

Statement of Consolidated Unaudited Financial Results for the Quarter Ended 30 June 2023

(₹ in crores)

	Particulars	Quarter Ended			Year Ended
		30 June 2023	31 March 2023	30 June 2022	31 March 2023
		(Unaudited)	Refer Note 12	(Unaudited)	(Audited)
1.	Revenue				
	(a) Interest income	650.97	552.49	386.90	1,815.19
	(b) Rental income	7.22	7.44	6.20	27.72
	(c) Fees and commission income	14.05	15.39	14.33	61.54
	(d) Net gain on fair value changes	0.75	1.41	0.72	4.45
	(e) Net gain on derecognition of financial instruments	20.49	-	-	29.68
	Total revenue from operations	693.48	576.73	408.15	1,938.58
	(a) Other income	13.82	3.98	22.11	69.70
	Total income	707.30	580.71	430.26	2,008.28
2.	Expenses				
	(a) Finance costs	230.02	173.18	118.73	595.28
	(b) Net loss on derecognition of financial instruments	-	10.04	0.83	10.87
	(c) Impairment on financial instruments	26.56	(34.70)	(16.35)	(144.53)
	(d) Employee benefits expense	105.04	119.41	130.50	514.80
	(e) Depreciation and amortisation expense	15.49	19.35	12.31	61.41
	(f) Other expenses	62.84	57.58	48.91	226.84
	Total expenses	439.95	344.86	294.93	1,264.67
3.	Profit before exceptional items and tax (1-2)	267.35	235.85	135.33	743.61
4.	Exceptional items (net)	-	0.36	7.03	7.39
5.	Profit before tax from continuing operations (3+4)	267.35	236.21	142.36	751.00
6.	Tax expense				
	(a) Current tax	40.73	(25.10)	42.28	24.18
	(b) Deferred tax	26.56	80.94	(10.67)	157.01
	Total tax expense	67.29	55.84	31.61	181.19
7.	Profit after tax for the period/year from continuing operations (5-6)	200.06	180.37	110.75	569.81
	Profit before tax from discontinued operations	34.58	24.92	40.25	154.19
	Tax expense of discontinued operations	8.65	6.74	10.08	38.97
8.	Profit after tax for the period/year from discontinued operations	25.93	18.18	30.17	115.22
9.	Profit for the period/year from continuing and discontinued operations (7+8)	225.99	198.55	140.92	685.03
10.	Other comprehensive income				
	(a) (i) Items that will not be reclassified to profit and loss				
	Remeasurements of the defined benefit plans	0.93	(0.37)	4.10	2.17
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(0.23)	0.09	(1.03)	(0.55)
	(b) (i) Items that will be reclassified to profit and loss				
	Financial instruments through other comprehensive income	0.34	(0.11)	(0.03)	(0.35)
	Reclassification adjustments on disposal of Joint Venture, net of tax	-	-	(6.86)	(6.86)
	(ii) Income tax relating to items that will be reclassified to profit and loss	(0.09)	0.03	0.01	0.09
	(c) Other comprehensive income from discontinued operations (net of tax)	(0.19)	(0.05)	0.33	0.14
	Total other comprehensive income (Net of tax)	0.76	(0.41)	(3.48)	(5.36)
11.	Total comprehensive income for the period/year (9+10)	226.75	198.14	137.44	679.67



Statement of Consolidated Unaudited Financial Results for the Quarter Ended 30 June 2023 (Contd.)

(₹ in crores)

	Particulars	Quarter Ended			Year Ended
		30 June 2023	31 March 2023	30 June 2022	31 March 2023
		(Unaudited)	Refer Note 12	(Unaudited)	(Audited)
12.	Total comprehensive income for the period/year				
	(a) Owners of the Company	226.50	197.96	137.20	678.61
	(b) Non-controlling interests	0.25	0.18	0.24	1.06
13.	Profit from continuing operations for the period/year, attributable to				
	(a) Owners of the Company	200.06	180.37	110.75	569.82
	(b) Non-controlling interests	-	-	-	-
14.	Profit from discontinued operations for the period/year, attributable to				
	(a) Owners of the Company	25.68	18.00	29.93	114.16
	(b) Non-controlling interests	0.25	0.18	0.24	1.06
15.	Profit from continuing and discontinued operations for the period/year, attributable to				
	(a) Owners of the Company	225.74	198.37	140.68	683.98
	(b) Non-controlling interests	0.25	0.18	0.24	1.06
16.	Other comprehensive income attributable to				
	(a) Owners of the Company	0.76	(0.41)	(3.48)	(5.36)
	(b) Non-controlling interests	(0.00)	(0.00)	0.00	(0.00)
17.	Paid-up equity share capital (Face value of ₹ 2/- each)	153.63	153.59	152.99	153.59
18.	Earnings per equity share (for continuing operations) (Not annualised)				
	(a) Basic (in ₹)	2.60	2.36	1.45	7.44
	(b) Diluted (in ₹)	2.58	2.34	1.43	7.37
	Earnings per equity share (for discontinued operations) (Not annualised)				
	(a) Basic (in ₹)	0.34	0.23	0.39	1.51
	(b) Diluted (in ₹)	0.33	0.23	0.39	1.49
	Earnings per equity share (for continuing and discontinued operations) (Not annualised)				
	(a) Basic (in ₹)	2.94	2.59	1.84	8.95
	(b) Diluted (in ₹)	2.91	2.57	1.82	8.86

