

SCRIP NAME: SRGHFL; SCRIP CODE: 534680; ISIN: INE559N01010

Date: 23-05-2022

To,
Department of Corporate Affairs
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001

Dear Sir,

Subject: Press Release on Audited Financial Results for the Quarter and Year Ended March 31, 2022

With reference to above, we hereby provide Press Release with respect to audited financial results of the Company for the quarter and financial year ended March 31, 2022.

Kindly take the same on record.

Thanking You,

With Regards

For SRG Housing Finance Limited

Sunaina Nagar
Company Secretary
M. No. A40754

Enclosed:- a/a

SRG HOUSING FINANCE LTD
Always with you



SRG HOUSING FINANCE LIMITED Q4 & FY22 PRESS RELEASE

The Board of Directors of SRG Housing Finance Ltd. (SRGHFL) have approved the Audited Financial Results for Quarter and year ended March 31, 2022 at their meeting held on **May 23, 2022**.

FINANCIAL RESULTS

PERFORMANCE HIGHLIGHTS (FY 21-22 vs FY 20-21)

- SRG Housing Finance Limited reported a **robust growth of 4.49% in Gross Loan Book with Rs. 340.01 Crore** as at March 31, 2022 (PY Rs. 325.40 Crore).
- **Profit After Tax rose to Rs. 20.32 Crore in FY22** compared with Rs. 18.83 Crore in FY21 with a **growth of 7.91 %** that resulted to an **EPS of Rs. 15.63 for FY22** as against Rs. 14.49 in FY21.
- **Total Income** was higher **by 4.94% to Rs. 80.46 Crore in FY22** as against Rs. 76.67 Crore in FY21.
- **Net Interest Margin (NIM)** is 12.74 % in FY22 compared to 12.06% in FY 21.
- **NNPA stood at 0.42% in FY22. (PY Rs. 0.42%).**
- During the year ended March 31, 2022, Company recorded the **Loan Sanctions** of **Rs. 88.79 Crore** compared with Rs. 96.85 Crore in FY21.

PERFORMANCE HIGHLIGHTS (Q4 FY21-22 vs Q4 FY20-21)

- **Total Income** is up by 10.31% to Rs. 22.57 Crore in Q4FY22 as against Rs. 20.46 Crore in Q4FY21.
- **Profit after Tax (PAT)** increased to Rs. 5.76 Crore in Q4Y22 compared to Rs. 3.63 Crore in Q4FY21.
- **Net Interest Margin** is at 3.49 % in Q4FY22 as compared to 3.08% in Q4FY21.
- **Loan Sanctions** for the Q4FY22 stood at Rs. 39.14 Crore vs. Rs. 39.51 Crore in Q4FY21.

Rs. in Cr.

Particulars	FY22	FY21	YoY	Q4FY22	Q4FY21	QOQ
Gross Loan Assets(AUM)	340.01	325.4	4.49%	340.01	325.4	4.49%
Loan Disbursement	84.89	89.88	-5.55%	33.53	36.52	-8.19%
Total Income	80.46	76.67	4.94%	22.57	20.46	10.31%
Net interest income(NII)	42.40	36.17	17.22%	11.72	9.33	25.62%
NIM (%) on Gross AUM	12.74	12.06	5.64%	3.49	3.08	13.31%
Profit Before tax(PBT)	25.53	23.77	7.40%	7.25	4.62	56.93%
Profit after tax (PAT)	20.32	18.83	7.91%	5.76	3.63	58.68%
EPS(Rs)	15.63	14.49	7.87%	4.43	2.79	58.78%
Total Equity	113.74	93.61	21.50%	113.74	93.61	21.50%
Book Value (per share)	87.49	72.01	21.50%	87.49	72.01	21.50%
Gross NPA (%)	2.47	2.34		2.47	2.34	
Net NPA (%)	0.42	0.42		0.42	0.42	

LENDING OPERATIONS

- The **Gross Loan Portfolio** in FY22 amounted at Rs. 340.01 Crore as against Rs. 325.40 Crore in FY21.
- **Loan Mix:**

Product wise:-

Loan type	Housing Loan		LAP		Total
	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)
FY22	221.37	65.11%	118.64	34.89%	340.01
FY21	220.60	67.79%	104.80	32.21%	325.40

Occupation wise:-

	Self Employed		Salaried		Total
	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)
FY22	265.98	78.23%	74.03	21.77%	340.01
FY21	263.77	81.06%	61.63	18.94%	325.40

Demography wise:

