

BSR & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly standalone financial results and standalone year-to-date results pursuant to Regulation 33 of the Listing Regulations

To the Board of Directors of MAS Financial Services Limited

We have reviewed the accompanying statement of unaudited standalone financial results of MAS Financial Services Limited (the 'Company') for the quarter ended 30 September 2018 and the year-to-date results for the period from 1 April 2018 to 30 September 2018 attached herewith (the 'Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (the 'SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations').

The standalone financial results for the quarter ended 30 September 2017 and year-to-date results for the period from 1 April 2017 to 30 September 2017 reported under the previous GAAP are based on unaudited standalone financial results (the 'financial results') of the Company for the quarter ended 30 September 2017 and year-to-date results for the period from 1 April 2017 to 30 September 2017. These financial results were reviewed by Deloitte Haskins & Sells, Chartered Accountants, whose report dated 8 November 2017 expressed an unmodified conclusion on those financial results. We draw attention to the fact that management has adjusted these previously issued financial results for the differences in the accounting principles adopted by the Company on transition to the Indian Accounting Standard ('Ind AS') and presented a reconciliation for the same, which have been approved by the Company's Board of Directors. The figures for corresponding quarter ended 30 September 2017 and corresponding year-to-date period from 1 April 2017 to 30 September 2017, including the reconciliation of profit under Ind AS of the corresponding quarter ended 30 September 2017 and corresponding year-to-date period from 1 April 2017 to 30 September 2017 with profit reported under the previous GAAP, as reported in the Statement have not been subjected to review. Our conclusion is not modified with respect to this matter.

This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' specified under section 143 (10) of the Companies Act, 2013 (the 'Act'). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Limited review report on unaudited quarterly standalone financial results and standalone year-to-date results pursuant to Regulation 33 of the Listing Regulations (*Continued*)

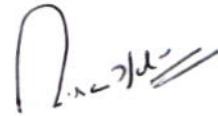
MAS Financial Services Limited

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Act and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations and SEBI Circular dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Nirav Patel

Partner

Membership No: 113327

Ahmedabad

1 November 2018

**MAS FINANCIAL SERVICES LTD.**

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Phone No.: +91 79 41106500, Fax No.: +91 79 41106597, E-mail : riddhi_bhayani@mas.co.in, Website: www.mas.co.in

CIN: L65910GJ1995PLC026064

Statement of Unaudited Standalone Financial Results for the quarter and half year ended 30 September 2018

(Rs. in Lakh)

Sr. No.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2018 Unaudited	30.06.2018 Unaudited	30.09.2017 Unaudited	30.09.2018 Unaudited	30.09.2017 Unaudited
1	INCOME					
	(a) Revenue from operations	13,437.51	12,136.27	11,727.10	25,573.78	21,461.06
	(b) Other income	27.39	28.88	27.84	56.27	60.33
	Total income	13,464.90	12,165.15	11,754.94	25,630.05	21,521.39
2	EXPENSES					
	(a) Employee benefits expense	1,117.43	1,162.29	901.78	2,279.72	1,685.64
	(b) Finance costs	4,847.13	4,260.80	4,782.06	9,107.93	9,289.68
	(c) Depreciation and amortization expense	32.40	30.43	30.94	62.83	55.94
	(d) Provisions and loan losses	1,250.79	1,375.09	1,185.60	2,625.88	1,939.78
	(e) Other expenses	850.01	652.37	846.62	1,502.38	1,627.81
	Total expenses	8,097.76	7,480.98	7,747.00	15,578.74	14,598.85
3	Profit before exceptional items and tax (1-2)	5,367.14	4,684.17	4,007.94	10,051.31	6,922.54
4	Exceptional items	-	-	-	-	-
5	Profit before tax (3+4)	5,367.14	4,684.17	4,007.94	10,051.31	6,922.54
6	Tax expense					
	(a) Current tax	2,271.00	1,770.00	1,425.88	4,041.00	2,713.88
	(b) Deferred tax	(362.24)	(132.13)	150.83	(494.37)	100.31
	Net tax expense	1,908.76	1,637.87	1,576.71	3,546.63	2,814.19
7	Profit for the period from continuing operations (5-6)	3,458.38	3,046.30	2,431.23	6,504.68	4,108.35
8	Profit from discontinued operations	-	-	-	-	-
9	Tax expense of discontinued operations	-	-	-	-	-
10	Profit from discontinued operations (after tax) (8-9)	-	-	-	-	-
11	Profit for the period (7+10)	3,458.38	3,046.30	2,431.23	6,504.68	4,108.35
12	Other comprehensive income					
	(a) (i) Items that will not be reclassified to profit or loss	3.91	1.53	0.46	5.44	0.83
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.37)	(0.53)	(0.16)	(1.90)	(0.29)
	(b) (i) Items that will be reclassified to profit or loss	(6,010.58)	5,271.70	4,798.97	(738.88)	3,474.41
	(ii) Income tax relating to items that will be reclassified to profit or loss	2,100.61	(1,842.41)	(1,665.27)	258.20	(1,202.42)
	Other comprehensive income / (loss) (net of tax)	(3,907.43)	3,430.29	3,134.00	(477.14)	2,272.53
13	Total comprehensive income (11+12)	(449.05)	6,476.59	5,565.23	6,027.54	6,380.88
14	Earnings per share (of Rs. 10 each) (not annualized)					
	(a) Basic	6.33	5.57	5.72	11.90	9.74
	(b) Diluted	6.33	5.57	5.72	11.90	9.74



