Mahindra & Mahindra Financial Services Ltd.
Mahindra Towers, 4th Floor,
Dr. G. M. Bhosale Marg, Worli,
Mumbai 400 018 India
Tel: +91 22 66526000
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3rd January, 2022

The General Manager-Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001.

Scrip Code : 532720

The Manager-Listing Department,
National Stock Exchange of India Limited,
"Exchange Plaza", 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai – 400 051.

Scrip Code : M&MFIN

Dear Sirs,

Sub: Updates for the month of December, 2021

We would like to intimate the following updates for the month of December, 2021:

In December 2021, the business continued its momentum with a disbursement of approximately Rs.2,750 Crore delivering a 42% Y-o-Y growth. For the Quarter-3 (October-December 2021), the total disbursement stood at approximately Rs. 18,100 Crore, registering a Y-o-Y growth of 39%.

In December 2021, the collection efficiency (CE) improved further to 100%, up both year-on-year (December 2020 - CE was 96%) and sequentially (November 2021 - CE was 94%). For Q3, the collection efficiency works out to 95% (Collection Efficiency in Q3 of the last year was 88%).

This improved customer payment behaviour has reflected in a month-on-month reduction in Stage 2 and in Stage 3, compared to November 2021. The Company expects this positive trend to continue in Q4. This will aid in further reduction in Stage 2 and Stage 3 contracts by March 2022 end. The Company stands committed to bring the Net Stage 3 below 4% by year end.

The Company continued to enjoy a comfortable liquidity position on its Balance Sheet as at 31st December, 2021, with a liquidity chest of well over 3.5 months.

We request you to kindly acknowledge receipt of the same.

Thanking you,

Yours Faithfully,
Mahindra & Mahindra Financial Services Limited

ARNAVAZ MANECK PARDIWALLA
Digitally signed by ARNAVAZ MANECK PARDIWALLA
Date: 2022.01.03 12:02:35 +05'30'

Arnavaz M. Pardiwalla
Company Secretary & Compliance Officer