

Date: 15-07-2023

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 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 the information and record

Thanking You,

For M/s. Star Housing Finance Limited

SHREYAS
RASHMIN MEHTA

Digitally signed by SHREYAS
RASHMIN MEHTA
Date: 2023.07.15 21:36:16 +05'30'

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

Encl: Press Release

STAR HOUSING FINANCE LIMITED CARRIES FORWARD THE GROWTH MOMENTUM INTO FY'2023-24
REPORTS Q1 RESULTS: 134% y-o-y INCREASE IN AUM, 99% y-o-y INCREASE IN INCOME, 122% y-o-y INCREASE IN PAT
APPOINTS CEO AND COO TO DRIVE INNOVATION AND GROWTH

Mumbai | Jul 15, 2023

Star Housing Finance Limited (Star HFL), a BSE listed (BSE Scrip code BOM: 539017) a professionally run rural focused retail home finance company has continued its growth journey in FY'2023-24 which is reflected in the financial results for the first quarter ending June 30, 2023

During the quarter, Star HFL has reported strong traction in business backed by a liability franchise that continues to compliment the asset growth. The asset quality parameters have also improved during the quarter as the existing book gets seasoned and new book gets build up.

The overall performance has given credence to look forward to achieve the yearly business and operational milestones set by the Company at the beginning of the financial year

Performance Highlights:

AUM and Top Line Numbers: AUM as of June 30, 2023 increased 134% y-o-y to Rs. 271.62 crs. Total income grew 99% y-o-y for the quarter. The Company disbursed Rs.34.67 crs during the quarter registering y-o-y growth of 26%

Bottom line Growth: PBT and PAT registered 121% and 122% y-o-y growth respectively during the quarter

Leadership Team Strengthened: With an objective to strengthen the senior management, Star HFL board has recently appointed senior professionals within the Company Mr. Kalpesh Dave as CEO and Mr. Anoop Saxena as COO. These professionals, along with MD Mr. Ashish Jain and CFO Mr. Natish Narayanan are now leading Star HFL's growth phase

ESOP II scheme introduced: Star HFL board has approved the ESOP II scheme for eligible employees. The scheme, subject to shareholders' approval and related clearances is in continuance with the philosophy of Star HFL being employee owned and managed company through its journey

Liability Compliments Growth: Star HFL continues to develop strong funding pipeline through engagement with Banks, Financial Institutions, Social impact fund and the NHB

Credit Rating Revised: Taking into account the business growth and asset quality displayed in the last financial year, India Ratings has upgraded Star HFL's bank loan facilities to IND BBB/Stable

Asset Quality Continues to Improve: As of June 30, 2023, PAR (0+ days past due) has reduced to 4.82%, of which GNPA as of June 30, 2023 stands at 1.56%. NNPA as of June 30, 2023 stands at 1.13%.

Operating & Financial Performance (In Lakhs)	Q1 FY2023-24	Q1 FY2022-23	Q-o-Q Change
Disbursements	3467	2751	26.03%
Assets Under Management	27162	11632	133.50%
GNPA (%)	1.56%	2.75%	(43.27%)
NNPA (%)	1.13%	2.21%	(48.87%)
PBT	208	94	120.62%
PAT	155	70	122.31%
Borrowing Outstanding	18269	7760	135.43%
Leverage(x)	1.69x	1.19x	
ROE (Annualized) (%)	7.15%	4.31%	
ROA (Annualized) (%)	2.77%	1.84%	

Speaking on the performance CEO Mr. Kalpesh Dave said, “We have been able to start the financial year on a positive note across operational areas. 150+ member team is geared up to continue 100%+ y-o-y growth momentum that was exhibited in FY’2022-23. We are happy to have received rating upgrade which will further bolster our liability franchise. We continue to establish physical presence in our areas of operations enabling the branch network to build business traction and AUM growth. Our asset quality parameters continue to improve and this shall always take precedence in our day to day operations. I feel we are well poised to achieve Rs. 500 crs AUM milestone over the next few quarters.”

Speaking on the performance of the Company, Mr. Ashish Jain, MD of Star HFL said, “Star HFL is at an inflection point and we have structured our growth backed by solid risk framework. The day to day operations are driven by defined policies, processes and guidelines. Finally, we are governed by a strong and independent board. We as a team are confident to achieve our business and operation milestones. Exciting times are ahead for us and we look forward to exhibit quality growth in this phase of our journey.”

