

**Limited Review Report**

The Board of Directors
EDELWEISS ASSET RECONSTRUCTION COMPANY LIMITED
Mumbai

INTRODUCTION

We have reviewed the accompanying Statement of Un-audited Financial Results ('the UFR') of EDELWEISS ASSET RECONSTRUCTION COMPANY LIMITED ('the Company') for the half year ended September 30, 2016. The UFR, initialed by us for identification purpose, are the responsibility of the Company's Management and have been approved by the Board of Directors of the Company. Our responsibility is to issue a report on these UFR based on our review.

SCOPE OF REVIEW

We conducted our review 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 UFR are 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.

CONCLUSION

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement of UFR prepared in accordance with Accounting standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

OTHER MATTER PARAGRAPH

The numbers and details in the UFR under the column headed "Half year ended September 30, 2015" are traced from the Management certified statements, which are neither subjected to audit nor reviewed by us. Our review report is not qualified on the matter.

For and on behalf of
Khimji Kunverji & Co
Chartered Accountants
(Registration Number: 105146W)

Hasmukh B. Dedhia
Partner (F-33494)

Place: Mumbai
Date: November 7, 2016

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Edelweiss Asset Reconstruction Company Limited

Corporate Identity Number : U67100MH2007PLC174759

Regd. Off: Edelweiss House, Off. C.S.T. Road, Kalina, Mumbai - 400 098; Tel: +91-22-4088 6090 Fax: +91-22-4019 4900

website: www.edelweissarc.in e-mail: EARC-Compliance@edelweissfin.com

Unaudited Financial Results for the half year ended September 30, 2016

[Pursuant to Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

(Rs. In Lacs)

Particulars	Half Year Ended		Year Ended
	September 30, 2016	September 30, 2015	March 31, 2016
	Unaudited	Unaudited	Audited
1. (a) Net Sales/Income from Operations	24,025	13,926	32,246
(b) Other Operating Income	830	817	4,790
2. Expenditure	-	-	-
(a). Increase/decrease in stock in trade and work in progress	-	-	-
(b). Consumption of raw materials	-	-	-
(c). Purchase of traded goods	-	-	-
(d). Employees cost	1,062	354	1,410
(e). Depreciation	19	15	36
(f). Reversal of management fees as per RBI guidelines	1,861	2,903	7,132
(f). Other expenditure	713	30	825
(g). Total	3,655	3,302	9,403
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	21,200	11,441	27,633
4. Other Income	-	-	-
5. Profit before Interest & Exceptional Items (3+4)	21,200	11,441	27,633
6. Interest	14,094	11,036	20,741
7. Exceptional items	-	-	-
8. Profit (+)/ Loss (-) from Ordinary Activities before tax (5-6-7)	7,106	405	6,892
9. Tax expense	2,510	140	2,394
10. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (8-9)	4,596	265	4,498
11. Extraordinary Items (net of tax expense Rs. _)	-	-	-
12. Net Profit(+)/ Loss(-) for the period (10-11)	4,596	265	4,498
13. Paid-up equity share capital (Face Value Rs. 10 each fully paid-up)	21,053	10,526	10,526
14. Paid up Debt Capital	2,44,943	1,54,365	2,24,259
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	10,026
16. Debenture Redemption Reserve	2,949	-	777
17. Earnings Per Share (EPS) (in Rs.) (Not Annualised)	3.65	0.26	4.33
18. Debt Equity Ratio	5.18	9.46	10.91
19. Debt Service Coverage Ratio (DSCR)	0.59	0.99	1.27
20. Interest Service Coverage Ratio (ISCR)	1.51	1.04	1.33
21. Capital Redemption Reserve	-	-	-
22. Net Worth	47,254	16,318	20,552

Notes:-

a) The above unaudited financial results of Edelweiss Asset Reconstruction Company Limited ("EARC" or "the Company") as reviewed and recommended by the Audit Committee has been taken on record by the Board of Directors at its meeting held on November 7, 2016. The Statutory Auditors have carried out "Limited Review" of the half year ended September 30, 2016.

b) The Company has become subsidiary of Edelweiss Financial Services Limited with effect from September 16, 2016

c) The interim financial statements have been prepared on the basis of the accounting policies which were followed in preparation of financial statement for the year ended March 31, 2016.

d) Formulae used for DSCR = Earnings before Interest and Tax / (Interest + Principal Repayment during the year), ISCR = Earnings before Interest and Tax / Interest , EPS = Earnings after Tax / Weighted average no. of shares, Debt - Equity ratio = Total Debt / Total Equity.

