

October 23, 2024

The Manager, Listing Department, BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001. BSE Scrip Code: 532636	The Manager, Listing Department, The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot C/1, G Block, Bandra - Kurla Complex, Bandra (E), Mumbai 400 051. NSE Symbol: IIFL
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Subject: Outcome of the Board Meeting held on October 23, 2024

Dear Sir/ Madam,

Pursuant to Securities and Exchange Board of India (“SEBI”) (Listing Obligations and Disclosure Requirements) Regulations, 2015, (“Listing Regulations”), as amended from time to time, the Board of Directors of the Company at their meeting held today i.e. October 23, 2024, *inter-alia*, considered and approved the following:

1. The Unaudited Consolidated and Standalone Financial Results (“Financial Results”) of the Company for the quarter and half year ended September 30, 2024;

Accordingly, with regard to aforesaid, we are enclosing the following:

- i. The Unaudited Consolidated and Standalone Financial Results along with the Limited Review Report for the quarter and half year ended September 30, 2024, as required under Regulation 33 and 52 of the Listing Regulations (**enclosed as Annexure A**);
- ii. Disclosures in accordance with Regulation 52(4) of the Listing Regulations;
- iii. Security Cover Certificate pursuant to Regulation 54 read with Regulation 56 of the Listing Regulations along with SEBI Master Circular No. SEBI/HO/DDHS-PoD3/P/CIR/2024/46 dated May 16, 2024, as amended from time to time (**enclosed as Annexure B**);
- iv. Statement of Utilization of issue proceeds and Statement of deviation and variation in use of issue proceeds of Non-Convertible Securities during the quarter ended September 30, 2024, pursuant to Regulation 52(7) & 52(7A) of the Listing Regulations (**enclosed as Annexure C**);

The disclosure of Related Party Transactions for the half-year ended September 30, 2024 pursuant to the provisions of Regulation 23(9) of the Listing Regulations is being filed separately through XBRL mode.

The results have been uploaded on the Stock Exchange websites at <https://www.nseindia.com> and <https://www.bseindia.com> and on the website of the Company at <http://www.iifl.com>.

IIFL Finance Limited

CIN No.: L67100MH1995PLC093797

Corporate Office – 802, 8th Floor, Hub Town Solaris, N.S. Phadke Marg, Vijay Nagar, Andheri East, Mumbai 400069

Tel: (91-22) 6788 1000 .Fax: (91-22) 6788 1010

Regd. Office – IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Area, Wagle Estate, Thane – 400604

Tel: (91-22) 41035000. Fax: (91-22) 25806654 E-mail: csteam@iifl.com Website: www.iifl.com



The Meeting of Board of Directors commenced at 02:00 p.m. and concluded at 06:10 p.m.

Kindly take the above on record and oblige.

Thanking you,

For IIFL Finance Limited

Samrat Sanyal
Company Secretary & Compliance Officer
ACS – 13863
Email ID: csteam@iifl.com
Place: Mumbai

Encl: as above

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Annexure A

Sharp & Tannan Associates Chartered Accountants 87, Nariman Bhavan, 227, Nariman Point, Mumbai – 400 021.	G. M. Kapadia & Co. Chartered Accountants 1007, Raheja Chambers 213, Nariman Point, Mumbai – 400 021.
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Independent Auditors' Review Report on Consolidated Unaudited Quarterly and half yearly Financial Results of the Company Pursuant to the Regulation 33 and 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF IIFL Finance Limited

Introduction

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of IIFL Finance Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and half year ended September 30, 2024 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of the Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Sr No	Name of the Entities	Relationship
1	IIFL Finance Limited	Holding Company
2	IIFL Home Finance Limited	Subsidiary
3	IIFL Sales Limited	Stepdown-Subsidiary
4	IIFL Samasta Finance Limited	Subsidiary
5	IIFL Open Fintech Private Limited	Subsidiary



Sharp & Tannan Associates
Chartered Accountants
87, Nariman Bhavan,
227, Nariman Point, Mumbai – 400 021.

G. M. Kapadia & Co.
Chartered Accountants
1007, Raheja Chambers
213, Nariman Point, Mumbai – 400 021.

Emphasis of Matter

5. In this section, we reproduce hereunder Emphasis of Matter section of our review report of even date issued on the standalone financial results for the quarter and half year ended September 30, 2024, of the Holding Company:

We refer to the note 9 that describe lifting of Reserve Bank of India's embargo on the Company to cease and desist from continuing with its gold loan business activities which had resulted in uncertainties over the company's ability to continue its operations as a going concern and the note 10 explaining the rationale for provision of investments in Security Receipts.

Our Conclusion is not modified in respect of these matters of emphasis.

Conclusion

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

Other Matter

7. We did not review the consolidated unaudited interim financial results of 1 subsidiary and standalone unaudited interim financial results of 2 subsidiary companies included in the consolidated unaudited financial results, whose unaudited interim financial results reflects, total assets of Rs. 34770.35 crore as at September 30, 2024, Group's share of total revenue of Rs. 1678.04 crore and Rs. 3297.65 crore, Group's share of total net profit of Rs. 348.17 crore and Rs. 709.04 crore and Group's share of total comprehensive income of Rs. 353.59 crore and Rs. 709.93 crore for the quarter ended September 30, 2024, and for the period from April 1, 2024, to September 30, 2024, respectively, and net cash outflows Rs. (173.11) crore as considered in consolidated unaudited interim financial results of the Group. These interim financial results have been reviewed by other auditors, whose review reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based on the review reports of the other auditors and the procedure performed by us as stated in paragraph 3 above.

Our Conclusion is not modified in respect of this matter.



Sharp & Tannan Associates
Chartered Accountants
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227, Nariman Point, Mumbai – 400 021.

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Chartered Accountants
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8. The numbers and details pertaining to period(s) i.e. quarter ended June 30, 2024 and quarter and half year ended September 30, 2023 have been traced from the review reports of one of the current joint auditors and one of the predecessor Joint auditors wherein an unmodified conclusion was issued vide their review reports dated August 6, 2024 and October 18, 2023 respectively, in terms of the Listing Regulations. Similarly, the numbers and details pertaining to year ended as at March 31, 2024 and notes related thereto in the Statement have been traced from the financial statements of the Company audited by the one of the current joint auditors and one of the predecessor Joint auditors vide their unmodified audit report dated June 15, 2024

Our Conclusion is not modified in respect of this matter.

