



**GRUH
FINANCE
LIMITED**

We help you build homes

SEC: 2014:
April 12, 2014

FAX No : 022 – 2272 3121 / 3719 / 2039

Fax 022 –2659 8237 / 38

The BSE Limited
Phiroze Jeejeebhoy Towers,
26th Floor, Dalal Street
Mumbai – 400 001

National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra-Kurla Complex,
Bandra (E), Mumbai 400 051

BSE Security Code No: 511288

Symbol : GRUH

Dear Sir,

Sub: Press Release of Audited Financial Results for the quarter / Twelve months period ended March 31, 2014

We forward herewith a copy of the press release in respect of the Audited financial results of the Company for the quarter / Twelve months period ended March 31, 2014.

This is for your kind information and record. Kindly arrange to inform all your constituents accordingly. Kindly acknowledge receipt.

Thanking you,

Yours sincerely,
For **GRUH FINANCE LIMITED**

 **MARCUS LOBO**
Company Secretary

A subsidiary of HDFC Ltd

Registered Office: "GRUH", Netaji Marg, Near Mithakhali Six Roads, Ellisbridge, Ahmedabad-380 006.
Tel. : (91) (79) 3290 1222/23, 2642 1671-74 Fax: (91) (79) 2656 0649

**GRUH FINANCE LTD.
FINANCIAL RESULTS FOR THE PERIOD APRIL 1, 2013 TO MARCH 31, 2014**

The Board of Directors of GRUH Finance Ltd. (GRUH) – a subsidiary of HDFC Ltd. – has approved the annual audited accounts for the year ended March 31, 2014 at their meeting held in Delhi on April 11, 2014.

FINANCIAL RESULTS

Profit after tax for the year amounted to **Rs. 176.96 crores** as compared to Rs. 145.88 crores for the previous year, **an increase of 21%**.

The Board of Directors **recommend payment of dividend** for the year ended March 31, 2014 of **Rs. 3.00 per equity share** as against Rs. 2.50 per share in the previous year. Dividend payout ratio for the year inclusive of tax on dividend will be 35.88%.

Dividend and the distribution tax on dividend on equity shares have absorbed Rs. 54.04 crores and Rs. 9.18 crores respectively and the balance has been transferred to reserves.

The Board of Directors has also recommended the issue of Bonus shares in the ratio of 1 equity share for every 1 equity share held.

Year on year financial performance is as follows:

(Rs. in crore)

Particulars	2013-14	2012-13	Growth (%)
Loan Assets	7009.04	5437.80	29
Net Interest Margin	270.66	217.75	24
Operating Profit	242.08	193.80	25
Profit Before Tax	244.46	196.81	24
Profit After Tax	176.96	145.88	21

Housing Loan Portfolio

A subsidiary of HDFC Ltd

The loan portfolio as at March 31, 2014 amounted to **Rs. 7009.04 crores** as against Rs. 5437.80 crores in the previous year – **an increase of 29%**.

LENDING OPERATIONS

Loan Disbursements

Loan disbursements during the year were **Rs. 2577.47 crores** as against Rs. 2174.39 crores in the previous year, representing **a growth of 19%**. Cumulative loan disbursements as of March 31, 2014 were Rs. 12094.05 crores.

Non-Performing Loans

The gross NPA as at March 31, 2014 stands at **Rs 18.87 crores**. Gross NPA constitute **0.27% of the total loan outstanding of Rs. 7009.05 crores** as against gross NPA for the previous year at Rs. 17.64 crores or 0.32% of the outstanding loans.

GRUH is required to carry a provision of Rs. 7.60 crores in the Balance Sheet as at March 31, 2014 on its NPA portfolio as per the guideline of NHB. GRUH has also made provision of its standard loan asset portfolio aggregating Rs. 30.82 crore in line with the NHB guidelines. Additionally, GRUH carries a provision for contingencies of Rs. 12.04 crore. As a result, **the Net NPA stands at Rs. NIL indicating a ratio of Net NPA to Loans of NIL at the end of March 31, 2014.**

CAPITAL ADEQUACY RATIO

Following the accretion to reserves of Rs. 113.47 crore from the current year's profits, the Networth of the Company has grown to Rs. 606.97 crore, up from Rs. 490.99 crore in the previous year.

Capital Adequacy Ratio (CAR) for the company stands at 16.36% as at March 31, 2014 as against the required minimum CAR of **12%** as stipulated by NHB. The Tier I Capital stands at 14.70% while Tier II capital is 1.66%.

GRUH's deposits portfolio has grown to **Rs. 1002.88 crores** from Rs. 649.95 crores during the year indicating a growth of **54%**. During the year, CRISIL upgraded the rating on GRUH's Fixed Deposit programme to **FAAA** from **FAA +**.

GRUH's Fixed Deposit programme is now rated "**FAAA**" by CRISIL and "**MAAA**" by ICRA. The rating of "**FAAA**" and "**MAAA**" indicates the degree of safety of repayment of principal and interest is Very Strong.

GRUH's Short Term borrowings including Commercial Paper (CP) and short term NCD's is rated at "**A1(+)**" by CRISIL and ICRA and GRUH's Long term Non Convertible Debenture (NCD) is rated at "**AA +**" by CRISIL and ICRA.

GRUH's Subordinated Debt NCD's (Tier II) is rated **AA +** by CRISIL and ICRA

RETAIL NETWORK

GRUH expanded its retail office network to 142 offices across 7 states of the country from 134 offices in the last year. GRUH has 42 offices in Gujarat, 41 offices in Maharashtra, 15 offices in Karnataka, 21 offices in Madhya Pradesh, 10 offices in Rajasthan, 7 offices in Chhatisgarh and 6 offices in Tamil Nadu.

April 11, 2014