



DARPAN & ASSOCIATES

CHARTERED ACCOUNTANT

#11/2, Shyam Avenue, College Road, Nungambakkam, Chennai - 600006

darpannassociates@gmail.com

Limited Review Report

The Board of Directors of **Kreon Financial Services Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Kreon Financial Services Limited** ("the Company") for the quarter and half year ended **30th September 2025** attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (listing obligations and Disclosure requirements) Regulations, 2015, as amended to date, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us.

The preparation of the statement is the responsibility of the company's Management in accordance with applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the statement based on our 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 financial statements are free of material misstatement. A review of interim financial statement is limited primarily to inquiries of persons responsible for financial and accounting matters and analytical procedures applied to the financial data. It is substantially less in scope than an audit conducted in accordance with the generally accepted accounting standards, the objectives of which is expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder including the amendments, if any, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended to date, including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **Darpan & Associates**
Chartered Accountants
ICAI Firm Reg.n No. 016156S

(CA) **Darpan Kumar**
Partner

M. No. 235817

UDIN: 25235817BMJLOW8171

Place: Chennai

Date: November 06, 2025



M/s. KREON FINANCIAL SERVICES LTD							
Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvanniyur, Chennai - 600041							
CIN: L65921TN1994PLC029317							
Email Id: info@kreon.in, Website: www.kreon.in							
Unaudited Financial Results for the Quarter Ended 30th September 2025							
		(Rs. In Lakhs)					
S.No	Particulars	Quarter ended 30.09.2025	Quarter Ended 30.06.2025	Quarter Ended 30.09.2024	Half Year ended 30.09.2025	Half Year ended 30.09.2024	Year Ended 31.03.2025
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(I)	Revenue from operations						
(i)	Interest Income	28.93	13.71	28.59	42.63	48.14	75.98
(ii)	Fees & Commission Income	880.52	813.71	434.70	1,694.23	855.37	2,067.19
(iii)	Other Operating Income	69.03	54.54	33.21	123.57	62.04	189.56
(iv)	Net gain on fair Value changes	-	138.78	94.28	138.78	105.20	-
(II)	Total Revenue from operations	978.47	1,020.73	590.78	1,999.20	1,070.75	2,332.73
(v)	Other Income	70.37	166.59	50.42	236.97	122.70	332.32
(III)	Total Income (II+III)	1,048.84	1,187.32	641.21	2,236.17	1,193.46	2,665.05
(IV)	Expenses						
(i)	Finance Costs	73.01	79.22	67.27	152.23	128.63	283.47
(ii)	Fees and commission expense	51.49	52.11	69.58	103.61	117.07	366.95
(iii)	Impairment of financial Instrumtents	-	3.70	-	3.70	-	-
(iv)	Employee Benefits Expenses	171.21	136.26	88.27	307.47	171.31	454.44
(v)	Depreciation, amortization and impairment	18.05	18.30	18.61	36.36	36.74	79.37
(vi)	Bad debts	207.01	179.55	230.51	386.56	441.66	1,190.54
(vii)	Net gain on fair Value changes	33.06	-	-	33.06	-	194.01
(viii)	Provision for NPA & Standard Assets	10.99	11.11	-2.30	22.10	1.60	-33.24
(ix)	Others expenses	198.90	221.95	120.53	420.86	232.87	536.85
	Total Expenses (IV)	763.72	702.22	592.46	1,465.93	1,129.86	3,072.38
(V)	Profit / (loss) before exceptional items and tax (III-IV)	285.13	485.11	48.75	770.23	63.59	(407.32)
(VI)	Exceptional items		-	-	-	-	-
(VII)	Profit / (loss) before tax (V-VI)	285.13	485.11	48.75	770.23	63.59	(407.32)
(VIII)	Tax Expense: (1) Current Tax	86.69	43.79	18.09	130.48	26.47	61.60
	(2) Prior Period Tax	-	-	-	-	-	-
	(3) Deferred Tax	(6.50)	64.00	15.03	57.50	0.69	(54.78)
(IX)	Profit / (loss) for the period from continuing operations(VII-VIII)	204.94	377.31	15.63	582.25	36.43	(414.14)
(X)	Profit/(loss) from discontinued operations		-	-	-	-	-
(XI)	Tax Expense of discontinued operations		-	-	-	-	-
(XII)	Profit/(loss) from discontinued operations(After tax) (X-XI)	-	-	-	-	-	-
(XIII)	Profit/(loss) for the period (IX+XII)	204.94	377.31	15.63	582.25	36.43	(414.14)
(XIV)	Other Comprehensive Income						-
	(A) (i) Items that will not be reclassified to profit or loss (specify items and amounts)		-	-	-	-	-
	*Investment in Equity Instruments	(71.81)	40.20	157.77	(31.62)	388.01	230.26
	*Defined Benefit Obligation	-	-		-	-	(7.82)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	10.63	(5.72)	(18.66)	4.91	(65.01)	14.96
	Subtotal (A)	(61.18)	34.48	139.11	(26.71)	323.00	237.40
	(B) (i) Items that will be reclassified to profit or loss: Gain/ (Loss) on valuation of shares	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Subtotal (B)		-	-	-	-	-
	Other Comprehensive Income (A + B)	(61.18)	34.48	139.11	(26.71)	323.00	237.40
(XV)	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and other Comprehensive Income for the period)	143.75	411.79	154.74	555.54	359.43	(176.74)
(XVI)	Paid up Equity Share Capital	2,022.20	2,022.20	2,022.20	2,022.20	2,022.20	2,022.20
(XVII)	Reserves excluding Revaluation Reserves	1,628.41	1,484.66	1,088.81	1,628.41	1,088.81	1,072.88
(XVII)	Earnings per equity share (for continuing operations)						
	Basic (Rs.)	1.01	1.87	0.08	2.88	0.18	(2.05)
	Diluted (Rs.)	1.01	1.87	0.08	2.88	0.18	(2.05)