For Sharp & Tannan Associates
Chartered Accountants

ICAI Firm Reg. No. 109983W
By the hand of

Parthiv S. Desai
Partner
Membership No. 042624

Place: Mumbai
Date: October 23, 2024
UDIN: 24042624BKFRUF1121



For G. M. Kapadia & Co.
Chartered Accountants

ICAI Firm Reg. No. 104767W
By the hand of

Atul Shah
Partner
Membership No. 039569

Place: Mumbai
Date: October 23, 2024
UDIN: 24039569BKAUWG3101



IIFL Finance Limited
CIN: L67100MH1995PLC093797
 Regd. office - IIFL house, Sun infotech park, Road no. 16V, Plot no. B-23, Thane industrial estate, Wagle estate, Thane - 400604
 Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2024

(₹ In crore)

Sr. no.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
		Unaudited (see note 13)	Unaudited	Unaudited (see note 13)	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations						
(i)	Interest income	2,318.14	2,472.08	2,357.25	4,790.22	4,555.62	9,838.63
(ii)	Dividend income ^	2.17	0.00	0.00	2.17	0.04	0.06
(iii)	Fees and commission income	130.00	100.95	105.31	231.03	191.78	411.07
(iv)	Net gain on fair value changes	121.51	40.37	4.02	161.88	20.50	-
(v)	Net gain on derecognition of financial instruments under FVTOCI category	-	-	11.72	-	-	-
(I)	Total revenue from operations	2,571.90	2,613.40	2,478.30	5,185.30	4,767.94	10,249.76
(II)	Other income	4.69	11.99	57.21	16.68	126.55	240.71
(III)	Total Income (I+II)	2,576.59	2,625.39	2,535.51	5,201.98	4,894.49	10,490.47
2	Expenses						
(i)	Finance cost	978.78	1,033.96	932.14	2,012.74	1,819.99	3,882.91
(ii)	Net loss on fair value changes	-	-	-	-	-	180.88
(iii)	Net loss on derecognition of financial instruments under FVTOCI category	11.73	157.64	-	169.37	29.48	136.79
(iv)	Impairment on financial instruments	406.32	251.57	242.60	657.89	432.71	911.29
(v)	Employee benefits expenses	483.76	459.13	415.32	942.89	795.30	1,684.85
(vi)	Depreciation, amortisation and impairment	46.15	46.02	43.26	92.17	85.48	180.82
(vii)	Other expenses	203.02	240.91	218.68	443.93	429.66	941.02
(IV)	Total expenses	2,129.76	2,189.23	1,852.00	4,318.99	3,592.62	7,918.56
(V)	Profit before exceptional items and tax (III-IV)	446.83	436.16	683.51	882.99	1,301.87	2,571.91
(VI)	Exceptional items (refer note 10)	(586.50)	-	-	(586.50)	-	-
(VII)	Profit before tax (V+VI)	(139.67)	436.16	683.51	296.49	1,301.87	2,571.91
3	Tax expense						
(i)	Current tax	127.97	163.58	178.82	291.55	324.24	610.57
(ii)	Deferred tax	(174.57)	(65.58)	(20.83)	(240.15)	(20.87)	(10.48)
(iii)	Current tax expense relating to prior period/ year	-	-	-	-	0.12	(2.40)
(VIII)	Total tax expense	(46.60)	98.00	157.99	51.40	303.49	597.69
(IX)	Net profit after tax (VII-VIII)	(93.07)	338.16	525.52	245.09	998.38	1,974.22
	Attributable to						
	Owners of the Company	(157.67)	288.06	474.26	130.39	899.66	1,763.54
	Non-controlling interest	64.60	50.10	51.26	114.70	98.72	210.68
4	Other comprehensive income/ (loss)						
A	(i) Items that will not be reclassified to profit or loss						
	(a) Remeasurement of defined benefit liability/ (asset)	(1.46)	(0.44)	(0.59)	(1.90)	(3.04)	(6.58)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	Subtotal (A)	0.37	0.11	0.14	0.48	0.76	1.66
B	(i) Items that will be reclassified to profit or loss						
	(a) Cash flow hedge (net)	(3.30)	1.82	13.47	(1.48)	(0.82)	(14.96)
	(b) Others	(1.82)	(3.01)	3.60	(4.83)	(4.75)	(1.59)
	(ii) Income tax relating to items that will be reclassified to profit or loss	1.29	0.30	(4.30)	1.59	1.40	4.17
	Subtotal (B)	(3.83)	(0.89)	12.77	(4.72)	(4.17)	(12.38)
(X)	Other comprehensive income/ (loss) (A+B)	(4.92)	(1.22)	12.32	(6.14)	(6.45)	(17.30)
(XI)	Total comprehensive income for the period/ year (IX+X)	(97.99)	336.94	537.84	238.95	991.93	1,956.92
	Attributable to						
	Owners of the Company	(163.76)	287.72	486.83	123.96	894.38	1,747.77
	Non-controlling interest	65.77	49.22	51.01	114.99	97.55	209.15
	Paid up equity share capital (face value of ₹ 2 each)	84.85	84.84	76.23	84.85	76.23	76.31
	Other equity	-	-	-	-	-	10,560.68
	Non controlling interest	-	-	-	-	-	1,419.45
5	Total equity						12,056.44
6	Earnings per share						
	Basic (₹) *	(3.72)	7.24	12.45	3.17	23.63	46.29
	Diluted (₹) **	(3.72)	6.96	12.28	3.04	23.30	45.71

Notes:

^ Amounts less than ₹ 0.01 crore are shown as ₹ 0.00 crore.

* Quarter and half year ended numbers are not annualised.

Due to anti-dilutive effect, Basic and Diluted EPS are same for the quarter ended September 30, 2024.



SIGNED FOR IDENTIFICATION
 BY *[Signature]*
G. M. KAPADIA & CO.
MUMBAI

For IIFL Finance Limited



Anur Kumari Purwar
 Chairperson & Non Executive Director
 DIN: 06026383

Note 1: Consolidated statement of assets and liabilities:

(₹ in crore)


Sr. no.	Particulars	As at September 30, 2024	As at March 31, 2024
		Unaudited	Audited
	Assets		
(1)	Financial assets		
(a)	Cash and cash equivalents	1,925.36	2,469.87
(b)	Bank balance other than (a) above	1,856.82	1,775.85
(c)	Derivative financial instruments	17.16	157.69
(d)	Receivables		
	(I) Trade receivables	91.70	102.42
	(II) Other receivables	-	29.65
(e)	Loans	44,715.49	50,952.32
(f)	Investments	3,839.19	4,058.98
(g)	Other financial assets	1,204.30	1,412.57
		53,650.02	60,959.35
(2)	Non-financial assets		
(a)	Current tax assets (net)	202.84	197.70
(b)	Deferred tax assets (net)	398.82	151.79
(c)	Investment property	295.84	295.90
(d)	Property, plant and equipment	154.05	168.47
(e)	Capital work-in-progress	58.34	51.83
(f)	Intangible assets under development	2.08	0.50
(g)	Right to use assets	472.01	436.11
(h)	Other intangible assets	4.18	4.68
(i)	Other non-financial assets	134.23	154.83
		1,722.39	1,461.81
	Total assets	55,372.41	62,421.16
	Liabilities and equity		
(1)	Financial liabilities		
(a)	Derivative financial instruments	16.25	33.53
(b)	Payables		
	(I) Trade payables		
	(i) total outstanding dues of micro enterprises and small enterprises	7.89	8.84
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	223.24	198.04
	(II) Other payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	5.17	-
(c)	Finance lease obligation	493.15	461.50
(d)	Debt securities	7,895.22	9,137.47
(e)	Borrowings (other than debt securities)	28,692.33	34,123.20
(f)	Subordinated liabilities	2,952.11	3,438.53
(g)	Other financial liabilities	1,013.05	2,649.51
		41,298.41	50,050.62
(2)	Non-financial liabilities		
(a)	Current tax liabilities (net)	82.22	7.68
(b)	Provisions	119.31	93.42
(c)	Deferred tax liabilities	6.03	1.21
(d)	Other non-financial liabilities	228.41	211.79
		435.97	314.10
(3)	Equity		
(a)	Equity share capital	84.85	76.31
(b)	Other equity	12,018.74	10,560.68
(c)	Non controlling interest	1,534.44	1,419.45
		13,638.03	12,056.44
	Total liabilities and equity	55,372.41	62,421.16