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CIN: L65910GJ1995PLC026064

Unaudited Standalone Balance-Sheet

(Rs. in Lakh)

Particulars	As at 30.09.2018 Unaudited
ASSETS	
Non-current Assets	
Property, Plant and Equipment	5,667.79
Other intangible assets	14.33
Financial assets	
(i) Investments	1,334.99
(ii) Loans	134,830.48
(iii) Other financial assets	273.61
Income tax assets (net)	115.85
Total Non-current Assets	142,237.05
Current Assets	
Financial assets	
(i) Cash and cash equivalents	10,601.23
(ii) Bank balances other than (i) above	283.97
(iii) Loans	161,873.58
(iv) Other financial assets	3,028.46
Other current assets	205.69
Total Current Assets	175,992.93
Total Assets	318,229.98
EQUITY AND LIABILITIES	
Equity	
Equity share capital	5,466.20
Other Equity	74,379.94
Total Equity	79,846.14
Liabilities	
Non-current Liabilities	
Financial Liabilities	
(i) Borrowings	38,290.41
(ii) Other financial liabilities	36,980.20
Provisions	10.02
Deferred tax liabilities (Net)	508.05
Total Non-current Liabilities	75,788.68
Current Liabilities	
Financial Liabilities	
(i) Borrowings	108,827.22
(ii) Trade payables	940.48
(iii) Other financial liabilities	51,345.21
Provisions	1,196.32
Other current liabilities	285.93
Total Current Liabilities	162,595.16
Total Liabilities	238,383.84
Total Equity and Liabilities	318,229.98



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- 1 The unaudited standalone financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act 2013 (the 'Act'). The Company has adopted Ind AS from 1 April 2018 with effective transition date of 1 April 2017 and accordingly, 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, prescribed under section 133 of the Act and the other accounting principles generally accepted in India.

This transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act, read with rule 7 of Companies (Accounts) Rules 2014 (as amended), guidelines issued by Reserve Bank of India ('RBI') and other generally accepted accounting principles in India (collectively referred to as the 'Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2017 and the corresponding adjustments pertaining to comparative previous quarter as presented in these financial results have been restated / reclassified in order to conform to current period presentation.

These unaudited standalone financial results have been drawn up on the basis of Ind AS that are applicable to the Company effective from 1 April 2018 based on the Press Release issued by the Ministry of Corporate Affairs ('MCA') on 18 January 2016. Any application guidance / clarifications / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.

- 2 In compliance with Regulation 33 of the Securities Exchange Board of India (the 'SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of the financial results for the quarter and half year ended 30 September 2018 has been carried out by the Statutory Auditors.

As permitted under circular no. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by the SEBI, the Company has opted to avail exemption for submission of Ind AS compliant financial results for the previous year ended 31 March 2018 and the Balance Sheet for the corresponding half year ended 30 September, 2017. Further, the standalone financial results for the quarter and half year ended 30 September 2017 have not been subjected to a limited review or audit. However, management has exercised necessary due diligence to ensure that the financial results for the quarter and half year ended 30 September 2017 provide a true and fair view of the Company's affairs.

