

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2019

Rs. in Lakhs

	Particulars	Quarter ended			Half year ended		Year ended
		30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
i)	Interest income	280,710.02	272,876.24	241,297.09	553,586.26	462,205.44	996,952.90
ii)	Dividend income	1,726.56	958.77	46.17	2,685.33	46.17	1,524.27
iii)	Rental income	171.94	115.55	6.53	287.49	8.75	71.45
iv)	Fees and commission Income	2,694.29	1,810.47	3,133.89	4,504.76	5,303.55	11,638.82
v)	Net gain on fair value changes	446.77	59.48	21.41	506.25	55.84	761.75
vi)	Sale of services	5,647.73	6,367.22	6,284.14	12,014.95	12,441.77	26,220.90
I	Total Revenue from operations	291,397.31	282,187.73	250,789.23	573,585.04	480,061.52	1,037,170.09
II	Other income	2,251.35	1,654.74	1,375.56	3,906.09	2,299.09	5,915.38
III	Total income (I+II)	293,648.66	283,842.47	252,164.79	577,491.13	482,360.61	1,043,085.47
	Expenses						
i)	Finance costs	134,590.95	126,259.77	105,312.10	260,850.72	200,987.11	443,227.98
ii)	Fees and commission expense	2,677.38	3,555.19	3,645.83	6,232.57	6,204.64	12,968.10
iii)	Impairment on financial instruments	39,995.48	67,691.31	24,219.91	107,686.79	58,760.96	71,710.83
iv)	Employee benefits expenses	41,416.44	47,253.26	33,799.96	88,669.70	68,278.21	147,794.76
v)	Depreciation, amortization and impairment	4,320.16	4,143.78	1,848.96	8,463.94	3,466.96	7,553.32
vi)	Others expenses	21,103.29	20,272.36	20,028.03	41,375.65	33,853.15	80,447.20
IV	Total expenses	244,103.70	269,175.67	188,854.79	513,279.37	371,551.03	763,702.19
V	Profit before exceptional items and tax (III-IV)	49,544.96	14,666.80	63,310.00	64,211.76	110,809.58	279,383.28
VI	Share of profit of associate	1,148.13	1,328.01	1,307.94	2,476.14	2,650.38	4,692.88
VII	Profit before tax (V+VI)	50,693.09	15,994.81	64,617.94	66,687.90	113,459.96	284,076.16
VIII	Tax expense :						
i)	Current tax	6,083.09	4,597.41	26,763.05	10,680.50	40,072.64	71,136.53
ii)	Deferred tax	18,249.86	551.17	(5,643.56)	18,801.03	(2,338.61)	26,211.44
		24,332.95	5,148.58	21,119.49	29,481.53	37,734.03	97,347.97
IX	Profit for the period (VII-VIII)	26,360.14	10,846.23	43,498.45	37,206.37	75,725.93	186,728.19
X	Other Comprehensive Income (OCI)						
A)	(i) Items that will not be reclassified to profit or loss						
	- Remeasurement loss on defined benefit plans	(69.17)	(1,980.28)	(488.50)	(2,049.45)	(963.03)	(1,481.98)
	- Net gain/(loss) on equity instruments through OCI	-	(47.95)	454.65	(47.95)	454.65	454.65
	(ii) Income tax relating to the above items	(362.47)	651.59	(6.50)	289.12	166.17	353.97
	Subtotal (A)	(431.64)	(1,376.64)	(40.35)	(1,808.28)	(342.21)	(673.36)
B)	(i) Items that will be reclassified to profit or loss						
	- Exchange differences in translating the financial statements of foreign operations	978.65	(206.74)	2,244.84	771.91	4,123.28	2,398.78
	- Net gain on debt instruments through OCI	-	-	-	-	-	788.52
	(ii) Income tax relating to the above items	-	-	-	-	-	(275.54)
	Subtotal (B)	978.65	(206.74)	2,244.84	771.91	4,123.28	2,911.76
	Other Comprehensive Income (A + B)	547.01	(1,583.38)	2,204.49	(1,036.37)	3,781.07	2,238.40
XI	Total Comprehensive Income for the period (IX+X)	26,907.15	9,262.85	45,702.94	36,170.00	79,507.00	188,966.59
	Profit for the period attributable to:						
	Owners of the Company	26,145.09	10,723.05	42,590.67	36,868.14	74,182.15	182,729.83
	Non-controlling interests	215.05	123.18	907.78	338.23	1,543.78	3,998.36
		26,360.14	10,846.23	43,498.45	37,206.37	75,725.93	186,728.19
	Other Comprehensive Income for the period attributable to:						
	Owners of the Company	558.93	(1,552.93)	2,224.16	(994.00)	3,797.31	2,252.51
	Non-controlling interests	(11.92)	(30.45)	(19.67)	(42.37)	(16.24)	(14.11)
		547.01	(1,583.38)	2,204.49	(1,036.37)	3,781.07	2,238.40
	Total Comprehensive Income for the period attributable to:						
	Owners of the Company	26,704.03	9,170.12	44,814.83	35,874.15	77,979.46	184,982.34
	Non-controlling interests	203.12	92.73	888.11	295.85	1,527.54	3,984.25
		26,907.15	9,262.85	45,702.94	36,170.00	79,507.00	188,966.59
XII	Earnings per equity share (face value of Rs.2/- each) #						
	Basic (Rupees)	4.25	1.74	6.93	6.00	12.07	29.73
	Diluted (Rupees)	4.24	1.74	6.92	5.98	12.05	29.67