 Regn. No. 109983W

 Date: October 23, 2024

 Place: Mumbai

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 BY 
 G. M. KAPADIA & CO.
 MUMBAI

For IIFL Finance Limited



 Arun Kumar Punwar
 Chairperson & Non Executive Director
 DIN: 00026383



Note 2. Consolidated statement of cash flow:

(₹ in crore)

Particulars	Half year ended September 30, 2024		Half year ended September 30, 2023	
	Unaudited		Unaudited	
A. Cash flow from operating activities				
Profit before tax		296.49		1,301.87
Adjustments for:				
Depreciation, amortisation and impairment	92.17		85.48	
Impairment on loans	189.66		53.67	
Impairment on other financial instruments	3.28		6.08	
(Profit)/ loss on sale of assets	0.17		(16.82)	
(Profit)/ loss on termination - Ind AS 116	(0.70)		(1.54)	
Net (profit)/ loss on fair value changes on investment - realised	(183.14)		(23.96)	
Net (profit)/ loss on fair value changes on investment - unrealised	21.26		3.45	
Exceptional items (provision on security receipts - refer note 10)	586.50		-	
Net (profit)/ loss on derecognition of financial instruments under FVTOCI category	169.37		29.49	
Employee benefit expenses - share based	64.63		11.87	
Employee benefit expenses - others	14.47		13.72	
Interest on loans	(4,603.09)		(4,353.49)	
Interest on deposits with banks	(59.87)		(82.15)	
Dividend income	(2.17)		(0.19)	
Dividend received	2.17		0.19	
Finance cost	1,992.76		1,801.56	
Interest expense - Ind AS 116	19.97		18.44	
Income received on loans	4,496.01		4,300.64	
Interest received on deposits with banks	61.99		91.14	
Finance cost paid	(1,975.83)	889.61	(1,875.28)	62.28
Operating profit before working capital changes		1,186.10		1,364.15
Decrease/ (increase) in financial and non financial assets	280.26		534.96	
Increase/ (decrease) in financial and non financial liabilities	(1,768.74)	(1,488.48)	107.10	642.06
Cash (used in)/ generated from operations		(302.38)		2,006.21
Taxes paid		(215.97)		(334.04)
Net cash (used in)/ generated from operating activities		(518.35)		1,672.17
Loans (disbursed)/ repaid (net)		6,154.24		(4,621.51)
Net cash (used in)/ generated from operating activities (A)		5,635.89		(2,949.33)
B. Cash flow from investing activities				
Purchase of property, plant and equipment and other intangible assets		(46.01)		(65.82)
Sale of property, plant and equipment and other intangible assets		1.63		41.76
Proceeds/(purchase) of Investments		(204.82)		445.78
Proceeds/(deposits) from maturity of deposits placed with banks		(83.08)		325.09
Net cash (used in)/ generated from investing activities (B)		(332.28)		746.80
C. Cash flow from financing activities				
Proceeds from issue of equity share (including securities premium)		1,277.94		12.66
Proceeds from debt securities		627.47		2,977.09
Repayment of debt securities		(1,879.51)		(2,982.41)
Proceeds from borrowings (other than debt securities)		6,414.15		15,769.39
Repayment of borrowings (other than debt securities)		(11,880.89)		(14,982.96)
Proceeds from subordinated liabilities		135.00		285.00
Repayment of subordinated liabilities		(612.65)		(239.49)
Payment of lease liability		(44.61)		(40.26)
Change in non controlling interest		114.99		97.78
Net cash (used in)/ generated from financing activities (C)		(5,848.12)		896.79
Net increase in cash and cash equivalents (A + B + C)		(544.51)		(1,305.74)
Add : Opening cash and cash equivalents as at the beginning of the period		2,469.87		3,632.13
Cash and cash equivalents as at the end of the period		1,925.36		2,326.39



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BY
G. M. Kapadia
G. M. KAPADIA & CO.
MUMBAI




IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797

**Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate,
Thane – 400604**

3. The above unaudited consolidated financial results for the quarter and half year ended September 30, 2024, have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on October 23, 2024. The Joint Statutory Auditors of the Company have carried out the Limited Review of the aforesaid results and have issued an unmodified conclusion and opinion.
4. These unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in accordance with the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
5. During the quarter ended September 30, 2024, the Company allotted 51,246 equity shares (previous quarter: 2,48,266) having face value of ₹ 2/- each on exercise of stock options under the Employee Stock Option Scheme(s).
6. The Group's main business is financing and investing activities. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per the Indian Accounting Standard 108 (IND AS) on Operating Segment.
7. The Secured Non-Convertible Debentures are secured by way of a first pari passu charge on receivables of the group, both present and future, book debts, loans and advances and current assets of the group, except those receivables present and/or future specifically and exclusively charged in favor of certain existing charge holders and specified immovable property such that a security cover of 100% or higher (up to 125%) as per the terms of the offer document is maintained till the time of maturity.
8. Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached as **Annexure 1**.
9. The Reserve Bank of India, through its communication dated September 19, 2024, has lifted the restrictions imposed on the gold loan business of the Holding Company. These restrictions were earlier imposed on March 04, 2024, which prohibited the Holding Company from sanctioning, disbursing, or assigning/ securitizing/ selling any of its gold loans. RBI's decision was effective immediately and allowed the Holding Company to resume sanctioning, disbursal, assignment, securitization, and sale of gold loans in compliance with all relevant laws and regulations. The group is committed to upholding the highest standards of compliance and will continue to ensure that the remedial actions taken are sustained. With the removal of embargo, the Holding Company's business operations for Gold Loan have resumed as usual.
10. The Company had certain AIF investments that were due to mature in June 2024. In March 2024, the Company requested the AIF to do in-specie distribution of assets (i.e.: debentures of underlying SPV companies) in lieu of its investment in the AIF. Subsequently, these debentures were assigned to an ARC, and the book value of the resulting Security Receipts (SRs), based on the same underlying assets as of September 30, 2024, was ₹ 586.50 crores. The RBI Circular dated December 19, 2023, on "Investments in Alternative Investment Funds (AIFs)" required a 100% provision of AIF investments if they were not liquidated within 30 days of the circular being applicable. To comply with the spirit of this circular, the management has decided to make a provision equivalent to 100% of the book value of these SRs, accordingly the same has been disclosed under exceptional items for the quarter and half year ended September 30, 2024.



