

Date: 24-01-2023

ISIN: INE526R01028
SCRIP CODE: 539017
SCRIP ID: STARHFL
PAN NO. AAGCA1988C

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001

Sub: Press Release

Dear Sir / Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find attached press release with respect to Unaudited Financial Results for the quarter and nine months ended December 31, 2022 which will be disseminated shortly. The content of which is self-explanatory.

The Press Release may also be accessed on the website of the company at www.starhfl.com

This is for your information and record.

Thanking You,

FOR M/s. STAR HOUSING FINANCE LIMITED

S.R. Mehta

Shreyas Mehta
Company Secretary and Compliance Officer
M.No. A38639



Encl: Press Release

STAR HOUSING FINANCE LIMITED REGISTERS ROBUST BUSINESS PERFORMANCE.

POSTS STRONG RESULTS FOR 9M ENDING DEC 31, 2022

REGISTER 545% Y-O-Y INCREASE IN PAT. NETWORTH CROSSES RS. 100 CRS.

BONUS AND SUBDIVISION / SPLIT OF SHARES EFFECTED THEREBY REWARDING SHAREHOLDERS

Mumbai | Jan 24, 2023

STAR Housing Finance Limited (Star HFL), a BSE listed (BSE Scrip code BOM: 539017) rural home finance company has continued its growth momentum moving into the second half of FY2022-23. This is reflected in strong Q3 performance and resultant record financial results for 9M ending Dec 31, 2022. The board of directors of Star HFL have today approved these financial results and now Star HFL has entered the last quarter of the FY carrying the same momentum forward.

Operational and Financial Highlights:

Record Disbursement: Star HFL has disbursed Rs100+ crs disbursement for the first time in a financial year with one more quarter to go by. The Company has registered 466% y-o-y growth in disbursements for 9M FY2023.

Geographical Presence: Star HFL has a diversified presence across western and southern India through 20 semi-urban / rural locations covering over 40 districts and staffed by 135+ employees with registered / corporate office in Mumbai.

Well Capitalised: Star HFL is now a Rs. 100 crs net-worth company. This milestone has been achieved with 3 rounds of successful capital raise over the last 12 business months. Reputed professionals from BFSI space, Capital Market space, FPI and Family Office have participated in its capital infusion journey and now are part of the ecosystem of 7000+ shareholders.

Top Line Growth: Total income comprising of Interest Income and Other Income has registered 80% y-o-y growth for 9M ending Dec 31, 2022.

Bottom line growth: Star HFL has registered 545% y-o-y growth on PAT for 9M ending Dec 31, 2022 and is now well poised to generate meaningful ROA and ROE for shareholders as the book builds and income gets booked for the entire period from hereon.

Bonus and Split effected: With 1:1 bonus and 1:2 split effected; the existing shareholders have been rewarded by this corporate action with an objective to create long-term & sustainable value for stakeholders.

ESOP I to be exercised: ESOP I scheme for eligible employees is now set to get exercised, a move aimed at creating ownership, accountability and value creation for employees post all necessary approvals.

Liability continues to scale-up: Star HFL has received credit lines from SBI, Sundaram HFL, MAS Rural, Maanaveeya Development Finance and ICICI Bank during Q3 and has strong funding pipeline through relationships with Banks and FIs to complement the AUM growth. Star HFL continues to have strong relationship with the National Housing

Bank for refinance facilities.

Build-up of quality loan book –PAR has reduced from 19% in Mar 2022 to 7.10% as of Dec 2022. This has been achieved given implementation of a robust receivable management framework across operational centers. Live accounts are continuously monitored by the receivable management team and the BIU unit throws any exception that may arise in the overall health of the portfolio. Retail portfolio developed post Oct 2019 has 99%+ OTRR. Overall PAR shall get rationalized as the book gets build and monitored

Operating & Financial Performance (In Lakhs)	9M FY2022-23	9M FY2021-22	Y-o-Y Change
Disbursements	11296.37	1995.29	466%
AUM (On Book + Off Book)	18757.28	10159.15	85%
GNPA (%)	2.15%	3.34%	-1.19%
NNPA (%)	1.65%	2.95%	-1.30%
Interest Income	2197.24	1324.17	65.93%
Total Income	2474.70	1375.49	79.91%
PBT	762.83	117.41	550%
PAT	582.94	90.39	545%
Borrowing O/s	12278.37	6105.19	101.11%
Net Worth	10237.29	6263.10	63.45%
Leverage (x)	1.2x	0.97x	0.23x
NIM (Annualized) (%)	12.26%	10.46%	2%
ROE (Annualized) (%)	9.34%	2.07%	7%
ROA (Annualized) (%)	3.91%	0.95%	3%
BVPS (Rs.)	13.53	9.44*	4.09
EPS (Rs.) (Annualized)	3.35	0.52	2.83

* adjusted post bonus and split

Speaking on the performance of the Company, Mr. Ashish Jain, MD of Star HFL said, “Star HFL started its growth momentum from current FY and this has continued in each of the quarters. This growth is backed by robust processes and guidelines that anchor our day-to-day operations. Quality is of precedence for us, the fact evident in improvement in PAR, GNPA and NNPA metrics. We are now well set to culminate the year with same momentum and look forward to register strong business metrics for the entire year”

Speaking on the performance Mr. Kalpesh Dave, Head Corporate Planning and Strategy at Star HFL said, “Star HFL has built capacity for the scale up that we have seen in the current FY and continues to invest in branch infra, technology and domain for the next phase of growth in FY2023-24. Our strong capitalization levels and moderate leverage levels give us ample headroom to further strengthen liability and build AUM. Utilization of current capacity has resulted in strong bottom line as the unit cost operating metrics is slowly starting to build and the book is generating income for the operating period. We see ROA and ROE start getting build for the stakeholders as we grow profitably from hereon without losing focus on the asset quality.”