Notes to Un-audited Results:

- The Un-audited results were reviewed by the Audit Committee and were approved by the board of Directors of the company at its meeting held on 06.011.2025
- Investments in equity instruments are initially measured at fair value. The company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The company makes such election on an instrument-by-instrument basis.
- Other Income includes Recovery of Bad Debts of Rs. **54.60** Lakhs
- Other Expenses(Q2 FY25-26) includes Marketing expenses of Rs.54.59 Lakhs, Tech Expenses of Rs. 29.43 Lakhs, Customer Verification & communication cost of Rs.40.81 Lakhs etc.
- The company has not declared any interim Dividend.
- The company is primarily engaged in the business of financing and there ar no separate reportable segments identified as per the Ind As 108 - Operating Segments.
- The figures have been re-grouped / re-classified / re- arranged where ever necessary to present better comparison.

Place: Chennai
Date: 6.011.2025

Sd/-
Jaijash Tatia
Managing Director
DIN 08085029

KREON FINANCIAL SERVICES LIMITED

Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvannmiyur, Chennai - 600041

CIN: L65921TN1994PLC029317

STATEMENT OF ASSETS AND LIABILITIES*Rs.in Lakhs*

	<u>Particulars</u>	<u>Note No.</u>	<u>As at 30th Sep 2025 Unaudited</u>	<u>As at 31st March 2025 Audited</u>
	ASSETS			
(1)	<u>Financial Assets</u>			
(a)	Cash and cash equivalents		3.01	0.00
(b)	Bank balances other than Cash and Cash Equivalents		181.12	117.53
	*Bank deposit with original maturity for more than three months		679.01	1,926.81
(c)	Loans		4,412.07	2,971.82
(d)	Investments		1,196.61	1,132.77
(e)	Other Financial assets		54.82	19.57
			6,526.64	6,168.50
(2)	<u>Non-financial Assets</u>			
(f)	Current Tax Assets (Net)		-	3.10
(g)	Deferred Tax Assets (Net)		26.29	78.89
(h)	Property, Plant and Equipment		97.82	106.72
(i)	Intangible Assets under Development		24.29	24.26
(j)	Other Intangible Assets		97.21	107.71
(k)	ROU Asset		85.13	92.64
(l)	Other non-financial assets		124.57	35.90
(m)	Non-Current Assets held for sale		4.60	4.60
			459.91	453.81
	Total Assets		6,986.55	6,622.33
	<u>LIABILITIES AND EQUITY</u>			
	<u>LIABILITIES</u>			
(1)	<u>Financial Liabilities</u>			
(a)	Other Payables			
	(i) Total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		33.66	34.94
(b)	Borrowings (Other than Debt Securities)		2,785.78	3,165.86
(c)	Lease Liabilities		106.80	112.69
(d)	Other financial liabilities		27.63	103.58
			2,953.87	3,417.07
(2)	<u>Non-Financial Liabilities</u>			
(e)	Provisions		70.34	27.75
(f)	Deferred tax liabilities(Net)		-	-
(g)	Other non-financial liabilities		311.73	82.96
			382.07	110.71
	<u>EQUITY</u>			
(h)	Equity Share capital		2,022.20	2,022.20
(i)	Other Equity		1,628.41	1,072.88
			3,650.61	3,095.08
	Total Liabilities and Equity		6,986.55	6,622.33

