

Indiabulls VENTURES

Indiabulls Ventures Limited
(CIN: L74999DL1995PLC069631)
Statement of Unaudited Consolidated Financial Results
for the quarter ended 30 June 2020

(Amount in ₹ Lakh)

Statement of Unaudited Consolidated Financial Results for the quarter ended 30 June 2020				
Particulars	Quarter ended			Year ended
	30 June 2020 (Unaudited)	31 March 2020 (Refer note - 3)	30 June 2019 (Unaudited)	31 March 2020 (Audited)
1 Revenue from operations				
Interest income	31,171.12	38,637.70	55,670.25	197,233.11
Dividend income	-	-	-	4,951.19
Fees and commission income	4,638.17	9,770.85	3,779.84	27,518.30
Net gain on fair value changes	1,094.77	-	646.65	-
Net gain on derecognition of financial assets	1,364.06	14,417.18	9,723.45	61,775.95
Total revenue from operations	38,268.12	62,825.73	69,820.19	291,478.55
2 Other income	742.96	88.18	225.73	406.68
3 Total income (1+2)	39,011.08	62,913.91	70,045.92	291,885.23
4 Expenses :				
Finance costs	13,605.92	17,031.33	21,817.03	79,969.98
Fees and commission expense	572.37	1,894.03	558.50	3,417.74
Net loss on fair value changes	-	(1,194.17)	-	1,512.19
Impairment on financial assets	2,325.59	64,940.79	4,092.22	96,023.15
Employee benefits expenses	8,575.04	11,059.93	13,689.98	50,842.82
Depreciation and amortisation	2,711.86	3,184.30	2,416.41	11,607.23
Other expenses	8,818.25	10,264.42	10,493.91	45,808.18
Total expenses	36,609.03	107,180.63	53,068.05	289,181.29
5 Profit/(loss) before tax (3-4)	2,402.05	(44,266.72)	16,977.87	2,703.94
6 Tax expense:				
(a) Current tax	3,497.18	(6,379.19)	5,035.70	1,881.82
(b) Deferred tax credit	(2,336.87)	(6,019.58)	(264.31)	(3,358.78)
Total tax expense	1,160.31	(12,398.77)	4,771.39	(1,476.96)
7 Profit/(loss) for the period (5-6)	1,241.74	(31,867.95)	12,206.48	4,180.90
8 Other comprehensive income				
Items that will not be reclassified to profit or loss	111.31	(17.26)	(4.58)	(246.95)
Income tax relating to items that will not be reclassified to profit or loss	(7.62)	(23.50)	2.38	20.85
Items that will be reclassified to profit or loss	696.88	2,521.99	802.06	1,059.00
Income tax relating to items that will be reclassified to profit or loss	(175.39)	(634.74)	(280.27)	(266.53)
Total other comprehensive income	625.18	1,846.49	519.59	566.37
9 Total comprehensive income for the period (7+8)	1,866.92	(30,021.46)	12,726.07	4,747.27
10 Net profit after tax attributable to -				
Owners of the Holding Company	1,197.53	(33,363.65)	10,978.71	432.67
Non controlling interests	44.21	1,495.70	1,227.77	3,748.23
11 Other comprehensive income attributable to -				
Owners of the Holding Company	625.18	1,833.49	519.59	553.37
Non controlling interests	-	13.00	-	13.00
12 Total comprehensive income attributable to -				
Owners of the Holding Company	1,822.71	(31,530.16)	11,498.30	986.04
Non controlling interests	44.21	1,508.70	1,227.77	3,761.23
13 Paid-up equity share capital (face value of ₹ 2 per equity share)	10,782.18	10,222.47	11,487.51	10,222.47
14 Other equity as per Statement of Assets and Liabilities				492,512.96
15 Earnings per equity share (EPS) (face value of ₹ 2 per equity share)				
(EPS for the quarters not annualised)				
(1) Basic (amount in ₹)	0.23	(6.04)	1.84	0.07
(2) Diluted (amount in ₹)	0.22	(6.04)	1.79	0.07

Notes to the Unaudited Consolidated Financial Results:

- 1 Indiabulls Ventures Limited ('IBVL', 'the Company', 'the Holding Company') and its subsidiaries are together referred to as 'the Group' in the following notes. The Holding Company conducted its operations along with its subsidiaries for the quarter ended 30 June 2020. These consolidated financial results of the Group have been prepared in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- 2 These consolidated financial results of the Group have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 9 September 2020. These consolidated financials results have been subjected to the limited review by the statutory auditors of the Company.
- 3 Figures for the quarter ended 31 March 2020 represents the balancing figures between the consolidated audited figures for the financial year and unaudited published year to date consolidated figures upto third quarter of the financial year.

