

ADITYA BIRLA FINANCE LIMITED

Regd. Office: Indian Rayon Compound, Veraval, Gujarat - 362 266
 CIN : U65990GJ1991PLC064603

AUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30th SEPTEMBER, 2016

(₹. in Lakhs)

Sr. No.	Particulars	Six Months Ended Sep 30		Year Ended March 31	
		2016	2015	2016	2015
		(Audited)	(Unaudited)	(Audited)	(Unaudited)
(1)	Interest Earned (a)+(b)+(c)+(d)	1,60,686.07	1,12,710.98	2,44,161.60	1,77,617.31
	(a) Interest/Disc on advances/bills	1,49,314.56	1,05,218.54	2,29,170.53	1,66,845.65
	(b) Income from Investments (Securities Trading Income)	2,834.01	2,658.22	4,599.99	3,962.68
	(c) Interest on balances with Reserve Bank of India and other interbank funds	-	-	-	-
	(d) Others (Syndication and Other Fee Income)	8,537.50	4,834.22	10,391.08	6,808.98
(2)	Other Income	1,709.69	204.51	4,498.83	427.68
(3)	Total Income (1+2)	1,62,395.76	1,12,915.49	2,48,660.43	1,78,044.99
(4)	Interest Expended	1,01,727.67	70,084.29	1,54,028.11	1,10,642.37
(5)	Operating Expenses: (i)+(ii)+(iii)+(iv)	14,086.46	10,206.27	23,376.83	19,929.85
	(i) Employees Cost	8,542.03	6,705.16	14,185.91	11,354.98
	(ii) Rent	668.38	473.07	1,028.97	899.29
	(iii) Legal & Professional charges	700.10	531.39	1,430.27	1,399.04
	(iv) Other operating expenses	4,175.95	2,496.65	6,731.68	6,276.54
(6)	Total Expenditure: excluding provisions and contingencies (4)+(5)	1,15,814.13	80,290.56	1,77,404.94	1,30,572.22
(7)	Operating Profit before Provisions and Contingencies (3-6)	46,581.63	32,624.93	71,255.49	47,472.77
(8)	Provisions (other than tax) and Contingencies	4,600.06	3,975.31	8,619.88	6,388.21
(9)	Exceptional items	-	-	-	-
(10)	Profit from Ordinary Activities before Tax (7-8-9)	41,981.57	28,649.62	62,635.61	41,084.56
(11)	Tax Expenses (including Deferred Tax)	14,445.36	9,821.78	21,775.50	14,016.93
(12)	Net Profit from Ordinary Activities after Tax (10-11)	27,536.21	18,827.84	40,860.11	27,067.63
(13)	Extraordinary Items	-	-	-	-
(14)	Net Profit for the period/year (12-13)	27,536.21	18,827.84	40,860.11	27,067.63
(15)	Paid Up Equity Share Capital (Face Value of Rs.10 each)	58,028.87	45,035.97	55,956.56	45,035.97
(16)	Reserve excluding Revaluation Reserve	-	-	2,95,123.83	1,53,447.48
(17)	Analytical Ratio				
	(i) Capital Adequacy Ratio (%)	16.32	16.61	16.15	16.94
	(ii) Earnings Per Share -				
	Basic (Rs.) not annualised	4.79	4.18	8.74	7.95
	Diluted (Rs.) not annualised	4.79	4.18	8.74	7.95
(18)	Non -Performing Assets (NPA) Ratios				
	(a) Amount of Gross Non-Performing Assets	20,498.43	17,344.12	15,717.31	15,299.77
	(b) Amount of Net Non-Performing Assets	8,896.43	5,168.89	5,573.76	5,467.28
	(c) Gross NPA (%)	0.74	0.90	0.63	0.90
	(d) Net NPA (%)	0.32	0.27	0.22	0.32
(19)	Return on Assets (not annualised) (%)	0.99	0.99	1.85	1.81

