

Independent Auditor's Review Report on the Half-yearly Unaudited Financial Results of the Company Pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Kogta Financial (India) Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Kogta Financial (India) Limited (the "Company") for the half year ended September 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the 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, 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 Engagements (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 of material misstatement. A review of interim financial information consists of making inquiries, primarily of 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. Based on our review conducted as above, 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') specified under Section 133 of the Companies Act, 2013, as amended, 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. The comparative Ind AS financial information appearing in the accompanying results for the corresponding half year ended September 30, 2018 included in these Ind AS financial results, is based on the previously issued financial statements, prepared in accordance with the accounting standards specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and reviewed by us on which we expressed an unmodified opinion dated October 15, 2018, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have not been reviewed by us.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Shravan Jalan

Partner

Membership No.: 102102

UDIN: 19102012AAABEY8950

Mumbai

December 5, 2019



KOGTA FINANCIAL (INDIA) LIMITED
CIN: U67120RJ1996PLC011406
Regd Office: Kogta House, Azad Mohalla, Bijanagar-305624, Rajasthan
Tel.: +0141-6767000 | Email: info@kogta.in

Statement of Unaudited Assets & Liabilities as at September 30, 2019

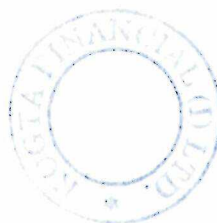
| Particulars | (Amount in Rs. Lacs) |
|--|---|
| | As at September 30, 2019 (unaudited) |
| ASSETS | |
| A. Financial Assets | |
| Cash and cash equivalents | 8,862.39 |
| Bank Balances other than cash and cash equivalents | 3,608.39 |
| Loans | 76,713.03 |
| Other Financial Assets | 537.29 |
| Sub-total-Financial assets (A) | 89,721.10 |
| B. Non-Financial Assets | |
| Deferred Tax Assets (net) | 474.17 |
| Property, plant and equipment | 682.29 |
| Other Intangible Assets | 78.68 |
| Right of Use Assets | 899.18 |
| Other non-financial assets | 1,245.76 |
| Sub-total-Non-financial assets (B) | 3,380.08 |
| Total - Assets (A+B) | 93,101.18 |
| LIABILITIES AND EQUITY | |
| LIABILITIES | |
| A. Financial Liabilities | |
| Trade Payables | |
| Debt securities | 155.89 |
| Borrowings (Other than debt securities) | 6,739.19 |
| Lease Liability | 53,531.80 |
| Other financial liabilities | 924.85 |
| Sub-total-Financial liabilities (A) | 981.86 |
| B. Non-Financial liabilities | 62,333.59 |
| Provisions | |
| Other non-financial liabilities | 117.24 |
| Sub-total-Non-financial liabilities (B) | 96.66 |
| C. EQUITY | 213.90 |
| Equity share capital | |
| Share application money pending allotment | 6,357.74 |
| Other equity | 7,596.80 |
| Sub-total - Equity (C) | 16,599.15 |
| Total - Liabilities and Equity (A+B+C) | 30,553.69 |
| Total - Liabilities and Equity (A+B+C) | 93,101.18 |

See accompanying notes to the financial results

For Kogta Financial (India) Limited

Place: Jaipur
Date: 05.12.2019

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Only.*




Arun Kogta
(Managing Director & CEO)
DIN: 05109722

KOGTA FINANCIAL (INDIA) LIMITED
CIN: U67120RJ1996PLC011406
Regd Office: Kogta House, Azad Mohalla, Bijanagar-305624, Rajasthan
Tel.: +0141-6767000 | Email: info@kogta.in

Statement of Unaudited Financial Results for the half year ended September 30, 2019

| Particulars | (Amount in Rs. Lacs) | |
|---|---|---|
| | For the half year ended September 30, 2019 (unaudited) | For the half year ended September 30, 2018 (unaudited) |
| A. Revenue from operations | | |
| Interest Income | | |
| Fee and Commission Income | 6,719.24 | 4,133.78 |
| Total Revenue from operations (A) | 594.06 | 406.94 |
| B. Other Income | 7,313.30 | 4,540.72 |
| Total income (A+B) | 5.16 | 56.86 |
| | 7,318.46 | 4,597.58 |
| C. Expenses | | |
| Finance Costs | | |
| Impairment on financial instruments | 3,216.64 | 2,290.59 |
| Employee Benefits Expenses | 858.56 | 749.11 |
| Depreciation and amortization expenses | 1,904.20 | 1,062.48 |
| Others expenses | 162.85 | 49.66 |
| Total expenses (C) | 653.00 | 425.02 |
| | 6,795.26 | 4,576.86 |
| Profit before taxes (A+B-C) | | |
| D. Tax expenses | 523.20 | 20.72 |
| - Current Taxes | | |
| - Deferred Taxes | 235.76 | 162.46 |
| Profit for the period (A+B-C-D) | (211.63) | (168.70) |
| | 499.07 | 26.96 |
| E. Other Comprehensive Income | | |
| (i) Items that will not be reclassified to profit or loss | | |
| (a) Re-measurements of net defined benefit plans | (22.88) | - |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | (5.76) | - |
| Other Comprehensive Income (E) | (17.12) | - |
| Total Comprehensive Income for the period (net of tax) (A+B-C-D+E) | 481.95 | 26.96 |
| Earnings per equity share * | | |
| Basic (Rs.) | 5.20 | 0.28 |
| Diluted (Rs.) | 2.42 | 0.20 |