4 During the quarter ended 30 June 2020, the Group has further acquired remaining 58% stake in Transerv Limited (formerly Transerv Private Limited) making it a wholly owned step down subsidiary of the Company.

5 COVID-19, a global pandemic, has contributed to a significant decline and volatility in global and Indian markets and a significant decrease in economic activity. The Group's businesses are expected to be impacted by lower lending opportunities and decline in collection efficiencies. The Group's capital and liquidity position remains strong and would continue to be the focus area for the Group.

Further pursuant to Reserve Bank of India's circulars dated 27 March 2020, 17 April 2020 and 23 May 2020, respectively, allowing lending institutions to offer moratorium to borrowers, the Group has extended moratorium to its borrowers in accordance with their Board approved policies. The Group has estimated expected credit losses based on information available at this point in time to reflect, among other things, the deterioration in macro-economic factors. Given the dynamic nature of the pandemic situation, these estimates are based on early indicators, subject to uncertainty and may be effected by the severity and duration of the pandemic, including government and regulatory measures and its effect on economy, the businesses and the financial metrics of the Group. The actual outcome could be different from that estimated by the Group. However, the impact assessment of COVID-19 is a continuing process and the Group will continue to monitor any material changes to future economic conditions.

6 During the quarter ended 30 June 2020, the Holding Company has issued and allotted its 27,985,452 fully paid up equity shares of face value of ₹ 2/- each, at a premium of ₹ 548/- per share, upon conversion of equivalent number of Compulsorily Convertible Debentures of face value of ₹ 550/- each, earlier issued and allotted on a preferential basis in December 2018.

7 The Board of Directors in their meeting held on 28 August 2020 have approved the preferential offer and issue of upto 33,600,000 (Three Crore Thirty Six Lakh) fully paid up equity shares of face value of ₹ 2/- each at an issue price of ₹ 175/- per equity share (including a premium of ₹ 173/- per equity share), for cash consideration, to certain foreign investors, subject to the approval of the shareholders in the 25th Annual General Meeting scheduled to be held on 25 September 2020.

8 Segment results

The Group's operating segments are established on the basis of those components of the Group that are evaluated regularly by the Board of Directors (the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments'), in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of services, the differing risks and returns and the internal business reporting systems.

(Amount in ₹ Lakh)