Notes: 1. The above financial results have been reviewed by the Audit Committee and approved by the Board at its Meeting held on 27th October, 2016. 2. The figures for period ended September 30, 2016 and year ended March 31, 2016 includes figures of Madura Garments Lifestyle Retail Company Limited (MGLRCL), a fellow subsidiary of the Company, which has been merged with the Company with effect from July 1, 2015 with effective date of merger being January 25, 2016 and are therefore not comparable. As a result of the said merger, 425,000,000, 0.01% Compulsory Convertible Cumulative Preference Shares of the Company held by MGLRCL got cancelled. The Company had issued equity shares to the equity shareholders of MGLRCL aggregating to 53,455,883 equity shares of Rs. 10 each fully paid, in the ratio of 9 (nine) equity shares of the Company for every 32 (thirty two) equity shares held in MGLRCL and 10,000,000 8% Redeemable Cumulative Preference Shares of Rs. 10 each fully paid, in the ratio of one preference share of the Company for every one preference share held in MGLRCL. 3. At the meeting of Board of Directors of the Company held on July 28, 2016, the Board has approved the Scheme of Arrangement (Scheme) under Section 391 to 394 of the Companies Act, 1956 and other relevant Sections of the Companies Act 2013, to the extent applicable for merger of wealth management business of Aditya Birla Money Mart Limited (ABMML) with Aditya Birla Finance Limited (the Company), subject to approval of the Scheme by Gujarat High Court (Court), Shareholders, Creditors and other relevant regulatory authorities as may be necessary. On applications made to the said Court, the holding of meetings was dispensed with. The petition for approving the Scheme was heard on October 5, 2016 and the next date of hearing is fixed on November 11, 2016. Both the companies are ultimately wholly owned subsidiary of Aditya Birla Nuvo Limited. The appointed date of the Scheme will be 1st April 2016. 4. The management based on its judgement provides general contingency provision on standard assets in addition to regulatory provision, however the Company has discontinued this contingency provision in the previous year, accordingly the Company has reversed general contingency provision of Rs 1,980.93 lakhs lying in the books of accounts as on March 31, 2016. Accordingly the Profit is higher by Rs. 1,980.93 lakhs in the previous year. 5. During the current period, pursuant to Reserve Bank of India (RBI) notification no. DNBR CC. No.011/CGM (CDS) dated March 27, 2015, the Company has revised its recognition norms of Non-Performing Assets (NPA) from five months to four months and increased provisions on standard assets from 0.30% to 0.35%. Had the Company continued to use the earlier policy of classification of NPA and provision for standard assets, provisions and write offs for the six months ended September 30, 2016 would have been lower by Rs.1,401.16 lakhs and profit before tax for the same period would have been higher by Rs.1,401.16 lakhs (net of tax Rs. 916.25 lakhs).

6. Credit Rating

Instrument	Credit Rating Agency	Rating
Commercial Paper	ICRA Limited	A1+
Non Convertible Debenture	CARE Limited	CARE AA+
	ICRA Limited	[ICRA] AA+ Stable
	India Ratings & Research Private Limited	IND AA+ Stable
Subordinate Debt	CARE Limited	CARE AA+
	ICRA Limited	[ICRA] AA+ Stable
	India Ratings & Research Private Limited	IND AA+ Stable

7. Outstanding Redeemable Preference Shares

Particulars	Number of shares	Rs in Lakhs
8% Cumulative Redeemable Preference Shares of Rs 10 each, fully paid up	10,000,000	1,000.00

Key Ratio	30-Sep-16	31-Mar-16
Debt Equity Ratio	5.93	5.79
Net worth of Company (Rs. in Lakhs)	4,11,115.80	3,69,580.39

9. The Company is primarily engaged in financing activities. It operates in single business and geographical segment. The Company has earned some treasury income which have been classified as "Unallocated reconciling item" as per requirements of AS- 17 on Segment Reporting. 10. During the period, the Company spent Rs. 87.72 Lakhs towards Corporate Social Responsibility (CSR) under Section 135 of the Companies Act, 2013 and the rules thereon. 11. No complaint was received from debenture holders during the half year ended September 30, 2016 and no complaint was pending at the beginning and end of the half year. 12. Previous due date for payment of interest and for redemption of Non Convertible Debentures(NCDs) was September 29, 2016. Both the payments were made on their respective due dates. 13. Interest on NCDs has been paid on the respective due dates and there has been no delay thereof. 14. Previous period / year figures have been regrouped / rearranged wherever necessary to conform to the current period / year figures.

For and on behalf of the Board of Directors of
Aditya Birla Finance Limited

Sd/-

Sd/-

Place: Mumbai
 Date: 27th October, 2016

Director
 (DIN - 00121181)

Director
 (DIN - 00007432)