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Thane – 400604**

11. The Indian Parliament has approved the Code on Social Security, 2020, which would impact the contributions by the company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out on evaluation of the impact and record the same in the financial results in the period in which the code becomes effective and related ruled are published.
12. The EPS (both Basic and Diluted) figures for previous period/ year have been restated to give impact of rights issue as per IND AS 33 "Earnings per share". The restated figures are as follows:

Particulars	Quarter ended*	Half year ended*	Year Ended
	September 30, 2023	September 30, 2023	March 31, 2024
Basic EPS	12.12	23.00	45.04
Diluted EPS	11.96	22.69	44.49

*Quarter and half year ended numbers are not annualized.

13. The figures for the quarter ended September 30, 2024, and quarter ended September 30, 2023, are the balancing figures between unaudited figures in respect of the half year ended September 30, 2024, and September 30, 2023, and the unaudited figures of quarter ended June 30, 2024, and unaudited figure of quarter ended June 30, 2023, respectively.
14. Previous period/year figures have been regrouped/ reclassified to make them comparable with those of the current period.

By order of the Board
For IIFL Finance Limited

Arun Kumar Purwar
Chairperson & Non-Executive Director
DIN: 00026383



Date: October 23, 2024
Place: Mumbai



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BY *[Signature]*
G. M. KAPADIA & CO.
MUMBAI

Annexure 1

Disclosure in compliance with Regulations 52(4) of the SEBI (listing obligations and disclosure requirements) Regulations, 2015 as amended, for the quarter and half year ended September 30, 2024

Sr. no	Particulars	Ratios	
		Quarter ended September 30, 2024	Half year ended September 30, 2024
1)	Debt - equity ratio ¹	2.90	
2)	Debt service coverage ratio ²	Not Applicable	
3)	Interest service coverage ratio ²	Not Applicable	
4)	Outstanding redeemable preference shares (quantity)	NIL	
5)	Outstanding redeemable preference share (₹ in crore)	NIL	
6)	Capital redemption reserve (₹ in crore)	230.11	
7)	Debenture redemption reserve (₹ in crore)	12.80	
8)	Net worth (₹ in crore) ³	11,867.93	
9)	Net profit after tax (₹ in crore) (before minority)	(93.07)	245.09
10)	Earning per share: (in ₹) (not annualised)		
	a) Basic	(3.72)	3.17
	b) Diluted ⁷	(3.72)	3.04
11)	Current ratio ²	Not Applicable	
12)	Long term debt to working capital ²	Not Applicable	
13)	Bad debts to accounts receivable ratio ²	Not Applicable	
14)	Current liability ratio ²	Not Applicable	
15)	Total debts to total assets ratio ⁴	0.71	
16)	Debtor turnover ratio ²	Not Applicable	
17)	Inventory turnover ratio ²	Not Applicable	
18)	Operating margin	33.17%	29.72%
19)	Net profit margin ⁵	(3.61%)	4.71%
20)	Sector specific ratio		
	a) GNPA %	2.35%	
	b) NNPA %	1.06%	
	c) Specific provision coverage ratio ⁶	55.54%	

Note:

- 1) Debt-equity ratio = Total borrowings/ Total equity
- 2) The Company is registered under the Reserve Bank of India Act, 1934 as Non-Banking Financial Company, hence these ratios are not applicable.
- 3) Networth means share capital plus reserves less miscellaneous expenditure to the extent not written off.
- 4) Total debts to total assets = Total borrowings/ Total assets
- 5) Net profit margin = Net profit after tax/ Total income
- 6) Specific provision coverage = Stage 3 ECL provision/ Gross non performing advances (GNPA)
- 7) Due to anti-dilutive effect, Basic and Diluted EPS are same for the quarter ended September 30, 2024.



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Sharp & Tannan Associates
Chartered Accountants
87, Nariman Bhavan,
227, Nariman Point, Mumbai – 400 021.

G. M. Kapadia & Co.
Chartered Accountants
1007, Raheja Chambers
213, Nariman Point, Mumbai – 400 021.

Independent Auditors' Review Report on Standalone Unaudited Quarterly and half yearly Financial Results of the Company pursuant to the Regulation 33 and 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

**TO THE BOARD OF DIRECTORS OF
IIFL Finance Limited**

Introduction

1. We have reviewed the accompanying statement of standalone unaudited financial results of IIFL Finance Limited ("the Company") for the quarter and half year ended September 30, 2024 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and 52 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on these financial results based on our review.

Scope of the Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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.

Emphasis of Matter

4. We refer to the note 9 that describe lifting of Reserve Bank of India's embargo on the Company to cease and desist from continuing with its gold loan business activities which had resulted in uncertainties over the Company's ability to continue its operations as a going concern and the note 10 explaining the rationale for provision of investments in Security Receipts.

Our Conclusion is not modified in respect of these matters.

Conclusion

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.



Sharp & Tannan Associates Chartered Accountants 87, Nariman Bhavan, 227, Nariman Point, Mumbai – 400 021.	G. M. Kapadia & Co. Chartered Accountants 1007, Raheja Chambers 213, Nariman Point, Mumbai – 400 021.
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Other Matter

6. The numbers and details pertaining to comparative periods i.e. quarter ended June 30, 2024 and quarter and half year ended September 30, 2023 have been traced from the review reports of one of the current joint auditors and one of the predecessor Joint auditors wherein an unmodified conclusion was issued vide their review reports dated August 6, 2024 and October 18, 2023 respectively, in terms of the Listing Regulations. Similarly, the numbers and details pertaining to year ended and as at March 31, 2024 and notes related thereto in the Statement have been traced from the financial statements of the Company audited by the one of the current joint auditors and one of the predecessor Joint auditors vide their unmodified audit report dated June 15, 2024.

Our Conclusion is not modified in respect of this matter.

For Sharp & Tannan Associates
Chartered Accountants

ICAI Firm Reg. No. 109983W
By the hand of

Parthiv S. Desai
Partner
Membership No. 042624

Place: Mumbai
Date: October 23, 2024
UDIN: 24042624BKFRUE6115



For G. M. Kapadia & Co.
Chartered Accountants

ICAI Firm Reg. No. 104767W
By the hand of

Atul Shah
Partner
Membership No. 039569

Place: Mumbai
Date: October 23, 2024
UDIN: 24039569BKAUXF9954



IIFL Finance Limited
CIN: L67100MH1995PLC093797

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Statement of unaudited standalone financial results for the quarter and half year ended September 30, 2024

(₹ in crore)

Sr. no.	Particulars	Quarter ended			Half year ended		Year ended
		September 30, 2024	June 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	March 31, 2024
		Unaudited (see note 10)	Unaudited	Unaudited (see note 10)	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations						
(i)	Interest income	853.62	945.75	1,025.64	1,799.37	2,001.63	4,348.34
(ii)	Dividend income [^]	2.17	0.00	0.00	2.17	0.04	132.02
(iii)	Fees and commission income	47.01	41.79	31.40	88.80	58.55	124.40
(iv)	Net gain on fair value changes	96.58	24.27	-	120.85	4.43	-
(I)	Total revenue from operations	999.38	1,011.81	1,057.04	2,011.19	2,064.65	4,604.76
(II)	Other Income	4.52	3.15	18.20	7.67	28.26	44.67
(III)	Total Income (I+II)	1,003.90	1,014.96	1,075.24	2,018.86	2,092.91	4,649.43
2	Expenses						
(i)	Finance cost	403.01	429.76	407.53	832.77	795.33	1,717.21
(ii)	Net loss on fair value changes	-	-	4.64	-	-	226.16
(iii)	Net loss on derecognition of financial instruments under FVTOCI category	116.80	174.11	23.67	290.91	48.85	166.77
(iv)	Impairment on financial instruments	154.73	87.38	102.92	242.11	175.90	378.71
(v)	Employee benefits expenses	195.99	175.78	189.20	371.77	358.40	723.29
(vi)	Depreciation, amortisation and impairment	33.11	33.46	32.09	66.57	64.55	134.90
(vii)	Other expenses	104.58	145.59	134.61	250.17	268.53	572.41
(IV)	Total expenses	1,008.22	1,046.08	894.66	2,054.30	1,711.56	3,919.45
(V)	Profit/ (loss) before exceptional items and tax (III-IV)	(4.32)	(31.12)	180.58	(35.44)	381.35	729.98
(VI)	Exceptional items (refer note 10)	(586.50)	-	-	(586.50)	-	-
(VII)	Profit/ (loss) before tax (V-VI)	(590.82)	(31.12)	180.58	(621.94)	381.35	729.98
3	Tax expense						
(i)	Current tax	32.31	54.52	62.75	86.83	117.59	188.91
(ii)	Deferred tax	(181.83)	(62.98)	(18.87)	(244.81)	(24.36)	(41.45)
(iii)	Current tax expense relating to prior period/ year	-	-	-	-	-	(2.26)
(VIII)	Total tax expense	(149.52)	(8.46)	43.88	(157.98)	93.23	145.20
(IX)	Net profit after tax (VII-VIII)	(441.30)	(22.66)	136.70	(463.96)	288.12	584.78
4	Other comprehensive income/ (loss)						
A (i)	Items that will not be reclassified to profit or loss						
(a)	Remeasurement of defined benefit liability/ (asset)	(0.54)	0.16	(0.30)	(0.38)	(1.22)	(3.25)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.13	(0.04)	0.08	0.09	0.31	0.82
	Subtotal (A)	(0.41)	0.12	(0.22)	(0.29)	(0.91)	(2.43)
B (i)	Items that will be reclassified to profit or loss						
(a)	Cash flow hedge (net)	(13.29)	4.28	18.49	(9.01)	1.59	(7.36)
(ii)	Income tax relating to items that will be reclassified to profit or loss	3.35	(1.08)	(4.65)	2.27	(0.40)	1.85
	Subtotal (B)	(9.94)	3.20	13.84	(6.74)	1.19	(5.51)
(X)	Other comprehensive income/ (loss) (A+B)	(10.35)	3.32	13.62	(7.03)	0.28	(7.94)
(XI)	Total comprehensive Income/ (loss) for the period/ year (IX+X)	(451.65)	(19.34)	150.32	(470.99)	288.40	576.84
	Paid up equity share capital (face value of ₹ 2 each)	84.85	84.84	76.23	84.85	76.23	76.31
	Other equity						5,519.60
5	Total equity						5,595.91
	Earnings per share						
	Basic (₹) [*]	(10.40)	(0.57)	3.59	(11.28)	7.57	15.35
	Diluted (₹) ^{*,#}	(10.40)	(0.57)	3.54	(11.28)	7.46	15.16

Notes:

[^] Amounts less than ₹ 0.01 crore are shown as ₹ 0.00 crore.

^{*} Quarter and half year ended numbers are not annualised.

[#] Due to anti-dilutive effect, Basic and Diluted EPS are same for the quarter ended June 30, 2024 and September 30, 2024, and half year ended September 30, 2024.

For IIFL Finance Limited



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BY *[Signature]*
G. M. KAPADIA & CO.
MUMBAI



[Signature]
Arup Kumar Purwar
Chairperson & Non Executive Director
DIN: 00026383

Date : October 23, 2024
Place : Mumbai

Note 1. Standalone statement of assets and liabilities:

(₹ in crore)

Sr. no.	Particulars	As at September 30, 2024	As at March 31, 2024
		Unaudited	Audited
	Assets		
(1) Financial assets			
(a)	Cash and cash equivalents	492.52	863.92
(b)	Bank balance other than (a) above	866.09	966.58
(c)	Derivative financial instruments	12.79	157.69
(d)	Receivables		
	(I) Trade receivables	56.71	42.27
	(II) Other receivables	-	29.65
(e)	Loans	14,243.68	18,426.84
(f)	Investments	5,215.40	5,156.58
(g)	Other financial assets	399.50	734.12
		21,286.69	26,377.65
(2) Non-financial assets			
(a)	Current tax assets (net)	155.91	154.05
(b)	Deferred tax assets (net)	323.10	75.92
(c)	Investment property	293.70	293.70
(d)	Property, plant and equipment	119.41	132.35
(e)	Capital work-in-progress	58.34	51.83
(f)	Intangible assets under development	1.90	0.17
(g)	Right to use assets	382.15	363.98
(h)	Other Intangible assets	3.43	4.12
(i)	Other non-financial assets	105.79	134.36
		1,443.73	1,210.48
	Total assets	22,730.42	27,588.13
	Liabilities and equity		
(1) Financial liabilities			
(a)	Derivative financial instruments	16.25	30.92
(b)	Payables		
	(I) Trade Payables		
	(i) total outstanding dues of micro enterprises and small enterprises	1.93	5.72
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	161.25	134.61
	(II) Other payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	5.17	-
(c)	Finance lease obligation	397.14	382.13
(d)	Debt securities	3,134.20	4,340.46
(e)	Borrowings (other than debt securities)	10,437.71	13,966.67
(f)	Subordinated liabilities	1,623.82	1,703.77
(g)	Other financial liabilities	323.36	1,296.20
		16,100.83	21,860.48
(2) Non-financial liabilities			
(a)	Current tax liabilities (net)	61.52	2.83
(b)	Provisions	59.46	38.82
(c)	Other non-financial liabilities	80.66	90.09
		201.64	131.74
(3) Equity			
(a)	Equity share capital	84.85	76.31
(b)	Other equity	6,343.10	5,519.60
		6,427.95	5,595.91
	Total liabilities and equity	22,730.42	27,588.13



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G. M. KAPADIA & CO.
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For IIFL Finance Limited

Arun Kumar Purwar
Arun Kumar Purwar
Chairperson & Non Executive Director
DIN: 00026383



Date : October 23, 2024

Place : Mumbai

Note 2. Standalone statement of cash flow:

(₹ in crore)

Particulars	Half year ended September 30, 2024		Half year ended September 30, 2023	
	Unaudited		Unaudited	
A. Cash flow from operating activities				
Profit before tax		(621.94)		381.35
Adjustments for:				
Depreciation, amortisation and impairment	66.57		64.55	
Impairment on loans	52.08		43.65	
Impairment on other financial instruments	3.28		6.08	
(Profit)/ loss on sale of assets	0.16		(16.80)	
(Profit)/ loss on termination - Ind AS 116	(0.70)		(1.54)	
Net (profit)/ loss on fair value changes on investment - realised	(143.49)		(11.87)	
Net (profit)/ loss on fair value changes on investment - unrealised	22.64		7.45	
Exceptional items (provision on security receipts - refer note 10)	586.50		-	
Net (profit)/ loss on derecognition of financial instruments under FVTOCI category	290.91		48.85	
Employee benefit expenses - share based payments	25.07		11.87	
Employee benefit expenses - others	4.11		4.95	
Interest on loans	(1,747.58)		(1,947.51)	
Interest on deposits with banks	(30.77)		(43.60)	
Interest on investments	(21.02)		(10.53)	
Dividend income	(2.17)		(0.04)	
Dividend received	2.17		0.04	
Finance cost	815.38		773.23	
Interest expense - Ind AS 116	15.92		14.90	
Income received on loans	1,501.94		1,791.75	
Interest received on deposits with banks	42.29		59.58	
Income received on investments	18.91		11.56	
Finance cost paid	(812.90)	689.30	(762.27)	44.30
Operating profit before working capital changes		67.36		425.65
Decrease/ (increase) in financial and non financial assets	101.71		(41.70)	
Increase/ (decrease) in financial and non financial liabilities	(816.36)	(714.65)	146.15	104.45
Cash (used in)/ generated from operations		(647.29)		530.10
Taxes paid		(29.99)		(13.57)
Net cash (used in)/ generated from operating activities		(677.28)		516.53
Loans (disbursed)/ repaid (net)		4,376.18		(2,001.55)
Net cash (used in)/ generated from operating activities (A)		3,698.90		(1,485.02)
B. Cash flow from investing activities				
Purchase of property, plant and equipment and other intangible assets		(23.56)		(32.03)
Sale of property, plant and equipment and other intangible assets		0.77		41.13
Proceeds/(purchase) of investments		(524.47)		131.55
Proceeds/ (deposits) from maturity of deposits placed with banks		73.58		294.69
Net cash (used in)/ generated from investing activities (B)		(473.68)		435.34
C. Cash flow from financing activities				
Proceeds from issue of equity share (including securities premium)		1,277.07		12.29
Proceeds from share application money pending allotment		0.87		0.37
Proceeds from debt securities		-		1,537.09
Repayment of debt securities		(1,218.19)		(2,472.16)
Proceeds from borrowings (other than debt securities)		3,642.65		9,956.22
Repayment of borrowings (other than debt securities)		(7,192.10)		(9,432.00)
Proceeds from subordinated liabilities		-		35.00
Repayment of subordinated liabilities		(50.00)		(11.70)
Payment of lease liability		(56.92)		(55.93)
Net cash (used in)/ generated from financing activities (C)		(3,596.62)		(430.82)
Net increase in cash and cash equivalents (A + B + C)		(371.40)		(1,480.50)
Add : Opening cash and cash equivalents as at the beginning of the period		863.92		1,763.87
Cash and cash equivalents as at the end of the period		492.52		283.37



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IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797

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3. The above unaudited standalone financial results for the quarter and half year ended September 30, 2024, have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on October 23, 2024. The Joint Statutory Auditors of the Company have carried out a Limited Review of the aforesaid results and have issued an unmodified conclusion and opinion.
4. These unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in accordance with the requirements of Regulation 33 and 52 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
5. During the quarter ended September 30, 2024, the Company allotted 51,246 equity shares (previous quarter: 2,48,266) having face value of ₹ 2/- each on exercise of stock options under the Employee Stock Option Scheme(s).
6. The Company's main business is financing and investing activities. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per Indian Accounting Standard 108 (IND AS) on Operating Segments.
7. The Indian Parliament has approved the Code on Social Security, 2020, which would impact the contributions by the company towards provident fund and gratuity. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the financial results in the period in which the code becomes effective and related ruled are published.
8. The Reserve Bank of India, under Scale Based Regulations has categorized the Company as Middle Layer (NBFC-ML), vide its circular. The management has taken necessary steps in terms of formulating an implementation plan and ensuring compliances with norms/ changes suggested as and when they become applicable.
9. The Reserve Bank of India, through its communication dated September 19, 2024, has lifted the restrictions imposed on the gold loan business of the Company. These restrictions were earlier imposed on March 04, 2024, which prohibited the Company from sanctioning, disbursing, or assigning/ securitizing/ selling any of its gold loans. RBI's decision was effective immediately and allowed the Company to resume sanctioning, disbursal, assignment, securitization, and sale of gold loans in compliance with all relevant laws and regulations. The Company is committed to upholding the highest standards of compliance and will continue to ensure that the remedial actions taken are sustained. With the removal of embargo, the Company's business operations for Gold Loan have resumed as usual.
10. The Company had certain AIF investments that were due to mature in June 2024. In March 2024, the Company requested the AIF to do in-specie distribution of assets (i.e.: debentures of underlying SPV companies) in lieu of its investment in the AIF. Subsequently, these debentures were assigned to an ARC, and the book value of the resulting Security Receipts (SRs), based on the same underlying assets as of September 30, 2024, was ₹ 586.50 crores. The RBI Circular dated December 19, 2023, on "Investments in Alternative Investment Funds (AIFs)" required a 100% provision of AIF investments if they were not liquidated within 30 days of the circular being applicable. To comply with the spirit of this circular, the management has decided



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to make a provision equivalent to 100% of the book value of these SRs, accordingly the same has been disclosed under exceptional items for the quarter and half year ended September 30, 2024.

11. The Secured Non-Convertible Debentures are secured by way of a first pari passu charge on receivables of the Company, both present and future, book debts, loans and advances and current assets of the Company, except those receivables present and/or future specifically and exclusively charged in favor of certain existing charge holders and specified immovable property such that a security cover of 100% or higher (up to 125%) as per the terms of the offer document is maintained till the time of maturity.
12. The Company had invoked resolution plans to relieve COVID-19 pandemic related stress to eligible borrowers as per notification no. RBI/2020-21/16 DOR.NO.BP.BC/3/21.04.048/2020-21 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 and policy approved by the Board of Directors of the Company.
Disclosure for the half year ended September 30, 2024:

(₹ in crore)

Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	0.01	0.00	0.00	0.01	0.00
Corporate Loans *	4.06	0.53	0.04	2.15	1.34
of which, MSME's	4.05	0.53	0.04	2.13	1.34
Others	0.00	0.00	0.00	0.00	0.00

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

13. Disclosure as per the notification no. RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 under Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 relating to the total amount of loans not in default / stressed loans transferred and acquired to / from other entities.
 - a. The company has not acquired any loans, not in default during the quarter ended September 30, 2024.
 - b. The company has not acquired any stressed loan during the quarter ended September 30, 2024.
 - c. The Company has not transferred any stressed loan during the quarter ended September 30, 2024.



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IIFL FINANCE LIMITED

CIN : L67100MH1995PLC093797

Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

d. Details of transferred through assignment in respect of loans not in default during the quarter ended September 30, 2024:

Count of Loan accounts assigned	841
Amount of loan accounts assigned (₹ In Crore)	88.72
Weighted average maturity (in months)	31.37
Weighted average holding period (in months)	6.59
Retention of beneficial economic interest	10%
Coverage of tangible security coverage	100%
Rating-wise distribution of rated loans	Unrated
Break-up of loans transferred / acquired through assignment / novation and loan participation	All direct assignment deals
Instances where we have agreed to replace loans transferred to transferee(s) or pay damages arising out of any representation or warranty	Nil

e. Details on recovery ratings assigned for Security Receipts (SR) as on September 30, 2024:

Recovery Rating^	Anticipated Recovery as per recovery rating	Outstanding Face Value (₹ in crore)
RR4	25%-50%	512.84
RR3	50%-75%	339.32
RR2	75%-100%	177.86
RR2	75%-100%	46.57
RR1	100%-150%	11.73
RR1	100%-150%	73.43
RR1	100%-150%	21.56
RR1	100%-150%	1300.00
RR1	100%-150%	696.00
RR1	100%-150%	7.00
Unrated*		500.00
Unrated*		53.00
Total		3739.31

^Recovery rating is assigned by external rating agency.

*Pursuant to regulatory norms, the ARC shall obtain an initial rating of SRs from an approved credit rating agency within a period of six months from the date of acquisition of assets by it.

14. Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached as **Annexure 1**.

SIGNED FOR IDENTIFICATION
BY *G.M. Kapadia*
G. M. KAPADIA & CO.
MUMBAI



IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797

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Thane – 400604**


15. The EPS (both Basic and Diluted) figures for previous period/ year have been restated to give impact of right issue as per IND AS 33 "Earnings per share". The restated figures are as follows:

Particulars	Quarter ended*	Half year ended*	Year ended
	September 30, 2023	September 30, 2023	March 31, 2024
Basic EPS	3.49	7.37	14.94
Diluted EPS	3.45	7.27	14.75

*Quarter and half year ended numbers are not annualized

16. The figures for the quarter ended September 30, 2024, and quarter ended September 30, 2023, are the balancing figures between unaudited figures in respect of the half year ended September 30, 2024, and September 30, 2023, and the unaudited figures of quarter ended June 30, 2024, and unaudited figures of quarter ended June 30, 2023, respectively.
17. Previous period/ year figures have been regrouped/ reclassified to make them comparable with those of the current period.


By order of the Board
For IIFL Finance Limited


Arun Kumar Purwar
Chairperson & Non-Executive Director
DIN: 00026383



Date: October 23, 2024
Place: Mumbai



SIGNED FOR IDENTIFICATION
BY 
G. M. KAPADIA & CO.
MUMBAI

Annexure 1

Disclosure in compliance with Regulations 52(4) of the SEBI (listing obligations and disclosure requirements) Regulations, 2015 as amended, for the quarter and half year ended September 30, 2024

Sr. no	Particulars	Ratios	
		Quarter ended September 30, 2024	Half year ended September 30, 2024
1)	Debt - equity ratio ¹	2.36	
2)	Debt service coverage ratio ²	Not applicable	
3)	Interest service coverage ratio ²	Not applicable	
4)	Outstanding redeemable preference shares (quantity)	NIL	
5)	Outstanding redeemable preference shares (₹ in crore)	NIL	
6)	Capital redemption reserve (₹ in crore)	230.11	
7)	Debenture redemption reserve (₹ in crore)	12.80	
8)	Net worth (₹ in crore) ³	6,328.23	
9)	Net profit after tax (₹ in crore)	(441.30)	(463.96)
10)	Earning per share: (in ₹) (not annualised)		
	a) Basic	(10.40)	(11.28)
	b) Diluted ⁷	(10.40)	(11.28)
11)	Current ratio ²	Not Applicable	
12)	Long term debt to working capital ²	Not Applicable	
13)	Bad debts to accounts receivable ratio ²	Not Applicable	
14)	Current liability ratio ²	Not Applicable	
15)	Total debts to total assets ratio ⁴	0.67	
16)	Debtor turnover ratio ²	Not Applicable	
17)	Inventory turnover ratio ²	Not Applicable	
18)	Operating margin	15.05%	10.28%
19)	Net profit margin ⁵	(43.96%)	(22.98%)
20)	Sector specific ratio		
	a) GNPA %	2.93%	
	b) NNPA %	1.32%	
	c) Specific provision coverage ratio ⁶	55.78%	
21)	Capital to risk-weighted assets ratio (CRAR)	26.26%	
	Tier I CRAR	20.07%	
	Tier II CRAR	6.18%	
22)	Liquidity coverage ratio for the quarter ended	216.12%	

Note:

- 1) Debt-equity ratio = Total borrowings/ Total equity
- 2) The Company is registered under the Reserve Bank of India Act, 1934 as Non-Banking Financial Company, hence these ratios are not applicable.
- 3) Networth means share capital plus reserves less miscellaneous expenditure to the extent not written off.
- 4) Total debts to total assets = Total borrowings/ Total assets
- 5) Net profit margin = Net profit after tax/ Total income
- 6) Specific provision coverage = Stage 3 ECL provision/ Gross non performing advances (GNPA)
- 7) Due to anti-dilutive effect, Basic and Diluted EPS are same for the quarter and half year ended September 30, 2024.



SIGNED FOR IDENTIFICATION
BY *G.M. Kapadia*
G. M. KAPADIA & CO.
MUMBAI



G. M. KAPADIA & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

October 23, 2024

To
The Board of Directors of
IIFL Finance Limited
Mumbai.

Certificate on maintenance of security cover and compliance with the covenants as per the Offer Document/Information Memorandum/Debenture Trust Deed pursuant to Regulation 54 read with Regulation 56 (1) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. As required by Regulation 54 read with Regulation 56 (1) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) as amended from time to time, **IIFL Finance Limited** (“the Company”) desires a certificate regarding maintenance of security cover as per the terms of Offer Document (s)/ Information Memorandum (s)/Debenture Trust Deed(s), in the form of book debts/receivables on the amounts due and payable to all secured lenders in respect of listed debt securities (“Secured Lenders”) issued by the Company and compliance with financial & other covenants of such Offer Document(s)/Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities as on and for the quarter and half year ended September 30, 2024.
2. This certificate is required by the Company also for the purpose of submission to the Debenture Trustee of the Company to ensure compliance with the Listing Regulations and SEBI Circular SEBI/HO/DDHS-PoD3/P/CIR/2024/46 dated May 16, 2024 (“the circular”) in respect of its listed non-convertible debt securities as on and for the quarter ended September 30, 2024.

Management’s Responsibility

3. The Management of the Company is responsible for preparation of the attached Annexure-I (the “Statement”) from the Unaudited Standalone Financial Statements, books of accounts and other relevant documents of the Company for the quarter and half year ended September 30, 2024, and also, responsible for maintenance of all accounting and other relevant records and supporting documents. This responsibility includes the designing, implementation and maintenance of internal controls relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation and making estimates that are reasonable in the circumstances.