	Rural		Urban		Total
	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)	Percent	Amount (Rs. In Cr)
FY22	283.28	83.32%	56.73	16.68%	340.01
FY21	260.24	79.98%	65.16	20.02%	325.40

➤ Offering Mix : FY22

Particulars	LTV (%)	Disbursement (Rs. Cr.)	Average Ticket Size (Rs. Lakhs)	Yield (%)
Housing loan	40.61%	49.13	5.02	23.34%
Loan Against Property	41.67%	35.76	9.72	22.42%

- Total **Loan Disbursements** in the FY22 stood at Rs. 84.89 crore as against Rs. 89.88 Crore in the FY 21.
- The **Loan to Value Ratio (LTV)** of AUM at ~41% coupled with strong standards of credit underwriting has safeguarded the Company from unnecessary credit risk.
- **Loan Spread:** The Company continues to earn a strong spread on its loans of 12.60 %.

FINANCIALS

- The **Net Interest Margin to Average Earning Assets** in FY22 is at 12.74 % as against 12.06 % of FY21.
- **Total Shareholders' Funds** as on March 31, 2022 is Rs. 113.74 Crore as against Rs. 93.61 Crore as on FY21
- The **Return on Average Equity (ROAE)** as on March 31, 2022 is at 19.60 %.
- **The Cost to income ratio** in FY22 is 48.13 % as against 44.48 % for FY21.
- **Capital Adequacy Ratio** as on March 31, 2022 stood at 38.30 % out of which tier I capital 37.91% and tier II capital was 0.39%.

FUNDING

Outstanding Borrowing as on March 31, 2022 was Rs. **286.63 Crore** vs Rs. 285.78 Crore in FY21.

The Company received sanction of **Rs. 167.40 cr.** in FY 22 out of which 36% from Banks, 21% from NHB and 43% from FIs.



Borrowing Mix:

Borrowing Profile (%)	FY22	FY21
Banks (%)	40.53%	35.77%
NCD (%)	18.04%	22.84%
FI (%)	32.36%	27.06%
NHB (%)	9.07%	14.33%

BUSINESS PRESENCE

SRG is operating through its presence in **4 states through 37 branches** as on March 31, 2022. It has branches in Rajasthan (17), Madhya Pradesh (10), Gujarat (9) and Corporate office in Mumbai, Maharashtra (1). Its registered office is in Udaipur, Rajasthan.

MANAGEMENT COMMENTARY

Commenting on the company's financial performance Mr. Vinod Jain, Managing Director of the company stated that "Financial year 2022 started with the Second wave of COVID-19 which severely impacted the rural areas also. Before the end of Second wave there was rummers of third wave which highly impacted the sentiments of People towards their business inflows. Therefore the demands were significantly lower in the first half of the year. The country witnessed a third wave of COVID starting from December 2021 to mid of February 2022 which was relatively milder than the prior ones.

Second half of FY22 saw pick-up in activity for our business led by a strong festive season in Q3FY22. Our net profit grew by 7.91% compared to the previous year. During the year Loan Sanction was amounting to Rs. 88.79 Crore and Disbursement was Rs. 84.89 Crore. **Our total AUM as on March 31, 2022 stood at Rs. 340 crores.**

Our NIMs have been consistent at 12.74% for the year with our Total Net worth nearly Rs 114 crore. The company is raising funds from various banks/FIs. During FY 22 we have received sanctions of Rs 167.4 cr out of which 21% is from NHB. We continue to be adequately capitalized with Tier 1 at 37.91% of our Total CAR which stood at 38.3% as of 31 March 2022.

Our focus is on building a sustainable and profitable business while improving asset quality. We are now expanding our business. We have 37 branches as on March 31, 2022 and in the current financial year 2022-23, we have already opened 9 new Branches. As on date branch count stands at 46. We are seeing significant green shoots at the ground level which we believe will help us grow our Gross Loan Assets (AUM) to Rs 500 crore over the next 12-18 months (Rs 340 cr as of 31 March 2022).



We are well poised for our next leg of growth as we have been building up a strong team in our front end as well as in our back end operations backed by strong technology and systems to ensure our business metrics stay disciplined and within comfortable levels.

I thank all our employees and shareholders who have stood strong with us through these volatile 2 years and we are confident of delivering on your expectations. We look forward to an exciting 2022-23 and create value for all stakeholders.”

For more information contact:

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DISCLAIMER: *Certain statements that are made in the Press Release may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like significant changes in economic environment in India and overseas, tax laws, inflation, litigation, etc. Actual results might differ substantially from those expressed or implied. SRG Housing Finance Limited will not be in any way responsible for any action taken based on such statements and discussions; and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances*