Gujarat State Financial Corporation

(Established under State Financial Corporations Act, 1951)
SECRETARIAL CELL
1st Floor, Udyog Bhavan, Sector-11, GH-4, Gandhinagar – 382 010
Phone No.: 23256766 Fax : 23252204
Website: http://gsfc.gujarat.gov.in Email: sec-cell-gsfc@gujarat.gov.in

GSFC/SEC.CELL/C-2

August 08, 2024

The Listing Compliance Department
BSE Ltd,
Phiroz Jeejeebhoy Towers
Dalal Street, Fort, Mumbai 400 001

Sub: Unaudited financial results for the quarter ended 30th June, 2024 – Outcome of Board meeting & publication of results.
Ref: Stock Code: 532160

Dear Sirs,

Pursuant to Regulations 30 and 33 of SEBI (LODR) Regulations, 2015 and Board meeting intimation on July 25, 2024, it is to be informed that the Board of Directors of the Corporation at its meeting held today, i.e., August 08, 2024, inter alia, considered and approved the unaudited financial results of the Corporation for the quarter ended June 30, 2024 together with Limited Review Report on the said results issued by Statutory Auditors. The Board meeting commenced at 12.00 Noon and concluded at 01.05 PM. We now forward herewith the following: -

1. Unaudited financial results for the quarter ended June 30, 2024 subjected to Limited Review by the statutory auditors, duly reviewed by Audit Committee and approved by Board of Directors at their respective meetings held today i.e., 8th August, 2024.

2. Limited Review Report dated August 08, 2024 on the said un-audited financial results issued by Statutory Auditors, M/s. Pankaj R Shah & Associates, Chartered Accountants, Ahmedabad.

3. Extract of the said unaudited financial results being released in daily "Financial Express", Gujarati and English editions of Ahmedabad.

Kindly take the above on record.

Thanking you,

Yours faithfully,
for Gujarat State Financial Corporation,

(Raveendran Nair)
Secretary (Board)

GUJARAT STATE FINANCIAL CORPORATION

UDYOG BHAVAN, BLOCK NO. 10, 1ST FLOOR, SECTOR 11, GANDHINAGAR 382 010

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2024

(Rs in Lakh)

	PARTICULARS	Quarter ended			Year ended
		30.06.2024 (Unaudited)	31.03.2024 (Audited)	30.06.2023 (Unaudited)	31.03.2024 (Audited)
1	Interest earned	52.67	62.45	304.20	465.68
2	Other Income	359.72	348.51	284.86	1307.04
3	**Total Income (1+2)**	**412.39**	**410.96**	**589.06**	**1772.72**
4	Interest Expended	3456.48	3407.28	3410.15	13748.09
5	Operating Expenditure (i)+(ii)+(iii)	71.34	80.72	74.78	322.29
	(i) Employees cost	32.76	35.14	39.07	149.25
	(ii) Other operating expenses	38.58	45.58	35.15	173.04
	(iii)Bad Debt written off	0.00	0.00	0.56	0.00
6	**Total Expenditure (4+5)**	**3527.82**	**3488.00**	**3484.93**	**14070.38**
7	Operating Profit before provisions & contingencies (3-6)	(3115.43)	(3077.04)	(2895.87)	(12297.66)
8	Provisions (other than tax) & Contingencies	0.00	0.00	0.00	0.00
9	Exceptional items (i)+(ii)	(6.28)	119.65	60.33	376.82
	(I) Diminution in the value of investment written back	0.00	106.02	0.00	106.02
	(ii) Provision for NPA written back/(provided)	(6.28)	13.63	60.33	270.80
10	Profit(+)/Loss(-) from Ordinary Activities before Tax (7-8-9)	**(3121.71)**	**(2957.39)**	**(2835.54)**	**(11920.84)**
11	Tax expenses	0.00	0.00	0.00	0.00
12	Net Profit(+)/Loss(-) from Ordinary Activities after Tax (10-11)	(3121.71)	(2957.39)	(2835.54)	(11920.84)
13	Extraordinary items (net of tax expenses)	0.00	0.00	0.00	0.00
14	**Net Profit(+)/Loss(-) for the period (12-13)**	**(3121.71)**	**(2957.39)**	**(2835.54)**	**(11920.84)**
15	Paid-up Equity Share Capital (Face value Rs. 10/- each)	8911.40	8911.40	8911.40	8911.40
16	Reserves excluding Revaluation Reserves as at 31st March,	---	---	---	(302864.94)
17	Analytical ratios				
i	Percentage of Shares held by Govt.of Gujarat	55.09	55.09	55.09	55.09
ii	Basic and diluted Earnings Per Share (Not annualized) Rs.	**(3.50)**	**(3.32)**	**(3.18)**	**(13.38)**
iii	NPA Ratio				
a	Gross NPA	39999.40	39993.11	40203.59	39993.11
b	Net NPA	39999.40	39993.11	40203.59	39993.11
c	% of Gross NPA to Gross advances	100%	100%	100%	100%
d	% of Net NPA to Net advances	100%	100%	100%	100%
e	Return on assets	**0.00**	**0.00**	**0.00**	**0.00**