Particulars	Quarter ended			Year ended
	30 June 2020 (Unaudited)	31 March 2020 (Unaudited)	30 June 2019 (Unaudited)	31 March 2020 (Audited)
Segment revenue				
Broking and related activities	3,785.52	6,313.17	9,299.26	35,219.02
Financing and related activities	30,924.65	55,485.39	61,410.48	257,961.01
Asset reconstruction and related activities	4,744.43	4,821.13	3,247.56	14,630.70
Others	168.32	211.12	59.14	555.33
Total	39,622.92	66,830.81	74,016.44	308,366.06
Less: Inter segment revenue	(1,354.80)	(4,005.08)	(4,196.25)	(16,887.51)
Total revenue from operations	38,268.12	62,825.73	69,820.19	291,478.55
Segment results				
Profit/(loss) before tax and interest expense				
Broking and related activities	1,107.54	(3,928.67)	2,306.71	971.53
Financing and related activities	251.93	(36,423.74)	12,088.60	3,091.84
Asset reconstruction and related activities	2,124.64	(313.42)	4,520.81	8,109.85
Total	3,484.11	(40,665.83)	18,916.12	12,173.22
(i) Less: Interest expense	(818.35)	(2,056.61)	(1,786.76)	(7,346.17)
(ii) (Less)/Add: Other unallocable income / (expenses)	(263.71)	(1,544.28)	(151.49)	(2,123.11)
Profit / (loss) before tax	2,402.05	(44,266.72)	16,977.87	2,703.94
Segment assets				
Broking and related activities	119,935.06	122,441.38	290,011.27	122,441.38
Financing and related activities	755,879.27	816,917.74	1,109,847.60	816,917.74
Asset reconstruction and related activities	100,802.92	109,992.42	39,093.51	109,992.42
Unallocable segment assets	162,011.38	108,370.98	71,491.34	108,370.98
Total	1,138,628.63	1,157,722.52	1,510,443.72	1,157,722.52
Segment liabilities				
Broking and related activities	20,726.88	18,698.51	48,093.50	18,698.51
Financing and related activities	490,634.10	535,667.89	775,949.04	535,667.89
Asset reconstruction and related activities	2,196.31	2,628.60	2,105.38	2,628.60
Unallocable segment liabilities	79,090.12	41,953.96	13,996.77	41,953.96
Total	592,647.41	598,948.96	840,144.69	598,948.96
Capital employed (segment assets - segment liabilities)				
Broking and related activities	99,208.18	103,742.87	241,917.77	103,742.87
Financing and related activities	265,245.17	281,249.85	333,898.56	281,249.85
Asset reconstruction and related activities	98,606.61	107,363.82	36,988.13	107,363.82
Unallocable capital employed	82,921.26	66,417.02	57,494.57	66,417.02
Total	545,981.22	558,773.56	670,299.03	558,773.56

Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi 110 001.
Corporate Identification Number: L74999DL1995PLC069631

For and on behalf of Board of Directors

Place : Mumbai
Date : 9 September 2020

Divyesh B. Shah
Whole-time Director & COO

Indiabulls Ventures Limited
(CIN: L74999DL1995PLC069631)
Statement of Unaudited Standalone Financial Results
for the Quarter ended 30 June 2020

(Amount in ₹ Lakh)

Statement of Unaudited Standalone Financial Results for the Quarter ended 30 June 2020

	Particulars	Quarter ended			Year ended
		30 June 2020	31 March 2020	30 June 2019	31 March 2020
		(Unaudited)	(Refer note - 2)	(Unaudited)	(Audited)
1	Revenue from operations				
	Interest income	173.48	1,198.04	3,382.31	10,029.52
	Dividend income	490.96	12,423.53	6,457.70	20,510.63
	Net gain on fair value changes	9.48	22.90	-	36.37
	Total revenue from operations	673.92	13,644.47	9,840.01	30,576.52
2	Other income	99.69	145.25	81.92	425.67
3	Total income (1+2)	773.61	13,789.72	9,921.93	31,002.19
4	Expenses :				
	Finance costs	678.17	1,080.41	1,012.53	3,810.44
	Fees and commission expense	4.20	4.34	4.34	17.44
	Employee benefits expenses	148.66	226.51	286.69	999.08
	Depreciation and amortisation	4.15	4.88	3.52	16.50
	Other expenses	79.03	115.68	43.13	456.64
	Total expenses	914.21	1,431.82	1,350.21	5,300.10
5	Profit / (loss) before tax (3-4)	(140.60)	12,357.90	8,571.72	25,702.09
6	Tax expense:				
	(a) Current tax	-	-	-	-
	(b) Deferred tax expense	137.56	85.56	481.44	1,014.46
	Total tax expense	137.56	85.56	481.44	1,014.46
7	Profit / (loss) from continuing operations after tax (5-6)	(278.16)	12,272.34	8,090.28	24,687.63
8	Profit / (loss) from discontinued operations	-	(53.46)	575.25	16.62
9	Tax expense of discontinued operations	-	94.57	32.31	99.45
10	Profit / (loss) from discontinued operations (after tax) (8-9)	-	(148.03)	542.94	(82.83)
11	Profit / (loss) for the period (7+10)	(278.16)	12,124.31	8,633.22	24,604.80
12	Other comprehensive income				
	(i) Items that will not be reclassified to profit or loss	81.81	(79.97)	7.13	(146.74)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.12)	(8.89)	(1.71)	(5.19)
	Total other comprehensive income	81.69	(88.86)	5.42	(151.93)
13	Total comprehensive income for the period (11+12)	(196.47)	12,035.45	8,638.64	24,452.87
14	Paid-up equity share capital (face value of ₹ 2 per equity share)	10,782.18	10,222.47	11,487.51	10,222.47
15	Other equity as per the Statement of Assets and Liabilities				457,765.54
16	Earnings per equity share (EPS) for continuing operations (face value of ₹ 2 per equity share) (EPS for the quarters not annualised)				
	(1) Basic (amount in ₹)	(0.05)	2.23	1.35	4.19
	(2) Diluted (amount in ₹)	(0.05)	2.19	1.31	4.12
17	Earnings per equity share (EPS) for discontinued operations (face value of ₹ 2 per equity share) (EPS for the quarters not annualised)				
	(1) Basic (amount in ₹)	-	(0.03)	0.09	(0.01)
	(2) Diluted (amount in ₹)	-	(0.03)	0.09	(0.01)
18	Earnings per equity share (EPS) for continuing and discontinued operations (face value of ₹ 2 per equity share) (EPS for the quarters not annualised)				
	(1) Basic (amount in ₹)	(0.05)	2.20	1.44	4.18
	(2) Diluted (amount in ₹)	(0.05)	2.16	1.40	4.11