See accompanying notes to the financial results



Notes :

- 1] The consolidated unaudited financial results for the quarter ended 30 June 2023 ("the financial results") of Poonawalla Fincorp Limited ("the Company"), its subsidiary (collectively referred as 'the group') and its joint venture have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended). These financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - 'Interim Financial Reporting'. Any application guidance/ clarifications/ directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/ applicable.
- 2] The financial results for the quarter ended 30 June 2023 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on 24 July 2023.
- 3] The financial results for the quarter ended 30 June 2023 have been subjected to limited review by the statutory auditors of the Company, as required under Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations"). The statutory auditors have expressed an unmodified conclusion on these financial results for the quarter ended 30 June 2023.
- 4] These financial results shall be filed with the BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") and shall be available on the Company's website www.poonawallafincorp.com or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 5] The consolidated financial results have been prepared in accordance with Ind AS 110 (Consolidated Financial Statements) and Ind AS 111 (Joint Arrangements) and comprise of the financial results of Poonawalla Fincorp Limited and its subsidiary, Poonawalla Housing Finance Limited. With effect from 14 December 2021, the investments in joint venture has been designated as assets held for sale in accordance with the Ind AS 105 "Non-current assets Held for Sale" and accordingly the equity method accounting has been discontinued after 13 December 2021.
- 6] The Group is engaged primarily in the business of financing in India and as such there are no separate reportable segments as per Ind AS 108 - 'Operating Segments'.
- 7] During the quarter ended 30 June 2023, the Company has allotted 191,190 equity shares of face value of ₹ 2 each to the eligible employees of the Company under Employee Stock Option Plan 2007 / Restricted Stock Option Plan 2014 / Employee Stock Option Plan 2021 pursuant to the ESOP Guidelines, as amended from time to time.
- 8] During the quarter ended 30 June 2023, the Company has issued Commercial Paper which were listed on the BSE pursuant to SEBI Circular No. SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021 as amended, in connection thereto, refer the disclosure on regulation 52(4) separately filed with Stock Exchanges.
- 9] The Government of India has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration of Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- 10] The Company has entered into a definitive share purchase agreement with Perseus SG Pte. Ltd., an entity affiliated to TPG Global LLC, to divest its entire holding in Poonawalla Housing Finance Limited ("PHFL"). This divestment has been approved by the Board of Directors in their meeting held on 14 December 2022, subsequently approved by shareholders on 22 January 2023 and by RBI vide its letter dated 30 May 2023.

The transaction is in the process of closure, hence the Company continues to account and classify such investments in line with the requirements of Ind AS 105 "Non-current assets Held for Sale".

Brief details of results of discontinuing operations (PHFL) are given as under -

(₹ in crores)

Particulars	Quarter Ended			Year Ended
	30 June 2023	31 March 2023	30 June 2022	31 March 2023
	(Unaudited)	Refer Note 12	(Unaudited)	(Audited)
1. Revenue from operations	227.03	194.53	137.89	703.62
2. Other income	2.30	5.61	4.36	12.43
3. Total income	229.33	200.14	142.25	716.05
4. Total expenses	194.75	175.22	102.00	561.86
5. Profit before tax from discontinued operations	34.58	24.92	40.25	154.19
6. Tax expenses	8.65	6.74	10.08	38.97
7. Profit after tax from discontinued operations	25.93	18.18	30.17	115.22
8. Other comprehensive income from discontinued operations	(0.19)	(0.05)	0.33	0.14
9. Total comprehensive income from discontinued operations	25.74	18.13	30.50	115.36



1] Unaudited Financial Results of Poonawalla Fincorp Limited (Standalone Information): (₹ in crores)