PANKAJ R. SHAH & ASSOCIATES CHARTERED ACCOUNTANTS AHMEDABAD

GUJARAT STATE FINANCIAL CORPORATION GANDHINAGAR

P.T.O.

Notes:

1. The above un-audited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 08, 2024.

2. Figures for the previous periods have been reclassified to conform to the presentation adopted in this statement. The figures for the three months ended 31st March, 2024 are the balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures up to the third quarter of the said financial year.

3. Corporation is primarily engaged in the business of term lending. All activities of the Corporation revolve around the said main business. Hence there are no reportable segments as per AS-17 "Segment Reporting".

4. As depicted in the exceptional item, during the quarter under reference, due to increase in Loan Assets, Corporation provided ₹6.28 lakh towards NPA provision whereas NPA provision of ₹60.33 lakh was wrote back during the quarter ended June 30, 2023. NPA provision wrote back during the immediately preceding quarter ended March 31, 2024 was ₹119.65 lakh.

5. Statutory Auditors in the Limited Review Report on the said results made qualified opinion which along with Management's views is given below:-

Sr. No.	Audit qualification	Management's view
1	The financial results of the Corporation are prepared on a going concern basis notwithstanding the fact that its net worth is completely eroded and defaulted in repayment obligations due to liquidity problems. This is not in accordance with Accounting Standard (AS)-1 "Disclosure of Accounting Polices". The effect of the same on the financial results is not ascertainable.	Gujarat State Financial Corporation is established under State Financial Corporations Act, 1951 by Parliament as a special Act pursuant to Entry No. 43 of the Union List. Corporation is, thus, a body corporate and statutory Corporation. The main objective of establishment of the Corporation is aimed at achieving balanced regional growth by extending financial assistance to first generation entrepreneurs to establish micro and small scale units in the State and to generate employment. Corporation has so far suffered immense loss but it is continuing its recovery function. Corporation, being a statutory body, thus, prepares accounts on "going concern" assumptions and it is appropriate under the aforesaid circumstances.
2	Dues payable to Government of Gujarat is subject to confirmation and adjustment, if any, required	Government loans are granted as a result of provision in the Budgets of Government of Gujarat and subsequent issuance of Government Resolutions. The Government has been moved to make the loan

PANKAJ R. SHAH & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD *

GUJARAT STATE FINACIAL CORPORATION * GANDHINAGAR *

	upon such confirmation. Pending such confirmation, the effect thereof on interest and penal interest is not ascertainable.	advanced to the Corporation interest free from 1-7-2012 vide letter dated 17th October, 2012. The request is still under consideration. However, pending decision, interest and penal interest is charged to Statement of Profit & Loss. The outstanding details are submitted to administrative department on quarterly basis. The loan accounts are subjected to verification by other authorities also and no observation was made. In view of this, separate confirmation is not obtained.

