

GALADA FINANCE LIMITED
(CIN : L65191TN1986PLC012826)

Regd.Office : "SHANTI SADAN" Old No.4, New No.7, Shaffee Mohammed Road, Thousand Lights, Chennai 600 006
Email : info@galadafinance.in

AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST MARCH, 2020 (Rs. in lakhs)

S.No.	PARTICULARS	Quarter Ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Unaudited	Audited	Audited	Audited
	Revenue from operations					
	(i) Interest Income	21.42	25.40	42.76	95.19	124.62
	(ii) Dividend Income	0.17	0.24	-	1.32	2.20
(I)	Total revenue from operations	21.59	25.64	42.76	96.51	126.82
(II)	Other income	0.06	1.60	0.68	1.90	0.39
(III)	Total Income (I + II)	21.65	27.24	43.44	98.41	127.21
	Expenses					
	(i) Finance Costs	9.46	9.86	9.56	40.48	44.27
	(ii) Employee benefit expenses	2.69	4.01	4.63	14.18	26.26
	(iii) Depreciation, amortization and impairment	2.34	2.36	3.32	9.37	13.23
	(iv) Other expenses	9.11	5.15	8.73	27.62	32.27
	(v) Bad Debts	0.26	-	3.43	0.26	3.43
	(vi) Provision for NPA	0.24	1.68	1.59	2.44	5.02
	(vii) Loss on Sale of Investments	27.64	2.35	19.83	71.49	19.72
IV	Total Expenses	51.74	25.41	51.09	165.84	144.20
V	Profit/(loss) before exceptional items	(30.09)	1.83	(7.65)	(67.43)	(16.99)
VI	Exceptional items	-	-	-	-	-
VII	Profit/(loss) before Tax (V-VI)	(30.09)	1.83	(7.65)	(67.43)	(16.99)
VIII	Tax expense					
	- Current Tax	0.32	1.20	2.74	1.82	3.51
	- Deferred Tax	(0.24)	-	-	(0.24)	(0.77)
IX	Profit / (Loss) for the period (VII-VIII)	(30.17)	0.63	(10.39)	(69.01)	(19.73)
X	Other comprehensive income					
	A. (i) Items that will not be reclassified to profit or loss	13.15	2.82	(0.77)	29.97	(19.92)
	that will not be reclassified to profit or loss	(2.53)	(0.54)	0.14	(5.76)	3.82
	B. (i) Items that will be reclassified to profit or loss					
	that will be reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income (net of tax)	10.62	2.28	(0.63)	24.21	(16.10)



XI	Total comprehensive income for the year (IX+X) (Comprising Profit (Loss) and other Comprehensive Income for the period)	(19.55)	2.91	(11.02)	(44.80)	(35.83)
XII	Paid up equity share capital (FV of Rs 10/- each)	300.00	300.00	300.00	300.00	300.00
XIII	Other Equity	195.25	209.67	240.05	195.25	240.05
XIV	operations)					
	- Basic	(0.65)	0.10	(0.37)	(1.49)	(1.19)
	- Diluted	(0.65)	0.10	(0.37)	(1.49)	(1.19)

- 1 The Company has adopted Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 from 1st April 2019 and the effect of such transition is 1st April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines Issued by the Reserve Bank of India ('RBI') (referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening balance sheet at 1st April 2018.

There is a possibility that these financial results for the current and previous periods may require adjustments due to changes in financial reporting requirements arising from new standards, modifications to the existing standards, guidelines issued by the Ministry of Corporate Affairs and RBI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS permitted under Ind AS-101.

- 2 As required by paragraph 32 of Ind AS 101, net profit reconciliation between the figures reported under Previous GAAP and Ind AS is as under :

Particulars	Quarter ended	Year ended	Year ended
	31.03.2020	31.03.2020	31.03.2019
Net profit as per tax as reported under Previous GAAP	(30.17)	(68.39)	(15.60)
Adjustments for :			
Expected credit loss	(0.24)	(0.62)	(4.13)
Fair valuation of financial assets through profit or loss	13.15	29.97	(19.92)
Income tax effect on the above	(2.53)	(5.76)	3.82
Net profit as per tax as reported under Ind AS	(19.79)	(44.80)	(35.83)

- 3 The above financial results for the quarter ended 31st March 2020 have been reviewed by the Audit committee and approved by the Board of directors of the company at their meeting held on 25th July, 2020 and have been subjected to audit by the Statutory Auditors.
- 4 The company is engaged primarily in the business of financing and accordingly, there are no separate reportable segments as per Ind AS 109 dealing with operating segment.
- 5 Previous quarter / year figures have been re-grouped / re-arranged wherever necessary.