Company Financials for Q1 FY2023-24

Profit and Loss Statement (Figures in Lakhs):

Sr. No.	Particulars	Quarter Ended			Year Ended	
		30-06-2023 (Unaudited)	30-06-2022 (Unaudited)	31-03-2023 (Unaudited)	31-03-2023 (Audited)	31-03-2022 (Audited)
	Revenue From Operations					
(i)	Interest Income	1120.23	498.98	1104.93	3234.89	1797.37
(ii)	Fees & Commission Income	26.23	11.87	39.12	106.39	24.17
(iii)	Other Operating Income	20.77	4.24	7.53	146.82	50.06
(iv)	Gain/loss on de-recognition of Financial Assets	4.80	3.78	13.32	29.90	7.34
(v)	Net Gain/Loss on Fair Value Changes	56.97	(3.35)	(5.58)	15.01	11.21
	Other income	-	101.01	90.29	191.29	64.10
I	Total Income	1229.01	616.54	1249.61	3724.31	1935.54
	Expenses					
(i)	Finance Cost	545.22	200.75	438.17	1128.84	617.01
(ii)	Impairment of Financial Instruments	32.44	6.74	25.32	62.70	50.97
(iii)	Employee Benefits expenses	312.00	204.66	270.73	950.25	745.01
(iv)	Depreciation and amortization expenses	14.29	6.61	10.40	35.55	27.21
(v)	Other Expenses	117.51	103.49	318.97	745.34	364.43
II	TOTAL EXPENSES	1021.46	522.26	1063.59	2922.68	1804.63
III	Profit Before Tax(I-II)	207.55	94.28	186.02	801.63	131.91
IV	-Tax Expenses					
	-Current Tax	49.82	33.40	(38.87)	129.95	45.91
	-Deferred Tax	2.37	(8.85)	(38.37)	(26.31)	23.73
V	Profit For the period (III-IV)	155.36	69.72	262.27	697.99	62.27
	-Other comprehensive Income					
	a) Items that will not be reclassified to profit or loss					
	-Re-measurements of defined benefit liability	-	-	0.87	0.87	7.46
	-Income Tax effect	-	-	(105.12)	(105.12)	
	b) Items that will be reclassified to profit & loss	-	-	(105.12)	(105.12)	
VI	Total Other Comprehensive Income	-	-	(104.25)	(104.25)	7.46
VII	Total Comprehensive Income(V+VI)	155.36	69.72	158.02	593.74	69.73
	Earnings Per Share (of Rs.5/-each)					
	Basic	0.20		0.34	0.97	0.10
	Diluted	0.20		0.33	0.93	0.10

Balance Sheet Statement (Figures in Lakhs)

Sr. No.	Particulars	As on Jun 30, 2023	As on Jun 30, 2022	As on Mar 31, 2023
	ASSETS			
1	Financial Assets			
	-Cash and cash equivalents	2150.05	977.33	2810.12
	-Bank balance other than cash and cash equivalents	1417.99	719.82	1272.73
	- Loans	24528.44	11381.91	22807.76
	- Investments	795.26	854.44	738.29
	-Other Financial assets	282.80	708.01	320.69
	Total Financial Assets	29174.54	14641.52	27949.59
2	Non-financial Assets			
	-Property, plant and Equipment	213.64	103.34	219.17
	-Intangible Assets	194.63	48.98	156.45
	-Right to use Assets	-	6.40	-
	-Deferred tax assets (net)	73.76	30.34	76.12
	-Current Tax Asset (Net)	23.68	78.43	86.73
	-Other non-financial assets	92.51	161.44	62.75
	Total Non-Financial Assets	598.22	428.94	601.22
	Total Assets	29772.76	15070.45	28550.81
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
	- Borrowings	18269.08	7760.21	16249.99
	-Other Financial liabilities	625.05	750.06	1447.08
	Total Financial Liability	18894.13	8510.27	17697.07
2	Non-Financial Liabilities			
	- Provisions	17.16	6.55	14.92
	-other non-financial liabilities	27.85	8.07	196.94
	Total Non-Financial Liability	45.01	14.62	211.86
3	Equity			
	-Equity Share capital	3857.91	1658.22	3857.91
	-Other Equity	6975.71	4887.34	6783.97
	Total Equity	10833.63	6545.56	10641.88
	Total Liabilities and Equity	29772.76	15070.45	28550.81

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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