For and on behalf of the Board of Directors,

Place: Gandhinagar
Date : 08-08-2024

(Sandip J. Sagale, IAS)
Managing Director

PANKAJ R. SHAH & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD

GUJARAT STATE FINACIAL CORPORATION * GANDHINAGAR

Pankaj R Shah & Associates
Chartered Accountants

CA. DR. Pankaj Shah	CA. Chintan Shah	CA. Nilesh Shah	CA. Manali Shah	CA. Sandip Gupta
B.Com., F.C.A., Ph. D. (Commerce)	B.Com., L.L.B., F.C.A.	B.Com., L.L.B., F.C.A.	B.Com., F.C.A.	B.Com., F.C.A.

7th Floor, Regency Plaza, Opp. Rahul Tower, Nr. Madhur Hall, Anandnagar Cross Road, Satellite, Ahmedabad-380015. India. Phone : +91 79 - 4603 1545, 4603 1546, 4032 1025. **URL : http://www.prsca.in**

Independent Auditor's Limited Review Report

To
The Board of Directors,
Gujarat State Financial Corporation

Introduction:

We have reviewed the accompanying statement of un-audited financial results of Gujarat State Financial Corporation ('the Corporation') for the for the quarter ended on 30-06-2024. This statement is the responsibility of Corporation's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statements based on our review.

Scope of Review:

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 of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Basis for qualified conclusion:

1. The financial results of the corporation are prepared on a going concern basis, notwithstanding the fact that its net worth is completely eroded and defaulted in repayment obligations due to liquidity problems. This is not in accordance with Accounting Standard (AS) - 1 "Disclosure of Accounting Policies". The effect of the same on the financial results is not ascertainable.

2. Dues payable to Government of Gujarat is subject to confirmation and adjustment, if any. Pending such confirmation, the effect thereof on interest and penal interest is not ascertainable.



Qualified Conclusion:

Based on our review conducted as above, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015 including the manner in which it is to be disclosed or that it contains any material misstatement.

For, Pankaj R. Shah & Associates
Chartered Accountants
Registration No.:107361W

N. R. Shah

PANKAJ R. SHAH & ASSOCIATES * CHARTERED ACCOUNTANTS * AHMEDABAD *

CA Nilesh Shah
Partner
Membership No.107414
UDIN: 24107414BJZXJZ7466

Place: Ahmedabad
Date: 08-08-2024

Gujarat State Financial Corporation

(Established under State Financial Corporations Act. 1951)
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Extract of unaudited Financial Results for the quarter ended on 30th June, 2024

(Rs. in lakh except EPS data)

Particulars	Quarter ended	Year ended	Quarter ended
	30.06.2024	31.03.2024	30.06.2023
	(un-audited)	(audited)	(un-audited)
Total income from Operations (net)	406.11	2,043.52	649.39
Net profit/loss from ordinary activities after tax (before extra ordinary items)	(3,121.71)	(11,920.84)	(2,835.54)
Net profit/loss from ordinary activities after tax (after extraordinary items)	(3,121.71)	(11,920.84)	(2,835.54)
Paid-up Equity Share Capital (Face value of Rs.10)	8,911.40	8,911.40	8,911.40
Reserves (excluding Revaluation Reserves) as on March 31	-	(3,02,864.94)	-
Earnings Per Share (EPS) (before and after extraordinary items)			
(a) Basic	**(3.50)	(13.38)	**(3.18)
(b) Diluted	**(3.50)	(13.38)	**(3.18)

** Not annualized.

Note:-

1. The unaudited financial results for the quarter ended 30th June, 2024 along with Limited Review Report thereon issued by the statutory Auditors have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 08, 2024.

2. The above is an extract of the detailed format of the quarterly financial results filed with BSE Limited under Regulation 33 of SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the quarterly financial results is available on BSE Ltd website www.bseindia.com as also on Corporation's website https://gsfc.gujarat.gov.in

3. The Limited Review Report in respect of the said un-audited financial results contains qualified opinion. The qualifications and the response of the management thereon are available as part of the detailed Regulation 33 formats posted on both websites named above.

For and on behalf of Board of Directors,

(Sandip J. Sagale, IAS)
Managing Director

Place : Gandhinagar
Date : 08/08/2024

PANKAJ R. SHAH & ASSOCIATES * AHMEDABAD * CHARTERED ACCOUNTANTS

GUJARAT STATE FINACIAL CORPORATION * GANDHINAGAR *