- 3 As required by Ind AS 101 - First time Adoption of Indian Accounting Standards, the profit reconciliation between the figures previously reported under the Previous GAAP and restated as per Ind AS is as under:

Particulars	(Rs. in Lakh)	
	Quarter Ended 30.09.2017	Half Year Ended 30.09.2017
Profit after tax as reported under the Previous GAAP	2,508.63	4,812.92
Adjustments resulting in increase/(decrease) in profit after tax as reported under the Previous GAAP :		
i) Impact on recognition of financial assets and financial liabilities at amortized cost by application of Effective Interest Rate method	(1.91)	(48.53)
ii) Impact on application of Expected Credit Loss method for loan loss provisions	(154.35)	(0.27)
iii) Impact on direct assignment of loan portfolio	870.05	818.21
iv) Dividend on convertible preference shares considered as Finance Cost	-	(28.95)
v) Fair value impact of Security Deposit	3.78	3.78
vi) Others	6.58	5.63
vii) Tax impact on above adjustments	(240.08)	(259.52)
viii) Fair value impact of Compulsorily Convertible Debentures	(186.16)	(400.44)
ix) Fair value impact of Compulsorily Convertible Cumulative Preference Shares	(375.31)	(794.48)
Profit after tax as reported under Ind AS	2,431.23	4,108.35
Other Comprehensive Income / (loss) (net of tax)		
i) Fair value changes on Equity Instruments	0.46	0.83
ii) Fair value changes on Loans and Advances	4,798.97	3,474.41
iii) Tax impact on above adjustments	(1,665.43)	(1,202.71)
Total Other Comprehensive Income (net of tax)	3,134.00	2,272.53
Total Comprehensive Income as reported under Ind AS	5,565.23	6,380.88

- 4 The Board of Directors in its meeting held on 9 May 2018 recommended final dividend of Rs.2.16 per equity share of face value of Rs.10 each for the year ended 31 March 2018. The shareholders of the Company have approved the dividend at the Annual General Meeting of the Company held on 27 June 2018. Dividend was subsequently paid on 11 July 2018.
- 5 Pursuant to the private placement offer letter ('Offer Document') dated 30 March 2017, the Company has allotted 1,034,553 equity shares on 19 April 2017 having face value of Rs.10 each at a premium of Rs.328.31 under the second tranche of the Offer Document.
- 6 All the compulsorily convertible instruments were converted into Equity Shares as per agreements, amended from time to time, in the following manner:
- (a) 0.01% Compulsorily Convertible Cumulative Preference Shares were converted into 1,739,865 Equity Shares having face value of Rs. 10 each at a premium of Rs. 114.93 per equity share;
- (b) 13.31% Compulsorily Convertible Cumulative Preference Shares were converted into 1,280,723 Equity Shares having face value of Rs. 10 each at a premium of Rs. 159.71 per equity share;
- (c) 9.75% Compulsorily Convertible Cumulative Preference Shares were converted into 87,716 Equity Shares having face value of Rs. 10 each at a premium of Rs. 446 per equity share; and
- (d) 13% Compulsorily Convertible Debentures were converted into 2,470,175 Equity Shares having face value of Rs. 10 at a premium of Rs. 192.33 per equity share.
- 7 The Board of Directors has declared an interim dividend of Rs. 1.50 per equity share of Rs. 10 at its meeting held on 1 November 2018.
- 8 Subsequent to 30 September 2017, and pursuant to initial public offer, 10,039,277 equity shares (comprising of fresh issue of 5,092,829 equity shares and offer for sale of 4,946,448 equity shares) were allotted and transferred at an offer price of Rs. 459 per equity share (Rs. 414 per equity share for eligible employees).
- 9 The unaudited standalone financial results for the quarter and half year ended 30 September 2018 along with restated comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 1 November 2018.
- 10 The Company is engaged primarily in the business of financing and all its operations are in India only. Accordingly, there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.



Kamlesh C. Gandhi

Kamlesh C. Gandhi
(Chairman & Managing Director)
(DIN - 00044852)

Place : Ahmedabad
Date : 1 November 2018

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date results pursuant to Regulation 33 of the Listing Regulations

To the Board of Directors of MAS Financial Services Limited

We have reviewed the accompanying statement of unaudited consolidated financial results of MAS Financial Services Limited (the 'Company') and its subsidiary (collectively referred to as the 'Group') for the quarter ended 30 September 2018 and the year-to-date results for the period from 1 April 2018 to 30 September 2018 attached herewith (the 'Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India ('the SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations').