Earnings per share for the interim period is not annualised.

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2019

Rs. in Lakhs

	Particulars	Quarter ended			Half year ended		Year ended
		30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
I	i) Interest income	244,073.85	236,646.01	208,639.16	480,719.86	399,801.44	861,455.78
	ii) Dividend income	1,506.03	908.09	46.17	2,414.12	46.17	1,388.00
	iii) Rental income	171.94	115.55	6.53	287.49	8.75	71.45
	iv) Fees and commission Income	2,455.42	1,705.89	2,271.34	4,161.31	3,943.73	8,691.76
	v) Net gain on fair value changes	429.46	25.22	8.27	454.68	25.91	683.87
	Total Revenue from operations	248,636.70	239,400.76	210,971.47	488,037.46	403,826.00	872,290.86
II	Other income	5,448.32	1,849.67	3,573.56	7,297.99	4,686.37	8,690.31
III	Total income (I+II)	254,085.02	241,250.43	214,545.03	495,335.45	408,512.37	880,981.17
	Expenses						
	i) Finance costs	120,219.82	112,820.54	93,097.90	233,040.36	177,973.69	394,456.16
	ii) Fees and commission expense	1,101.63	998.94	822.92	2,100.57	1,062.22	3,047.83
	iii) Impairment on financial instruments	36,062.89	61,961.90	23,111.54	98,024.79	52,495.16	63,520.83
	iv) Employee benefits expenses	29,402.67	35,208.96	24,098.20	64,611.63	50,442.65	109,011.91
	v) Depreciation, amortization and impairment	3,591.24	3,432.98	1,448.17	7,024.22	2,774.90	6,022.52
	vi) Others expenses	17,868.31	16,356.78	16,386.45	34,225.09	26,963.73	66,677.73
IV	Total expenses	208,246.56	230,780.10	158,965.18	439,026.66	311,712.35	642,736.98
V	Profit before tax (III-IV)	45,838.46	10,470.33	55,579.85	56,308.79	96,800.02	238,244.19
VI	Tax expense :						
	i) Current tax	5,851.00	3,194.00	22,449.21	9,045.00	34,742.08	57,686.12
	ii) Deferred tax	14,810.23	433.10	(5,008.64)	15,243.33	(2,986.43)	24,851.72
		20,661.23	3,627.10	17,440.57	24,288.33	31,755.65	82,537.84
VII	Profit for the period (V-VI)	25,177.23	6,843.23	38,139.28	32,020.46	65,044.37	155,706.35
VIII	Other Comprehensive Income (OCI)						
A)	(i) Items that will not be reclassified to profit or loss						
	- Remeasurement gain/(loss) on defined benefit plans	57.38	(1,794.13)	(316.66)	(1,736.75)	(804.72)	(1,324.60)
	- Net gain/(loss) on equity instruments through OCI	-	(47.95)	454.65	(47.95)	454.65	454.65
	(ii) Income tax relating to the above items	(387.21)	643.70	(48.22)	256.49	122.33	304.00
	Subtotal (A)	(329.83)	(1,198.38)	89.77	(1,528.21)	(227.74)	(565.95)
B)	(i) Items that will be reclassified to profit or loss						
	- Net gain on debt instruments through OCI	-	-	-	-	-	788.52
	(ii) Income tax relating to the above items	-	-	-	-	-	(275.54)
	Subtotal (B)	-	-	-	-	-	512.98
	Other Comprehensive Income (A + B)	(329.83)	(1,198.38)	89.77	(1,528.21)	(227.74)	(52.97)
IX	Total Comprehensive Income for the period (VII+VIII)	24,847.40	5,644.85	38,229.05	30,492.25	64,816.63	155,653.38
X	Earnings per equity share (face value of Rs.2/- each) #						
	Basic (Rupees)	4.09	1.11	6.21	5.21	10.58	25.33
	Diluted (Rupees)	4.08	1.11	6.20	5.19	10.57	25.28