The management is also responsible for:



- a. ensuring maintenance of the security cover available for debenture holders is more than the cover required as per Offer Document(s)/ Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities;
- b. accurate computation of security cover available for debenture holders based on Unaudited Standalone Financial Statements of the Company as on September 30, 2024;
- c. Compliance with the financial & other covenants of the Offer Document(s)/Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities.

The attached statement is certified by the head of treasury of the Company. We have stamped the attached statement for identification purposes.

Auditor's Responsibility

4. Based on our examination of the security cover available for debenture holders, which has been prepared from the Unaudited Standalone Financial Statements as on September 30, 2024, and relevant records provided by the Company, our responsibility is to provide limited assurance that security cover available for debenture holders has been maintained in accordance with Offer Document(s)/ Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities.

Further, basis our examination, our responsibility is to provide limited assurance that prima facie the Company has complied with the financial & other covenants mentioned in Offer Document(s)/Information Memorandum(s)/ Debenture Trust Deed(s) in respect of listed debt securities.

5. The procedure performed in limited assurance engagement vary in nature and timing from and are less in extent than for, reasonable assurance engagement and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
6. We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes ("the Guidance Note") and Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) – 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Service Engagements.

Conclusion

8. Based on our examination as mentioned above and according to the information & explanations given to us, nothing has come to our attention that causes us to believe that:



- a. The computation of security cover available for debenture holders contained in the statement is not in agreement with the Unaudited Standalone Financial Statements and other relevant records and documents maintained by the Company.
- b. Security cover available for debenture holders is not 100 percent or more than the cover required as per Offer Document(s)/ Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities.
- c. The Company has not complied with the financial and other covenants of the Offer Document(s)/Information Memorandum(s)/Debenture Trust Deed(s) in respect of listed debt securities.

Restriction on use

9. This Certificate has been issued at the specific request of the Company pursuant to the requirements of Regulation 54 read with Regulation 56 (1) (d) of Listing Regulations as amended from time to time. It should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing.



For G. M. Kapadia & Co.
Chartered Accountants
ICAI Firm Reg. No. 104767W

Atul Shah
Partner

Membership No. 039569
UDIN: 24039569BKAUXE4878

Place: Mumbai
Dated this 23rd day of October, 2024

Annexure I - Annexure for Security Cover

INR in Crores

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of Asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Part- Passu Charge	Part- Passu Charge	Part- Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to I)	Related to only those items covered by this certificate				
		Book Value	Book Value	Year No	Book Value	Book Value			Market Value for Assets charged or Exclusive casts	Carrying /Book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, ODRA market value is not ascertainable)	Market Value for Part passu charge Assets/Relating to Column F	Carrying value/book value for part passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, ODRA market value is not ascertainable)	Total Value*(K+L+M+N)	
ASSETS														
Property, Plant and Equipment	Hypothecated Property				0.00		119.41		119.41				0.00	0.00
Capital Work-In-Progress							58.34		58.34					
Right of Use Assets							382.15		382.15					
Goodwill														
Intangible Assets							3.43		3.43					
Intangible Assets under Development							1.90		1.90					
Investments				Yes	110.85		5,104.55		5,215.40				110.85	110.85
Loans	The receivables of the Company, book debts, loans and advances and current assets of the Company		750.00	Yes	13,775.18		406.76		14,931.94				13,775.18	13,775.18
Inventories														
Trade Receivables				Yes	33.49		23.22		56.71				33.49	33.49
Cash and Cash Equivalents				Yes	492.52		-		492.52				492.52	492.52
Bank Balances other than Cash and Cash Equivalents			18.91		847.18		-		866.09				847.18	847.18
Others				Yes	412.30		920.20		1,332.50				412.30	412.30
Total			768.91		15,671.52		7,019.96		23,460.39				15,671.52	15,671.52
LIABILITIES														
Debt securities to which this certificate pertains				Yes	3,134.20				3,134.20					
Other debt sharing part-passu charge with above debt				No	9,687.72				9,687.72					
Other Debt														
Subordinated debt							1,623.82		1,623.82					
Borrowings														
Bank			750.00				-		750.00					
Debt Securities														
Others														
Trade payables							163.18		163.18					
Lease Liabilities							397.14		397.14					
Provisions							789.42		789.42					
Others							486.95		486.96					
Total			750.00		12,821.82		3,460.52		17,032.44					
Cover on Book Value**														
Cover on Market Value														
				Pari-Passu Security Cover Ratio			1.22							

*The receivables of the Company are non trading book where loans are in the nature of held to maturity and created with a sole objective of collecting principal and interest. The Company has considered the carrying value (before netting off impairment loss allowance) for this certificate

**Asset cover ratio is calculated only for debt for which this certificate is issued

***The total assets considered for pari passu charge is calculated based on asset cover requirement as per respective borrowing documents

SIGNED FOR IDENTIFICATION
BY *[Signature]*
G. M. KAPADIA & CO.
MUMBAI



Gaurind Modani

Annexure C
Statement of utilization of issue proceeds:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remark , if any
1	2	3	4	5	6	7	8	9	10
IIFL Finance Limited	NA	NA	NA	NA	NA	NA	NA	NA	NA

For **IIFL Finance Limited**

Samrat Sanyal
Company Secretary & Compliance Officer
Place: Mumbai
Date: October 23, 2024

IIFL Finance Limited

CIN No.: L67100MH1995PLC093797

Corporate Office – 802, 8th Floor, Hub Town Solaris, N.S. Phadke Marg, Vijay Nagar, Andheri East, Mumbai 400069

Tel: (91-22) 6788 1000 .Fax: (91-22) 6788 1010

Regd. Office – IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Area, Wagle Estate, Thane – 400604

Tel: (91-22) 41035000. Fax: (91-22) 25806654 E-mail: csteam@iifl.com Website: www.iifl.com

Statement of deviation/variation in use of Issue proceeds:

Particulars		Remarks				
Name of listed entity		IIFL Finance Limited				
Mode of fund raising		Public Issue/Private Placement				
Type of instrument		Non-Convertible Securities				
Date of raising funds		NA				
Amount raised		NA				
Report filed for the quarter ended		September 30, 2024				
Is there a deviation/ variation in use of funds raised?		NA				
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?		Yes/No				
If yes, details of the approval so required?		NA				
Date of approval		NA				
Explanation for the deviation/ variation		NA				
Comments of the audit committee after review		NA				
Comments of the auditors, if any		NA				
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:						
Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any
NA	NA	NA	NA	NA	NA	NA
Deviation could mean:						
a. Deviation in the objects or purposes for which the funds have been raised.						
b. Deviation in the amount of funds actually utilized as against what was originally disclosed.						

For **IIFL Finance Limited**

Samrat Sanyal
Company Secretary & Compliance Officer
Place: Mumbai
Date: October 23, 2024

IIFL Finance Limited

CIN No.: L67100MH1995PLC093797

Corporate Office – 802, 8th Floor, Hub Town Solaris, N.S. Phadke Marg, Vijay Nagar, Andheri East, Mumbai 400069

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