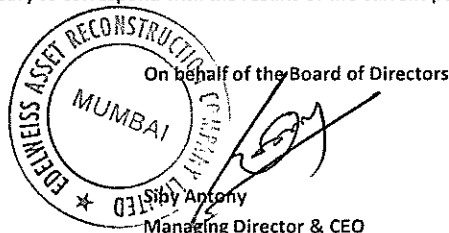
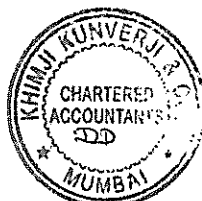
e) Asset cover available: In accordance with the Debenture Trust Deed entered into between the Company and the Debenture Trustees, the Company has maintained adequate asset cover for fulfilling debenture obligations in respect of the Secured, Redeemable Non-Convertible Debentures issued by the Company.

f) The details as referred in Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as annexure A.

g) Net worth = Share Capital + Reserves and Surplus - Deferred Tax Assets

h) The Company is operating in only one business segment . Hence, there are no reportable segments.

i) Figures of the previous period/ year have been regrouped / rearranged wherever necessary to correspond with the results of the current period.



Date: November 7, 2016

Place: Mumbai

ANNEXURE

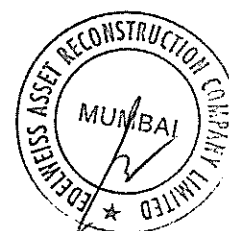
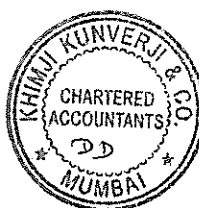
Information as required pursuant to Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015:

a) Details of Credit Rating

Instrument category	CRISIL	ICRA	CARE
i) Long Term Instruments			
Rating	-	AA (SO)	AA-(SO)/AA(SO)
ii) Short Term Instruments			
Rating	A1+	-	-
iii) Market linked debentures			
Long Term			
Rating	-	PP-MLD AA (SO)	PP MLD-AA(SO)

b) Details of previous due date, next due date for the payment of interest and repayment of principal of non-convertible debt securities

Sl. No.	Debenture /Product Code	Previous due date for payment of Interest / Principal (From April 1, 2016 to September 30, 2016)	Whether Paid or Not	Next due date for payment of interest / Principal (from October 1, 2016 to March 31, 2017)	Interest / Principal Paid (In Lacs)
1.	F8F601A	31-Aug-16	Yes	30-Nov-16 & 01-Mar-17	24.35





Ref.no.3154/SBICTCL/DT/2016-17

Date:08th November, 2016

Edelweiss Asset Reconstruction Company Limited

Edelweiss House,
Off. C.S.T Road, Kalina
Mumbai – 400 098

Sub:-Certificate u/r 52(5) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, for Debentures Issue of Rs. 1000 Crores by ECL Finance Limited, for the half year ended 30th September, 2016.

Dear Sir/ Madam,

We are acting as Debenture Trustee for the captioned Debenture Issue. Pursuant to Regulation 52(5) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, ('Regulations') we state that we have taken note of the disclosures made by the Issuer under Regulation 52(4) of the Regulations.

**Yours faithfully,
For SBICAP Trustee Company Limited**

**Ajit Joshi
Company Secretary**



ATSL/CO/2016-17/3308

7th November, 2016

The Company Secretary

Edelweiss Asset Reconstruction Company Limited

Edelweiss House, Off. C.S.T Road,

Kalina, Mumbai - 400098

Kind Attn: Mr. Deepak Nautiyal

Sub: Letter of Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015

Dear Sir,

We write in our capacity as the Debenture Trustee for the Non-Convertible Debentures (NCDs) aggregating to Rs.30 Crores issued by Edelweiss Asset Reconstruction Company Limited ("Company") and listed on the BSE Limited ("**Listed Debt Securities**").

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Company is required to submit its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (Axis Trustee Services Limited) that the Debenture Trustee has noted the contents furnished by the Company in terms of Regulation 52(4).

In pursuance thereof we hereby confirm that we have received the said information vide your letter dated 7th November, 2016 along with the relevant/necessary supporting and we have noted the contents in respect of the Listed Debt Securities issued by the Company.

Further please note that we have not independently verified the contents submitted vide your above letter and the aforesaid noting is subject to the following:

1. The Debenture Trustee is relying on the information/status as submitted by the company for the purpose of submission to the Stock Exchange without reconfirming.
2. Any commitment pertaining to the interest /principal payable on the future due dates are sole commitment on the company's part and Trustee is not liable in any manner if company fails to fulfill / does not fulfill its commitments.

Thanking You,

Yours truly

For **Axis Trustee Services Limited**

A handwritten signature in black ink, appearing to be 'A. Nautiyal', written over a horizontal dotted line.

Authorised Signatory

AXIS TRUSTEE SERVICES LTD.

(A wholly owned subsidiary of Axis Bank)

Corporate Identity Number (CIN): U74999MH2008PLC182264

CORPORATE & REGISTERED OFFICE : Axis House, Ground Floor, Wadia International Centre, Pandurang Budhkar Marg, Worli, Mumbai - 400 025.

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