For Kreon Financial Services Limited

Jaijash Tatia
Managing Director

DIN: 08085029

Place: Chennai

Date: 06.11.2025

KREON FINNANCIAL SERVICES LIMITED**Reg. off:** No.26, 22nd Street, Rathinam Nagar, Thiruvannamiyur, Chennai - 600041**CIN:** L65921TN1994PLC029317**Email:** info@kreon.in, **Website:** www.kreon.in**CASH FLOW STATEMENT AS AT 30TH SEPTEMBER 2025***Rs.in Lakhs*

	As at September 30, 2025	As at March 31, 2025
A. Cash flow from operating activities		
Net profit / (loss) before taxation	770.23	-407.32
<i>Adjustments for:</i>		
Depreciation and amortisation	36.36	79.37
Actuarial Gains	-	7.82
Impairment on Financial Instruments	-102.02	194.01
Loan Write Offs - Bad Debts	386.56	1,190.54
Profit on sale of Fixed Assets	-	-10.93
Interest received on Bank Deposits	-49.32	-96.75
Interest paid on Borrowings	146.45	272.31
Operating profit before working capital changes	1,188.26	1,229.04
Change in Operating Assets and Liabilities		
(Increase) / Decrease in loan Assets	-1,826.80	-1,455.07
(Increase) / Decrease in non-Financial Assets	-88.68	65.06
(Increase) / Decrease in other Financial Assets	-35.25	-16.71
Increase / (Decrease) in trade payables and other payables	-1.28	7.44
Increase / (Decrease) in other non-Financial liabilities	228.77	37.42
Increase / (Decrease) in other Financial liabilities	-75.95	57.98
Increase / (Decrease) in other Provisions	0.00	14.34
Cash generated from operations	-610.93	-60.49
Direct taxes paid (Net of refunds)	-81.31	5.07
Net cash flow from / (used) in operating activities (A)	-692.24	-55.42
B. Cash flow from investing activities		
Purchase of property plant and equipment	-9.46	-28.01
Payment towards intangible assets under development	-	-
Net Investments in bank deposits (having original maturity of more than three months)	1,198.48	-106.68
Purchase of Investment - Equity Instruments	-64.94	-2,242.79
Sale of Investment - Equity Instruments	75.30	2,243.69
Interest received on bank deposits	-49.32	-96.75
Net cash flow from / (used) in investing activities (B)	1,150.05	-230.53
C. Cash flow from financing activities		
Proceeds from share warrants	-	-
Proceeds/(Repayment) from Borrowings (Net)	-315.00	335.66
Payment of Lease Liabilities	-11.14	-19.80
Interest paid on borrowing	-65.08	-211.64
Net cash flow from / (used) in financing activities (C)	-391.22	104.22
D. Net increase / (decrease) in cash and cash equivalents (A + B + C)	66.60	-181.73
E. Cash and cash equivalents as at beginning of the year	117.53	299.26
F. Cash and cash equivalents as at the end of the year (D + E)	184.13	117.53
Components of cash and cash equivalents as at March 31, 2025		
Balances with scheduled banks		
- in current accounts	147.65	115.13
Wallets	33.47	2.40
Cash in Hand	3.01	0.00
Total cash and cash equivalents	181.12	117.53

For Kreon Financial Services Limited

Jaijash Tatia
Managing Director
DIN: 08085029

Place: Chennai
Date: 06.11.2025