* Not annualised for the half year ended September 30, 2019 and September 30, 2018
See accompanying notes to the financial results

Place: Jaipur
Date: 05.12.2019

For Identification Purpose Only.



For Kogta Financial (India) Limited

(Signature)
Arun Kogta
(Managing Director & CEO)
DIN: 05109722

Unaudited Financial Results for the half year ended September 30, 2019

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on December 5, 2019, in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The above results for the half year ended September 30, 2019 have been reviewed by the Statutory Auditors of the Company.
2. The Company operates in a single reportable segment i.e. lending to retail customers under various product lines, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographic segment i.e. domestic.
3. The company has adopted Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 from April 1, 2019 and effective date of the transition is April 1, 2018. Such transition has been carried out from the erstwhile Accounting Standards under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred as "the previous GAAP"). Accordingly, the impact of transition has been recorded in the opening reserves as at April 1, 2018.

The corresponding period figures presented in these results have been prepared on the basis of the previously published results under previous GAAP for the relevant periods duly re-stated to Ind AS. These Ind AS adjustments have not been reviewed by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the Company's affairs.

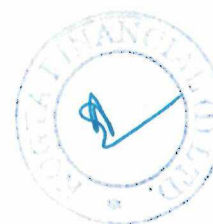
These financial results have been drawn on the basis of Ind AS that are applicable to the Company as at September 30, 2019 based on MCA Notification G.S.R. 111(E) and G.S.R. 365(E) dated February 16, 2015 and March 31, 2016 respectively. There is a possibility that these financial results for the current and previous period may require adjustments due to change in the financial reporting requirements arising from new standards, modification to the existing standards, guidelines issued by 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.

4. As required by the paragraph 32 of Ind AS 101, reconciliation of the financial results to those reported under Previous GAAP is summarized as follows:

| Reconciliation of the financial results as per previous GAAP | |
|---|--|
| | Half year ended September 30, 2018 (Rs in lacs) |
| Profit after tax as per previous GAAP | 374.22 |
| Effective Interest Rate Impact on Financial Assets | -53.51 |
| Expected Credit Loss (ECL) on financial assets | -302.00 |
| Interest spread on assignment transaction | -128.36 |
| Impact of securitization transactions | 29.20 |
| Effective Interest Rate impact on financial liabilities | -11.83 |
| Others | -23.43 |
| Tax Impact of the above adjustments | 142.67 |
| Profit after tax as per Ind AS | 26.96 |
| Other comprehensive income (net of taxes) on account of remeasurement of defined benefit obligation | 0.00 |
| Total comprehensive income as per Ind AS | 26.96 |

5. The company has availed the exemption provided by Securities and Exchange board of India (SEBI) vide circular no. CIR/IMD/DFI/69/2016 in respect of disclosure requirements pertaining to disclosure of financial results and Statement of Assets and Liabilities for the year ended and as at March 31, 2019. Accordingly, the Financial Results and the Statement of Assets and Liabilities for the year ended and as at March 31, 2019 is not disclosed.

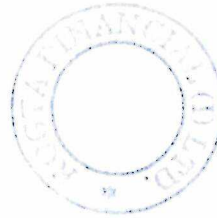
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6. The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised provision for Income Tax for the half year ended September 30, 2019 and re-measured its Deferred tax assets/liability basis the rate prescribed in the aforesaid section and recognised the effect of change by revising the annual effective income tax rate.
7. Effective April 1, 2019, the Company has adopted Ind AS 116 – Leases and applied it to applicable lease contracts existing as on April 1, 2019 using the modified retrospective approach. Based on the same and as permitted under the specific transitional provision in the standard, the Company is not required to restate the comparative figures.
8. The figures for the previous periods have been regrouped/rearranged wherever necessary to conform to current period presentation.

Place: Jaipur
Date: December 5, 2019

For and on behalf of the Board of Directors of
Kogta Financial (India) Limited




Arun Kogta
Managing Director & CEO
DIN: 05109722

For Identification Purpose
Only.