Earnings per share for the interim period is not annualised.

BALANCE SHEET

Rs. in Lakhs

Particulars	CONSOLIDATED		STANDALONE	
	As at 30 September 2019	As at 31 March 2019	As at 30 September 2019	As at 31 March 2019
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
ASSETS				
1) Financial Assets				
a) Cash and cash equivalents	44,468.19	53,722.32	41,475.15	50,167.74
b) Bank balance other than (a) above	72,131.47	45,681.43	72,131.47	45,681.43
c) Derivative financial instruments	1,164.39	1,006.39	1,164.39	1,006.39
d) Receivables				
- Trade receivables	6,242.67	5,360.31	799.59	519.19
e) Loans	7,180,540.95	6,893,899.97	6,379,253.12	6,124,962.80
f) Investments	363,488.59	332,735.30	407,564.92	379,170.37
g) Other financial assets	31,748.83	21,207.08	27,202.41	16,895.13
	7,699,785.09	7,353,612.80	6,929,591.05	6,618,403.05
2) Non-financial Assets				
a) Current tax assets (Net)	59,208.00	31,212.81	54,106.92	30,210.00
b) Deferred tax Assets (Net)	26,457.84	44,969.75	22,185.69	37,172.53
c) Property, plant and equipment (refer note no. 6)	41,370.96	16,818.54	31,673.13	13,250.02
d) Intangible assets under development	123.00	79.41	-	-
e) Other Intangible assets	2,658.66	3,326.44	2,453.16	3,056.15
f) Other non-financial assets	8,500.95	7,577.16	6,525.38	5,706.83
	138,319.41	103,984.11	116,944.28	89,395.53
Total Assets	7,838,104.50	7,457,596.91	7,046,535.33	6,707,798.58
LIABILITIES AND EQUITY				
LIABILITIES				
1) Financial Liabilities				
a) Derivative financial instruments	5,284.11	7,702.53	5,284.11	7,702.53
b) Payables				
I) Trade Payables				
i) total outstanding dues of micro enterprises and small enterprises	18.69	23.72	-	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	90,790.06	111,406.58	77,816.38	97,947.17
II) Other Payables				
i) total outstanding dues of micro enterprises and small enterprises	5.15	253.29	5.15	253.29
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	2,515.52	3,164.54	2,515.52	3,164.54
c) Debt Securities	2,340,268.77	2,471,588.50	2,114,626.85	2,231,937.92
d) Borrowings (Other than Debt Securities)	2,821,544.39	2,463,272.12	2,414,391.29	2,130,153.03
e) Deposits	762,070.77	563,093.41	764,645.77	566,718.41
f) Subordinated Liabilities	382,277.75	382,208.09	355,945.60	355,883.82
g) Other financial liabilities (refer note no. 6)	271,893.55	284,074.55	206,256.13	192,662.95
	6,676,668.76	6,286,787.33	5,941,486.81	5,586,423.66
2) Non-Financial Liabilities				
a) Current tax liabilities (Net)	1,393.32	1,392.09	1,392.09	1,392.09
b) Provisions	27,295.76	25,493.93	21,120.81	20,652.70
c) Other non-financial liabilities	8,266.40	9,170.85	7,111.94	8,527.84
	36,955.48	36,056.87	29,624.84	30,572.63
3) EQUITY				
a) Equity Share capital	12,298.71	12,297.54	12,298.71	12,297.54
b) Other Equity	1,104,014.60	1,114,604.29	1,063,124.97	1,078,504.75
Equity attributable to owners of the Company	1,116,313.31	1,126,901.83	1,075,423.68	1,090,802.29
Non-controlling interests	8,166.95	7,850.88	-	-
	1,124,480.26	1,134,752.71	1,075,423.68	1,090,802.29
Total Liabilities and Equity	7,838,104.50	7,457,596.91	7,046,535.33	6,707,798.58