Notes to the Unaudited Standalone Financial Results:

- 1 These standalone financial results of Indiabulls Ventures Limited ('IBVL', 'the Company') for the quarter ended 30 June 2020 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 9 September 2020. These results have been prepared in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These standalone financial results have been subjected to limited review by the statutory auditors of the Company.
- 2 Figures for the quarter ended 31 March 2020 represents the balancing figures between the audited figures for the financial year and unaudited published year to date figures upto third quarter of the financial year.
- 3 The Company carried on the business of Stock Broking until 20 February 2020. The Stock Broking business was transferred to Dhani Stocks Limited (formerly known as Indiabulls Securities Limited, a wholly owned subsidiary of IBVL) through a slump sale transaction after receiving approvals from regulatory and other relevant authorities. Accordingly, these results of prior period represent profit/(loss) from discontinued operations and the related tax expense separately. Further, the Company was a Non-Banking Financial Company as defined under Rule 2(g) of the Companies (Indian Accounting Standards) Rules, 2015 issued under Section 133 of the Companies Act, 2013 ('the Act') until 20 February 2020. Having regard to the nature of the continuing operations of the Company, the management has continued to present the financial results using Division III of Schedule III to the Act.
- 4 The Company's operations and business activities fall within a single business segment of financing and making strategic investments and as such no separate information is required to be furnished in terms of Ind AS 108 - Operating Segment.
- 5 COVID-19, a global pandemic, has contributed to a significant decline and volatility in global and Indian markets and a significant decrease in economic activity. The impact of COVID-19 on Company's result remain uncertain and dependent on extent of spread of COVID-19, steps taken by the Government and central bank to mitigate the economic impact, steps taken by the Company and the time it takes for economic activities to resume at normal levels as a result of which, actual results may differ. The Company's capital and liquidity position remains strong and would continue to be the focus area for the Company.
- 6 During the quarter ended 30 June 2020, the Holding Company has issued and allotted its 27,985,452 fully paid up equity shares of face value of ₹ 2/- each, at a premium of ₹ 548/- per share, upon conversion of equivalent number of Compulsorily Convertible Debentures of face value of ₹ 550/- each, earlier issued and allotted on a preferential basis in December 2018.
- 7 The Board of Directors in their meeting held on 28 August 2020 have approved the preferential offer and issue of upto 33,600,000 (Three Crore Thirty Six Lakh) fully paid up equity shares of face value of ₹ 2/- each at an issue price of ₹ 175/- per equity share (including a premium of ₹ 173/- per equity share), for cash consideration, to certain foreign investors, subject to the approval of the shareholders in the 25th Annual General Meeting scheduled to be held on 25 September 2020.

Registered Office: M - 62 & 63, 1st Floor, Connaught Place, New Delhi 110 001.
Corporate Identification Number: L74999DL1995PLC069631

For and on behalf of Board of Directors

Place : Mumbai
Date : 9 September 2020

Divyesh B. Shah
Whole-time Director & COO