The consolidated year-to-date results for the period from 1 April 2017 to 30 September 2017 reported under the previous GAAP are based on the Condensed Consolidated Financial Statements (the 'financial statements') of the Group for the six months ended 30 September 2017. These financial statements were reviewed by Deloitte Haskins & Sells, Chartered Accountants, whose report dated 6 December 2017 expressed an unmodified conclusion on those financial statements. We draw attention to the fact that management has adjusted these previously issued financial statements for the differences in the accounting principles adopted by the Group on transition to the Indian Accounting Standard ('Ind AS') and presented a reconciliation for the same, which have been approved by the Company's Board of Directors. The figures for corresponding quarter ended 30 September 2017 and corresponding year-to-date period from 1 April 2017 to 30 September 2017, including the reconciliation of profit under Ind AS of the corresponding year-to-date period from 1 April 2017 to 30 September 2017 with profit reported under the previous GAAP, as reported in the Statement have not been subjected to review. Our conclusion is not modified with respect to this matter.

This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' specified under section 143 (10) of the Companies Act, 2013 (the 'Act'). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The Statement includes results of MAS Rural Housing & Mortgage Finance Limited.

Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date results pursuant to Regulation 33 of the Listing Regulations (*Continued*)

MAS Financial Services Limited

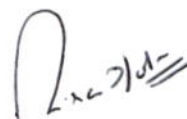
We did not review the financial information of one subsidiary included in the Statement, whose unaudited financial information reflect total revenue of Rs. 751.15 lakh and Rs. 1,477.84 lakh for the quarter ended 30 September 2018 and for the period from 1 April 2018 to 30 September 2018 respectively and total assets of Rs. 23,886.37 lakh as at 30 September 2018. This unaudited financial information has been reviewed by other auditor whose report has been furnished to us, and our opinion on the Statement to the extent they have been derived from such unaudited financial information is based solely on the report of such other auditor. Our conclusion is not modified in respect of such matter.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Act and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations and SEBI Circular dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022



Nirav Patel

Partner

Membership No: 113327

Ahmedabad

1 November 2018

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 CIN: L65910GJ1995PLC026064

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended 30 September 2018

(Rs. in Lakh)

Sr. No.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2018 Unaudited	30.06.2018 Unaudited	30.09.2017 Unaudited	30.09.2018 Unaudited	30.09.2017 Unaudited
1	INCOME					
	(a) Revenue from operations	14,186.76	12,835.34	12,350.28	27,022.10	22,733.00
	(b) Other income	20.89	43.60	34.84	64.49	66.33
	Total income	14,207.65	12,878.94	12,385.12	27,086.59	22,799.33
2	EXPENSES					
	(a) Employee benefits expense	1,227.28	1,284.98	1,008.87	2,512.26	1,869.30
	(b) Finance costs	5,275.35	4,680.34	5,177.36	9,955.69	10,070.59
	(c) Depreciation and amortization expense	40.99	39.52	41.95	80.51	77.78
	(d) Provisions and loan losses	1,259.77	1,368.58	1,205.22	2,628.35	1,961.64
	(e) Other expenses	921.37	704.63	903.83	1,626.00	1,760.41
	Total expenses	8,724.76	8,078.05	8,337.23	16,802.81	15,739.72
3	Profit before exceptional items and tax (1-2)	5,482.89	4,800.89	4,047.89	10,283.78	7,059.61
4	Exceptional items	-	-	-	-	-
5	Profit before tax (3+4)	5,482.89	4,800.89	4,047.89	10,283.78	7,059.61
6	Tax expense					
	(a) Current tax	2,296.09	1,800.80	1,435.01	4,096.89	2,755.21
	(b) Deferred tax	(368.01)	(133.14)	156.75	(501.15)	104.10
	Net tax expense	1,928.08	1,667.66	1,591.76	3,595.74	2,859.31
7	Profit for the period from continuing operations (5-6)	3,554.81	3,133.23	2,456.13	6,688.04	4,200.30
8	Profit from discontinued operations	-	-	-	-	-
9	Tax expense of discontinued operations	-	-	-	-	-
10	Profit from discontinued operations (after tax) (8-9)	-	-	-	-	-
11	Profit for the period (7+10)	3,554.81	3,133.23	2,456.13	6,688.04	4,200.30
12	Other comprehensive income					
	(a) (i) Items that will not be reclassified to profit or loss	5.35	1.91	1.84	7.26	1.89
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.78)	(0.63)	(0.54)	(2.41)	(0.58)
	(b) (i) Items that will be reclassified to profit or loss	(6,010.58)	5,271.70	4,798.97	(738.88)	3,474.41
	(ii) Income tax relating to items that will be reclassified to profit or loss	2,100.61	(1,842.41)	(1,665.27)	258.20	(1,202.42)
	Other comprehensive income / (loss) (net of tax)	(3,906.40)	3,430.57	3,135.00	(475.83)	2,273.30
13	Total comprehensive income (11+12)	(351.59)	6,563.80	5,591.13	6,212.21	6,473.60
14	Profit for the period attributable to					
	Owners of the Company	3,513.45	3,096.75	2,443.44	6,610.20	4,155.69
	Non-Controlling Interest	41.36	36.48	12.69	77.84	44.61
15	Total Comprehensive Income for the period attributable to					
	Owners of the Company	(393.65)	6,527.13	5,578.04	6,133.48	6,428.68
	Non-Controlling Interest	42.06	36.67	13.09	78.73	44.92
16	Earnings per share (of Rs. 10 each) (not annualized)					
	(a) Basic	6.43	5.73	5.78	12.16	9.87
	(b) Diluted	6.43	5.73	5.78	12.16	9.87