STATEMENT OF CASH FLOWS

Rs. in Lakhs

Particulars	CONSOLIDATED		STANDALONE	
	Half year ended 30 September 2019	Half year ended 30 September 2018	Half year ended 30 September 2019	Half year ended 30 September 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
A) CASH FLOW FROM OPERATING ACTIVITIES				
Profit before exceptional items and taxes	64,211.76	110,809.58	56,308.79	96,800.02
Adjustments to reconcile profit before tax to net cash flows:				
Add: Non-cash expenses				
Depreciation, amortization and impairment	8,463.93	3,466.95	7,024.22	2,774.90
Impairment on financial instruments	49,452.87	37,829.45	39,559.38	31,478.41
Bad debts and write offs	58,465.61	21,016.75	58,465.41	21,016.75
Net (Gain) / loss on fair value of derivative financial instruments	(2,576.42)	(8,912.59)	(2,576.42)	(8,912.59)
Unrealised foreign exchange gain/loss	2,940.94	9,604.48	2,940.94	9,604.48
Share based payments to employees	1,951.59	385.99	1,903.54	284.25
	118,698.52	63,391.03	107,317.07	56,246.20
Less: Income considered separately				
Net gain on fair value changes	(481.21)	(25.95)	(454.68)	(25.91)
Interest income on investments	(7,159.10)	(10,522.06)	(5,227.40)	(8,958.43)
Dividend income	(2,657.28)	(46.18)	(5,451.73)	(2,053.40)
Net gain on derecognition of property, plant and equipment	(6.68)	(11.20)	(28.85)	(15.60)
Net (gain) / loss on sale of investments	(1,023.54)	(39.60)	(948.91)	(9.22)
	(11,327.81)	(10,644.98)	(12,111.57)	(11,062.56)
Operating profit before working capital changes	171,582.47	163,555.62	151,514.29	141,983.66
Changes in -				
Loans	(390,709.14)	(873,588.38)	(352,665.86)	(746,985.17)
Trade receivables	(894.40)	(1,396.54)	(280.40)	59.47
Other financial assets	(2,309.65)	(3,080.36)	(364.83)	(1,227.94)
Other financial liabilities	(6,153.88)	(13,262.85)	(3,959.52)	(13,182.62)
Other non-financial assets	(272.92)	(727.86)	(457.89)	(277.66)
Trade Payables	(18,773.80)	12,191.13	(21,027.94)	8,065.01
Other non-financial liabilities	(2,050.46)	(1,278.17)	(1,415.90)	(903.66)
Provisions	116.68	311.81	(1,134.08)	331.79
Cash used in operations	(421,047.57)	(880,831.23)	(381,306.42)	(754,120.78)
Income taxes paid (net of refunds)	(38,674.47)	(34,619.88)	(32,941.92)	(27,479.34)
NET CASH USED IN OPERATING ACTIVITIES (A)	(288,139.56)	(751,895.48)	(262,734.05)	(639,616.46)
B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, plant and equipment and intangible assets	(4,620.30)	(7,142.59)	(3,954.64)	(5,820.00)
Proceeds from sale of Property, plant and equipment	74.85	70.55	64.93	66.42
Purchase of investments at amortised cost	(38,779.79)	(16,004.24)	(19,937.69)	25.49
Proceeds from sale of investments at amortised cost	57,726.14	43,313.26	43,254.74	29,798.60
Purchase of investments at FVOCI	(100.00)	-	(100.00)	-
Purchase of investments at FVTPL	(5,171,544.98)	(223,054.32)	(4,824,301.59)	(221,379.32)