Particulars	Quarter Ended			Year Ended
	30 June 2023	31 March 2023	30 June 2022	31 March 2023
	(Unaudited)	Refer Note 12	(Unaudited)	(Audited)
1. Total income	712.33	581.15	429.04	2,010.03
2. Profit before exceptional items and tax	267.58	236.29	134.11	745.36
3. Exceptional items	-	0.36	20.85	21.21
4. Profit before tax	267.58	236.65	154.96	766.57
5. Profit for the period	200.23	180.69	123.66	584.94
6. Total comprehensive income for the period	201.18	180.33	126.75	586.30

- 12] The figures for the quarter ended 31 March 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date unaudited figures upto the end of the third quarter, which were subject to limited review by the statutory auditors.



By order of the Board
For Poonawalla Fincorp Limited

Abhav Bhutada
Managing Director

DIN No.: 03330542

Place : Pune

Date : 24 July 2023

Registered Office : 201 and 202, 2nd Floor, AP81, Koregaon Park Annexe, Mundhwa, Pune-411 036, Maharashtra

Website : www.poonawallafincorp.com; **CIN :** L51504PN1978PLC209007

Phone: +91 020 67808090; **E-mail:** info@poonawallafincorp.com

Statement of Standalone Unaudited Financial Results for the Quarter Ended 30 June 2023

					(₹ in crores)
	Particulars	Quarter Ended			Year Ended
		30 June 2023	31 March 2023	30 June 2022	31 March 2023
		(Unaudited)	Refer Note 12	(Unaudited)	(Audited)
1.	Revenue				
	(a) Interest income	656.00	552.93	385.68	1,816.94
	(b) Rental income	7.22	7.44	6.20	27.72
	(c) Fees and commission income	14.05	15.39	14.33	61.54
	(d) Net gain on fair value changes	0.75	1.41	0.72	4.45
	(e) Net gain on derecognition of financial instruments	20.49	-	-	29.68
	Total revenue from operations	698.51	577.17	406.93	1,940.33
	(a) Other income	13.82	3.98	22.11	69.70
	Total income	712.33	581.15	429.04	2,010.03
2.	Expenses				
	(a) Finance costs	234.82	173.18	118.73	595.28
	(b) Net loss on derecognition of financial instruments	-	10.04	0.83	10.87
	(c) Impairment on financial instruments	26.56	(34.70)	(16.35)	(144.53)
	(d) Employee benefits expense	105.04	119.41	129.20	514.80
	(e) Depreciation and amortisation expense	15.49	19.35	12.31	61.41
	(f) Other expenses	62.84	57.58	50.21	226.84
	Total expenses	444.75	344.86	294.93	1,264.67
3.	Profit before exceptional items and tax (1-2)	267.58	236.29	134.11	745.36
4.	Exceptional items (net)	-	0.36	20.85	21.21
5.	Profit before tax from operations (3+4)	267.58	236.65	154.96	766.57
6.	Tax expense				
	(a) Current tax	40.73	(25.10)	42.28	24.18
	(b) Deferred tax	26.62	81.06	(10.98)	157.45
	Total tax expense	67.35	55.96	31.30	181.63
7.	Profit after tax for the period / year (5-6)	200.23	180.69	123.66	584.94
8.	Other comprehensive income				
	(a) (i) Items that will not be reclassified to profit and loss				
	Remeasurements of the defined benefit plans	0.93	(0.37)	4.10	2.17
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(0.23)	0.09	(1.03)	(0.55)
	(b) (i) Items that will be reclassified to profit and loss				
	Financial instruments through other comprehensive income	0.34	(0.11)	0.03	(0.35)
	(ii) Income tax relating to items that will be reclassified to profit and loss	(0.09)	0.03	(0.01)	0.09
	Total other comprehensive income (Net of tax)	0.95	(0.36)	3.09	1.36
9.	Total comprehensive income for the period / year (7+8)	201.18	180.33	126.75	586.30
10.	Paid-up equity share capital (Face value of ₹ 2/- each)	153.63	153.59	152.99	153.59
11.	Earnings per share (not annualised)				
	(a) Basic (in ₹)	2.61	2.36	1.62	7.64
	(b) Diluted (in ₹)	2.58	2.33	1.60	7.57

See accompanying notes to the financial results



Notes :