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CIN: L65910GJ1995PLC026064

Unaudited Consolidated Balance Sheet

(Rs. In Lakh)

Particulars	As at 30.09.2018 Unaudited
ASSETS	
Non-current Assets	
Property, Plant and Equipment	5,777.27
Other intangible assets	15.73
Financial assets	
(i) Investments	7.94
(ii) Loans	153,788.03
(iii) Other financial assets	274.09
Income tax assets (net)	115.85
Deferred tax assets (net)	123.39
Other non-current assets	61.86
Total Non-current Assets	160,164.16
Current Assets	
Financial assets	
(i) Cash and cash equivalents	10,758.43
(ii) Bank balances other than (i) above	287.01
(iii) Loans	166,201.65
(iv) Other financial assets	3,164.37
Other current assets	213.69
Total Current Assets	180,625.15
Total Assets	340,789.31
EQUITY AND LIABILITIES	
Equity	
Equity share capital	5,466.20
Other Equity	74,999.01
Total Equity	80,465.21
Non-Controlling Interest	1,298.66
Liabilities	
Non-current Liabilities	
Financial Liabilities	
(i) Borrowings	50,155.80
(ii) Other financial liabilities	38,079.83
Provisions	10.02
Deferred tax liabilities (Net)	508.05
Total Non-current Liabilities	88,753.70
Current Liabilities	
Financial Liabilities	
(i) Borrowings	109,829.11
(ii) Trade payables	969.05
(iii) Other financial liabilities	57,944.32
Provisions	1,223.77
Other current liabilities	305.49
Total Current Liabilities	170,271.74
Total Liabilities	259,025.44
Total Equity and Liabilities	340,789.31



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CIN: L65910GJ1995PLC026064

- 1 The unaudited consolidated financial results of the Company and its subsidiary (collectively referred to as the 'Group') have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act 2013 (the 'Act'). The Group has adopted Ind AS from 1 April 2018 with effective transition date of 1 April 2017 and accordingly, 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, prescribed under section 133 of the Act and the other accounting principles generally accepted in India.

This transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act, read with rule 7 of Companies (Accounts) Rules 2014 (as amended), guidelines issued by Reserve Bank of India ('RBI') and other generally accepted accounting principles in India (collectively referred to as the 'Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2017 and the corresponding adjustments pertaining to comparative previous quarter as presented in these financial results have been restated / reclassified in order to conform to current period presentation.

These unaudited consolidated financial results have been drawn up on the basis of Ind AS that are applicable to the Group effective from 1 April 2018 based on the Press Release issued by the Ministry of Corporate Affairs ('MCA') on 18 January 2016. Any application guidance / clarifications / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.

- 2 In compliance with Regulation 33 of the Securities Exchange Board of India (the 'SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of the financial results for the quarter and half year ended 30 September 2018 has been carried out by the Statutory Auditors.