Proceeds from sale of investments at FVTPL	5,121,671.87	220,379.32	4,805,189.48	220,379.32
Purchase of investments at cost	(28,927.56)	(963.21)	(30,927.66)	(2,963.21)
Proceeds from / (Investments in) term deposits with banks (net)	(35,714.54)	2,880.90	(36,389.30)	2,967.78
Dividend income received	5,954.33	2,183.04	5,451.73	2,053.40
Interest income received on investments	6,924.75	10,128.92	5,206.41	8,769.01
Change in Earmarked balances with banks	28.26	23.75	28.26	23.75
NET CASH GENERATED FROM / (USED IN) INVESTING ACTIVITIES (B)	(87,306.97)	31,815.38	(56,415.33)	33,921.24
C) CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from borrowings through Debt Securities	832,030.00	1,954,510.00	725,030.00	1,740,800.00
Repayment of borrowings through Debt Securities	(964,442.65)	(1,609,223.13)	(842,442.65)	(1,491,723.13)
Proceeds from Borrowings (Other than Debt Securities)	1,450,087.40	1,784,192.28	1,273,912.40	1,628,710.16
Repayment of Borrowings (Other than Debt Securities)	(1,082,073.28)	(1,475,569.06)	(979,963.76)	(1,333,019.27)
Proceeds from borrowings through Subordinated Liabilities	-	3,500.00	-	-
Repayment of borrowings through Subordinated Liabilities	-	8,401.94	-	8,401.94
(Decrease) / Increase in loans repayable on demand and cash credit/overdraft facilities with banks (net)	(12,988.94)	6,408.46	(12,988.95)	6,408.46
Increase / (decrease) in Fixed deposits (net)	198,820.02	72,405.23	197,770.02	70,730.23
Payments for principal portion of lease liability	(3,558.91)	-	(3,074.24)	-
Dividend paid (including tax on dividend)	(51,681.23)	(32,153.90)	(47,786.03)	(29,378.43)
NET CASH GENERATED FROM FINANCING ACTIVITIES (C)	366,192.40	712,471.82	310,456.79	600,929.96
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(9,254.13)	(7,608.28)	(8,692.59)	(4,765.26)
Cash and Cash Equivalents at the beginning of the period / year	53,722.32	33,868.66	50,167.74	27,190.38
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD / YEAR	44,468.19	26,260.38	41,475.15	22,425.12

STATEMENT OF CASH FLOWS (Continued ...)

Rs. in Lakhs

Particulars	CONSOLIDATED		STANDALONE	
	Half year ended 30 September 2019	Half year ended 30 September 2018	Half year ended 30 September 2019	Half year ended 30 September 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Components of Cash and Cash Equivalents:				
Particulars				
Cash and cash equivalents at the end of the period / year				
- Cash on hand	2,702.07	3,882.00	1,653.42	2,727.63
- Cheques and drafts on hand	1,105.10	2,111.82	1,105.10	2,111.82
- Balances with banks in current accounts	40,661.02	20,266.56	38,716.63	17,585.67
Total	44,468.19	26,260.38	41,475.15	22,425.12

Note :

The above Statement of Cash Flow has been prepared under the 'Indirect method' as set out in Ind AS 7 on 'Statement of Cash Flows'.