Company Financials for Q3 FY2022-23

Profit and Loss Statement (Figures in Lakhs):

Sr.No.	Particulars	Quarter Ended			9M Ended		Year Ended
		31-12-2022 (Unaudited)	30-09-2022 (Unaudited)	31-12-2021 (Unaudited)	31-12-2022 (Unaudited)	31-12-2021 (Unaudited)	31-03-2022 (Audited)
	Revenue From Operations						
(i)	Interest Income	888.864	742.117	448.585	2,129.94	1324.168	1797.366
(ii)	Fees & Commission Income	30.228	25.177	4.732	67.277	19.564	24.169
(iii)	Other Operating Income	5.480	7.306	1.826	16.570	3.648	32.354
(iv)	Gain/loss on derecognition of financial Assets	8.517	15.427	6.778	20.593	2.461	7.344
(v)	Net Gain/Loss on Fair Value Changes	62.522	72.522	9.406	139.287	11.617	11.211
	Other income	-	-	-	101.005	14.034	64.097
I	Total Income	995.611	862.549	471.600	2,474.696	1375.492	1936.540
	Expenses						
(i)	Finance Cost	284.131	205.780	161.588	690.666	467.563	617.014
(ii)	Impairment of Financial Instruments	18.011	12.629	15.017	37.382	58.455	50.965
(iii)	Employee Benefits expenses	218.102	175.520	141.180	532.297	414.550	569.024
(iv)	Depreciation and amortisation expenses	10.457	8.081	6.572	25.146	17.332	27.212
(v)	Other Expenses	152.876	170.013	110.729	426.377	300.179	364.431
II	TOTAL EXPENSES	683.577	572.023	435.086	1,711.868	1258.079	1628.646
III	Profit Before Tax (I-II)	312.034	290.526	36.514	762.828	117.413	307.894
IV	- Tax Expenses						
	- Current Tax	59.926	74.492	9.127	167.822	31.018	45.913
	- Deferred Tax	22.100	(1.188)	(2.135)	12.065	(3.993)	23.773
V	Profit For the period (III-IV)	230.008	217.222	29.522	582.941	90.388	238.208
	- Other comprehensive Income						
	a) Items that will not be reclassified to profit or loss						
	-Re-measurements of defined benefit liability	-	-	-	-	-	9.976
	-Income Tax effect	-	-	-	-	-	(2.511)
	b) Items that will be reclassified to profit & loss	-	-	-	-	-	-
VI	Total Other Comprehensive Income	-	-	-	-	-	7.465
VII	Total Comprehensive Income (V+VI)	230.008	217.222	29.522	582.941	90.388	245.673
	Earnings Per Share (of Rs. 10/- each)						
	Basic	0.31	0.31	0.05	0.83	0.14	0.37
	Diluted	0.31	0.31	0.05	0.83	0.14	0.37
	Face value per share (Amount in INR)	5.00	5.00	5.00	5.00	5.00	5.00

Balance Sheet Statement (Figures in Lakhs)

Sr.No.	Particulars	As on Dec 31, 2022	As on Dec 31, 2021	As on Mar 31, 2022
	ASSETS			
1	Financial Assets			
	- Cash and cash equivalents	3440.85	260.64	2917.927
	- Bank balance other than cash and cash equivalents	1230.41	352.11	519.824
	- Loans	17933.18	10556.51	10231.464
	- Investments	878.38	849.04	857.788
	- Other Financial assets	478.92	453.24	480.750
	Total Financial Assets	23961.75	12471.54	15007.753
2	Non- financial Assets			
	- Property, plant and Equipment	133.08	103.72	104.227
	- Intangible Assets	143.84	54.52	52.729
	- Right to use Assets	4.00	8.81	7.606
	- Deferred tax assets (net)	9.43	51.77	21.490
	- Current Tax Assets (Net)	29.53	67.66	88.383
	- Other non-financial assets	127.52	75.28	43.841
	Total Non-Financial Assets	447.40	361.77	318.276
	Total Assets	24409.15	12833.31	15326.029
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
	- Borrowings	12278.37	6105.19	7847.786
	- Other Financial liabilities	1857.69	411.91	1024.656
	Total Financial Liability	14136.06	6517.10	8872.442
2	Non-Financial Liabilities			
	- Provisions	21.04	44.97	37.505
	- other non-financial liabilities	14.74	8.13	6.232
	Total Non-Financial Liability	35.79	53.10	43.737
3	Equity			
	- Equity Share capital	3782.55	1658.22	1658.223
	- Other Equity	64.54.75	4604.88	4751.627
	Total Equity	10237.29	6263.10	6409.850
	Total Liabilities and Equity	24409.15	12833.31	15326.029

About Star Housing Finance Limited (Star HFL)

Star Housing Finance Limited (Star HFL) is BSE listed rural focused housing finance company. The Company has been operational in the low cost housing finance space since 2009. Star HFL provides long term housing finance assistance to EWS/LIG families towards purchase/construction of low-cost housing units (affordable housing) in its operational geographies. Star HFL is a professionally managed Company with a presence across states of Maharashtra, Madhya Pradesh, Gujarat, Rajasthan and Tamil Nadu. Star HFL is registered as a Primary Lending Institution (PLI) under the Pradhan Mantri Awas Yojana (PMAY) and has received subsidy for its qualified customers under CLSS scheme. Star HFL has its Registered & Corporate Office in Mumbai, Maharashtra

For further details contact:

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