As permitted under circular no. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by the SEBI, the Group has opted to avail exemption for submission of Ind AS compliant financial results for the previous year ended 31 March 2018 and the Balance sheet for the corresponding half year ended 30 September 2017. Further, the consolidated financial results for the quarter and half year ended 30 September 2017 have not been subjected to a limited review or audit. However, management has exercised necessary due diligence to ensure that the financial results for the quarter and half year ended 30 September 2017 provide a true and fair view of the Group's affairs.

- 3 As required by Ind AS 101 - First time Adoption of Indian Accounting Standards, the profit reconciliation between the figures previously reported under the Previous GAAP and restated as per Ind AS is as under:

		(Rs. in Lakh)
Particulars		Half Year ended 30.09.2017
Profit after tax as reported under the Previous GAAP		4,882.33
Adjustments resulting in increase/(decrease) in profit after tax as reported under the Previous GAAP :		
i) Impact on recognition of financial assets and financial liabilities at amortized cost by application of Effective Interest Rate method		(60.52)
ii) Impact on application of Expected Credit Loss method for loan loss provisions		1.70
iii) Impact on direct assignment of loan portfolio		815.78
iv) Dividend on convertible preference shares considered as Finance Cost		(36.74)
v) Fair value impact of Security Deposit		3.78
vi) Remeasurement of defined benefit obligation recognised in other comprehensive income		(0.46)
vii) Others		1.43
viii) Tax impact on above adjustments		(256.69)
ix) Fair value impact of Compulsorily Convertible Debentures		(400.44)
x) Fair value impact of Compulsorily Convertible Cumulative Preference Shares		(794.48)
Profit after tax as reported under Ind AS		4,155.69
Other Comprehensive Income / (loss) (net of tax)		
i) Fair value changes on Equity Instruments		0.83
ii) Fair value changes on Loans and Advances		3,474.41
iii) Remeasurement of the defined benefit liabilities		0.63
iv) Tax impact on above adjustments		(1,202.88)
Total Other Comprehensive Income (net of tax)		2,272.99
Total Comprehensive Income as reported under Ind AS		6,428.68

- 4 The Board of Directors in its meeting held on 9 May 2018 recommended final dividend of Rs.2.16 per equity share of face value of Rs.10 each for the year ended 31 March 2018. The shareholders of the Company have approved the dividend at the Annual General Meeting of the Company held on 27 June 2018. Dividend was subsequently paid on 11 July 2018.
- 5 Pursuant to the private placement offer letter ('Offer Document') dated 30 March 2017, the Company has allotted 1,034,553 equity shares on 19 April 2017 having face value of Rs.10 each at a premium of Rs.328.31 under the second tranche of the Offer Document.
- 6 All the compulsorily convertible instruments were converted into Equity Shares as per agreements, amended from time to time, in the following manner:
 (a) 0.01% Compulsorily Convertible Cumulative Preference Shares were converted into 1,739,865 Equity Shares having face value of Rs. 10 each at a premium of Rs. 114.93 per equity share;
 (b) 13.31% Compulsorily Convertible Cumulative Preference Shares were converted into 1,280,723 Equity Shares having face value of Rs. 10 each at a premium of Rs. 159.71 per equity share;
 (c) 9.75% Compulsorily Convertible Cumulative Preference Shares were converted into 87,716 Equity Shares having face value of Rs. 10 each at a premium of Rs. 446 per equity share; and
 (d) 13% Compulsorily Convertible Debentures were converted into 2,470,175 Equity Shares having face value of Rs. 10 at a premium of Rs. 192.33 per equity share.
- 7 The Board of Directors has declared an interim dividend of Rs. 1.50 per equity share of Rs. 10 at its meeting held on 1 November 2018.
- 8 Subsequent to 30 September 2017, and pursuant to initial public offer, 10,039,277 equity shares (comprising of fresh issue of 5,092,829 equity shares and offer for sale of 4,946,448 equity shares) were allotted and transferred at an offer price of Rs. 459 per equity share (Rs. 414 per equity share for eligible employees).
- 9 The unaudited consolidated financial results for the quarter and half year ended 30 September 2018 along with restated comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 1 November 2018.
- 10 The Group is engaged primarily in the business of financing and all its operations are in India only. Accordingly, there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Group.



Ramlesh C. Gandhi
 Ramlesh C. Gandhi
 (Chairman & Managing Director)
 (DIN - 00044852)