Notes:

- 1) The above financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under section 133 of the Companies Act 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India. 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 above financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 22 October 2019.
- 3) The Consolidated financial results include the unaudited financial results of the subsidiaries Mahindra Insurance Brokers Limited (80%), Mahindra Rural Housing Finance Limited (98.43%), Mahindra Asset Management Company Private Limited (100%), Mahindra Trustee Company Private Limited (100%), Mahindra & Mahindra Financial Services Limited Employees' Stock Option Trust (MMFSL ESOP Trust), Mahindra Rural Housing Finance Limited Employee Welfare Trust (MRHFL EWT), Mahindra Finance CSR Foundation and unaudited financial results of a Joint Venture company, Mahindra Finance USA LLC (49%), in the United States, which has been consolidated as an associate under equity method of accounting. The standalone financial results of Mahindra Finance USA LLC, MMFSL ESOP Trust, MRHFL EWT and Mahindra Finance CSR Foundation, which does not constitute a material component of the consolidated financial results have been certified by the management.
- 4) In compliance with Regulation 33 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of financial results for the quarter and half year ended 30 September 2019 has been carried out by the Statutory Auditors. The Consolidated figures for the corresponding quarter and half year ended 30 September 2018 as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review.
- 5) There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company. The Segment Reporting in respect of the Unaudited Consolidated Financial Results is given in Appendix 1.
- 6) The Company has adopted Ind AS 116, Leases, effective 1 April 2019 using modified retrospective method of transition. Adoption of this standard did not have a material effect on unaudited financial results for the quarter and half year ended 30 September 2019. As per the requirements of this standard, right-of-use assets amounting to Rs. 23,968.84 lakhs (Standalone Balance sheet: Rs.17,694.92 lakhs) and lease liabilities amounting to Rs.24,656.75 lakhs (Standalone Balance sheet: Rs.18,212.20 lakhs) have been included within the line items "Property, plant and equipment" and "Other financial liabilities" respectively in the Consolidated Balance sheet.
- 7) During the quarter ended 30 June 2019, the Company along with Mahindra Asset Management Company Private Limited (MAMCPL) and Mahindra Trustee Company Private Limited (MTCPL), wholly-owned subsidiaries of the Company, has entered in to a share subscription agreement and shareholders agreement to form a 51:49 Joint Venture with Manulife Asset Management (Singapore) Pte. Ltd. (Manulife). Pursuant to these agreements, Manulife will make an equity investment aggregating to US \$ 35.00 million to acquire 49% of the share capital of MAMCPL & MTCPL. The Company is awaiting regulatory approval for this transaction.
- 8) Pursuant to the offer made by National Housing Bank (NHB), the Board of Directors of the Company, at its meeting held on 27 March 2019, had approved the acquisition of 1,18,91,511 equity shares of Rs.10/- each of Mahindra Rural Housing Finance Limited, a subsidiary of the Company, at a premium of Rs. 231.16, for cash, aggregating to Rs. 28,677.57 lakhs. During the quarter ended 30 June 2019, the Company had settled the entire amount of obligation as per the terms and conditions of the agreement.
- 9) During the quarter ended 30 June 2019, the Company has incorporated a wholly-owned subsidiary company, namely, Mahindra Finance CSR Foundation, under the provisions of section 8 of the Companies Act, 2013 for undertaking the CSR activities of the Company and its subsidiaries.
- 10) All secured Non-Convertible Debentures (NCDs) issued by the Company are secured by pari-passu charges on Aurangabad office and exclusive charge on receivables under loan contracts, owned assets and book debts to the extent of 100% of outstanding secured NCDs.
- 11) During the quarter ended 30 September 2019, the Company has entered in to a share subscription, share purchase and shareholders' agreement with Ideal Finance Limited ("Ideal Finance") and its existing Shareholders to form and operate a Joint Venture in the financial services sector in Sri Lanka. Pursuant to these agreements, the Company has agreed to subscribe / acquire up to 58.20% of the Equity share capital of Ideal Finance, in one or more tranches over a specified period of time, for an amount not exceeding Sri Lankan Rupees (LKR) 200.30 crores (equivalent to around Rs.80.12 crores at current foreign exchange rate of INR 1 to LKR 2.5). Upon acquisition of above stake, Ideal Finance will become a subsidiary of the Company.
- 12) The Taxation Laws (Amendment) Ordinance, 2019 contain substantial amendments in the Income Tax Act 1961 and the Finance (No.2) Act, 2019 to provide an option to domestic companies to pay income tax at a concessional rate. The Company has elected to apply the concessional tax rate. Accordingly, the Company has recognised the provision for income tax and re-measured the net deferred tax assets at concessional rate for the half year ended 30 September 2019. Further, the opening net deferred tax asset has been re-measured at lower rate with a one-time impact of Rs.10,399.46 lakhs recognised in the Standalone statement of profit and loss and Rs.12,523.65 lakhs recognised in the Consolidated statement of profit and loss for the half year ended 30 September 2019.
- 13) During the quarter ended 30 September 2019, the Company has made an investment of Rs.1,000.00 lakhs (half year ended 30 September 2019: Rs. 2,000.00 lakhs) in Mahindra Asset Management Company Private Limited, its wholly owned subsidiary, by subscription to 1,00,00,000 equity shares of face value of Rs.10/- each, for cash, at par, fully paid up on a rights basis.
- 14) Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.