- 1] The standalone unaudited financial results for the quarter ended 30 June 2023 ("the financial results") of Poonawalla Fincorp Limited ("the Company") have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended). These financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - 'Interim Financial Reporting'. Any application guidance/ clarifications/ directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/ applicable.
- 2] The financial results for the quarter ended 30 June 2023 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meeting held on 24 July 2023.
- 3] The financial results for the quarter ended 30 June 2023 have been subjected to limited review by the statutory auditors of the Company, as required under Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations"). The statutory auditors have expressed an unmodified conclusion on these financial results for the quarter ended 30 June 2023.
- 4] These financial results shall be filed with the BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") and shall be available on the Company's website www.poonawallafincorp.com or on the website of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 5] The Company is engaged primarily in the business of financing in India and as such there are no separate reportable segments as per Ind AS 108 - 'Operating Segments'.
- 6] During the quarter ended 30 June 2023, the Company has allotted 191,190 equity shares of face value of ₹ 2 each to the eligible employees of the Company under Employee Stock Option Plan 2007 / Restricted Stock Option Plan 2014 / Employee Stock Option Plan 2021 pursuant to the SEBI ESOP Guidelines, as amended from time to time.
- 7] During the quarter ended 30 June 2023, the Company has issued Commercial Paper which were listed on the BSE pursuant to SEBI Circular No. SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021 as amended, in connection thereto, refer the disclosure on regulation 52(4) of Listing Regulations separately filed with Stock Exchanges.
- 8] The Company has entered into a definitive share purchase agreement with Perseus SG Pte. Ltd., an entity affiliated to TPG Global LLC, to divest its entire holding in Poonawalla Housing Finance Limited ("PHFL"). This divestment has been approved by the Board of Directors in their meeting held on 14 December 2022, subsequently approved by shareholders on 22 January 2023 and approved by the RBI vide its letter dated May 30, 2023.
The transaction is in the process of closure, hence the Company continues to account and classify such investments in line with the requirements of Ind AS 105 "Non-current assets Held for Sale".
- 9] Pursuant to the Regulation 54 of Listing Regulations, the listed secured non-convertible debentures issued by the Company are fully secured by way of hypothecation over the book debt/ receivables and/or by mortgage of the Company's immovable properties, to the extent as stated in the respective information memorandum. Further, the Company has maintained security cover (100%) as stated in the respective information memorandum which is sufficient to discharge the principal and the interest amount at all times for the non-convertible debt securities issued by the Company. The security cover certificate as per regulation 54(3) of Listing Regulations read with SEBI Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31 March 2023, has been separately filed with Stock Exchanges.
- 10] Disclosure pursuant to RBI notification RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24 September 2021

(a) Details of transfer through assignment in respect of loans not in default during quarter ended 30 June 2023

Count of loan accounts assigned	NIL
Amount of loan accounts assigned (₹ in crores)	
Retention of beneficial economic interest (MRR)	
Weighted average maturity (Residual Maturity)	
Weighted average holding period	
Coverage of tangible security	
Rating wise distribution of rated loans	



10] (b) Details of acquired through assignment in respect of loans not in default during quarter ended 30 June 2023

Particulars	Secured	Unsecured
Count of loan accounts acquired	NIL	NIL
Amount of loan accounts acquired (₹ in crores)		
Weighted average maturity (in months) *		
Weighted average holding period (in months)		
Retention of beneficial economic interest **		
Coverage of tangible security		
Rating-wise distribution of rated loans		

* At the time of acquisition

** Retained by the originator

(c) Details of stressed loans transferred during quarter ended 30 June 2023

Particulars	To ARCs*	To permitted transferees	To other transferees
No of accounts	5,379	-	-
Aggregate principal outstanding of loans transferred (₹ in crores)	129.37	-	-
Weighted average residual tenor of the loans transferred (in months)	26	-	-
Net book value of loans transferred (at the time of transfer) (₹ in crores)	84.51	-	-
Aggregate consideration (₹ in crores)	105.00	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-

* In addition to above, during the quarter, the Company has transferred 899 loan accounts for an aggregate consideration of ₹ 22 crores. These loan accounts were already written off in the books before such sale transactions.

- 11] The Government of India has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration of Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- 12] The figures for the quarter ended 31 March 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date unaudited figures upto the end of the third quarter, which were subject to limited review by the statutory auditors.

By order of the Board
For Poonawalla Fincorp Limited



Place : Pune
Date : 24 July 2023




Abhay Bhutada
Managing Director
DIN No.: 03330542

Registered Office : 201 and 202, 2nd Floor, AP81, Koregaon Park Annexe, Mundhwa, Pune-411 036, Maharashtra
Website : www.poonawallafincorp.com; **CIN :** L51504PN1978PLC209007
Phone: +91 020 67808090; **E-mail:** info@poonawallafincorp.com