Place : Chennai
Date : 25-07-2020


J. ASHOK GALADA
Managing Director
(DIN No.00042295)



Galada Finance Limited

Balance Sheet as at 31st March, 2020

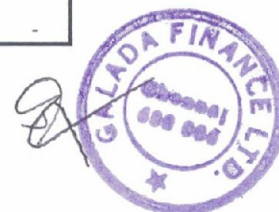
Rs in Lakhs

1. Discloser of standalone assets and liabilities as per Regulation 33 of the SEBI (Listing Obligations and Discloser Requirements) Regulations, 2015 as at 31st March, 2020 :

Particulars		As at 31st March, 2020	As at 31st March, 2019	As at 01st April, 2018
		INR	INR	INR
ASSETS				
1	Financial Assets			
	Cash & cash equivalents	9.09	15.30	8.23
	Bank balances other than cash & cash equivalents	-	-	-
	Receivables	-	-	-
	(i) Trade receivables	-	-	-
	(ii) Other receivables	-	-	-
	Loans	606.15	535.03	558.03
	Investments	18.57	125.20	151.66
	Other financial assets	62.76	59.68	54.16
	Total Financial Assets	696.57	735.21	772.08
2	Non-Financial assets			
	Current tax assets (net)	10.39	8.71	8.71
	Deferred tax assets (net)	21.10	26.63	22.03
	Property, plant and equipment	28.00	36.73	49.69
	Other non-financial assets	-	-	-
	Total Non-Financial assets	59.49	72.07	80.43
	TOTAL ASSETS	756.06	807.28	852.51
LIABILITIES AND EQUITY				
Liabilities				
3	Financial liabilities			
	Payables			
	(i) Trade payables			
	- Total outstanding dues of micro enterprises and small enterprises	-	-	-
	- Total outstanding dues of creditors other than micro enterprises and	-	-	-
	(ii) Other payables			
	- Total outstanding dues of micro enterprises and small enterprises	-	-	-
	- Total outstanding dues of creditors other than micro enterprises and	2.88	2.94	3.13
	Debt securities	-	-	-
	Borrowings (Other than debt securities)	256.19	265.43	263.72
	Deposits	-	-	10.14
	Other financial liabilities	6.88	4.00	4.78
	Total Financial liabilities	265.95	272.37	281.77
4	Non-financial liabilities			
	Current tax liabilities (net)	-	-	-
	Provisions	-	-	-
	Other non-financial liabilities	-	-	-
	Total non-current liabilities	-	-	-
5	Equity			
	Equity share capital	300.00	300.00	300.00
	Other equity	190.11	234.91	270.74
	Total current liabilities	490.11	534.91	570.74
	TOTAL EQUITY AND LIABILITIES	756.06	807.28	852.51
		-	-	-



Particular	For the year ended 31.03.2020		For the year ended 31.03.2019	
	INR	INR	INR	INR
A. Cash flow from Operating Activities				
Profit before tax		(67.43)		(16.99)
Adjustment for :				
Depreciation & Amortisation	9.37		13.23	
Profit on Sale of Assets	(1.63)		-	
Interest Payment	39.74		42.54	
Interest Income	(0.76)		(1.06)	
Dividend Income	(1.33)		(2.20)	
Impairment of financial Assets	2.44		5.02	
Net Gain/Loss on Sale of Investments	71.49		19.72	
		119.32		77.25
Cash flow from operation before working capital changes		51.89		60.26
Working capital changes				
(Increase)/decrease in loans	(73.55)		17.98	
(Increase)/decrease in other financial assets	(3.08)		(5.53)	
Increase/(decrease) in trade payables	-		-	
Increase/(decrease) in other payables	(0.05)		(0.19)	
Increase/(decrease) in other financial liabilities	(36.86)		(43.33)	
		(113.54)		(31.07)
		(61.65)		29.19
Income Tax Paid (net of refunds)		(3.50)		(3.50)
Net Cash Flow from Operating Activities		(65.15)		25.69
B. Income from Investing Activities				
Interest Income	0.76		1.06	
Dividend Income	1.33		2.20	
Purchase of Property, plant & equipments (net)	0.98		(0.27)	
Sale / (Purchase) of Investments (net)	65.12		(13.18)	
Net Cash Flow from Investing Activities		68.19		(10.19)
C. Income from Financing Activities				
Proceeds from Borrowings	(9.25)		(8.43)	
Repayment of Deposits	-		-	
Net Cash Flow from Financing Activities		(9.25)		(8.43)
Net Increase/decrease in cash and cash equivalent		(6.21)		7.07
Cash and cash equivalent at the beginning of the period		15.30		8.23
Cash and cash equivalent at the end of the period		9.09		15.30
Components of Cash and Cash Equivalents				
(a) Cash on hand		5.98		7.13
(b) Cheques, drafts on hand		2.78		7.95
(c) Balances with banks				
(i) In current accounts		0.33		0.22
		9.09		15.30
		-		-



DIYALI B AND ASSOCIATES

Chartered Accountants

A9, Maruti Apartments

87, Dr. Alagappa Road

Chennai-600 084

Ph : 04426422500, 9444906021

INDEPENDENT AUDITOR'S REPORT

To

The Board of Directors

M/s Galada Finance Limited

Report on the audit of the Standalone Financial Results**Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of **M/s Galada Finance Limited** (hereinafter referred to as the "Company") for the quarter and year ended 31st March, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the quarter and year ended 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

The statement is prepared on the basis of the standalone annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit / loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

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As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ♣ Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- ♣ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls

- ♣ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.

- ♣ Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- ♣ Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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Emphasis of Matter

We draw attention to Note No. 04 to the statement, which describes the uncertainties and the impact of COVID 19 pandemic with respect to the Company's estimates of impairment of loans to customers and that such estimates may be affected by the severity and duration of the pandemic.

Our report is not modified in respect of this matter.

Other Matters

The statement includes the results for the quarter ended 31st March, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to limited review by us.

For DIYALI B AND ASSOCIATES

Chartered Accountants

Firm Regn No :017740S


DIYALI B

Proprietrix

Membership No :242354



Place : Chennai

Date :25th July 2020

UDIN : 20242354AAAAAI1564