For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Limited

Ramesh Iyer
Vice-Chairman & Managing Director

Date : 22 October 2019

Place : Mumbai

Mahindra & Mahindra Financial Services Limited

Segment-wise Revenue, Results, Assets and Liabilities for Consolidated results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Rs. in Lakhs

Particulars	Quarter ended			Half year ended		Year ended
	30 September 2019	30 June 2019	30 September 2018	30 September 2019	30 September 2018	31 March 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(a) Segment Revenue						
- Financing activities	291,126.99	277,555.78	248,032.76	568,682.77	472,198.55	1,019,375.88
- Others	8,543.25	8,451.76	8,690.63	16,995.01	16,362.04	35,541.97
Total	299,670.24	286,007.54	256,723.39	585,677.78	488,560.59	1,054,917.85
Less : Inter-segment revenue	6,021.58	2,165.07	4,558.60	8,186.65	6,199.98	11,832.38
Net revenue	293,648.66	283,842.47	252,164.79	577,491.13	482,360.61	1,043,085.47
(b) Segment Results (Profit before tax) :						
- Financing activities	48,908.13	14,576.31	62,702.67	63,484.44	108,647.22	272,837.53
- Share of profit of associate	1,148.13	1,328.01	1,307.94	2,476.14	2,650.38	4,692.88
- Others	636.83	90.49	607.33	727.32	2,162.36	6,545.75
Total	50,693.09	15,994.81	64,617.94	66,687.90	113,459.96	284,076.16
Add : Other unallocable income net of unallocable expenditure	-	-	-	-	-	-
Net Profit before tax	50,693.09	15,994.81	64,617.94	66,687.90	113,459.96	284,076.16
(c) Segment Assets :						
- Financing activities	7,711,804.37	7,559,936.69	6,544,525.47	7,711,804.37	6,544,525.47	7,344,525.53
- Others	42,027.61	42,016.04	36,294.26	42,027.61	36,294.26	38,280.91
- Other unallocable assets	84,272.52	80,935.60	86,722.47	84,272.52	86,722.47	74,790.47
Total	7,838,104.50	7,682,888.33	6,667,542.20	7,838,104.50	6,667,542.20	7,457,596.91
(d) Segment Liabilities :						
- Financing activities	6,698,905.03	6,523,592.72	5,609,016.92	6,698,905.03	5,609,016.92	6,313,165.42
- Others	14,719.21	14,306.07	8,576.34	14,719.21	8,576.34	9,678.78
- Other unallocable liabilities	-	-	-	-	-	-
Total	6,713,624.24	6,537,898.79	5,617,593.26	6,713,624.24	5,617,593.26	6,322,844.20

For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Limited

Ramesh Iyer
Vice-Chairman & Managing Director

Date : 22 October 2019
Place : Mumbai