinion of the Board of the Parent Company, the going concern assumption of the Group is appropriate and accordingly the financial results/statements have been prepared.

8. **Probable Connected / Related Companies**

The Reserve Bank of India (RBI) in its inspection report and risk assessment report (the directions) for the year ended March 31, 2020 has identified 'certain parties' as probable connected/ related companies.

In the directions, the Parent Compannny and SEFL has been advised to reassess and re-evaluate the relationship with the said parties to assess whether they are related parties to the Parent Company or to SEFL and also whether these are on arm's length basis.

In view of the directions, the Parent Company and SEFL has taken legal view to determine whether such parties are related parties to the Parent Company or SEFL. Based on the legal view, the Parent Company and SEFL is advised and has therefore come to conclusion that the Parent Company or SEFL have no direct or indirect control or significant influence (as per Companies Act, 2013, Ind AS 24) over such parties and are not under common control and accordingly, are not a related party of the Parent Company or SEFL.

The total exposure (net of impairment) of SEFL towards such borrowers is Rs.7,961 crores as on June 30, 2021.

Further, in view of the directions, in line with arm's length principles, SEFL has started 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. Necessary disclosures/adjustments, if any, will be done upon completion of the re-assessment of and the re-negotiations with the respective borrowers.

9. Disclosures as required by RBI circular dated August 6, 2020 'Resolution Framework for Covid-19 - related Stress' are as below for the quarter ended June 30 , 2021

(Rs. In Crores)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementatio n of the resolution plan
Personal Loans	-	-	-	-	-
Corporate persons*	1	35	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	1	35	-	-	-

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

10. Considering the significant impact of COVID-19 on business activity, the Company had received consent for waiver of interest on Non-convertible Perpetual Bond from the investors. Accordingly, the Company has not accrued interest on such bonds for quarter ended 30th June, 2021 totalling to Rs. 823 lakhs.
11. The figures for the quarter ended 31st March, 2021 represents balancing figures between the audited figures of the full financial year and the reviewed year-to-date figures upto the third quarter of the respective financial year.
12. Figures pertaining to the previous period have been rearranged/ regrouped, wherever considered necessary, to make them comparable with those of the current period.

Place: Kolkata
Date: 14th August, 2021

D. K. CHHAJER & CO. CHARTERED ACCOUNTANTS 11, R. N. Mukherjee Road

Srei Infrastructure Finance Ltd. Kolkata

For and on behalf of the Board of Directors

Chairman
DIN: 00193015