

July 31, 2015

The Secretary
National Stock Exchange of India Limited
Capital Market – Listing
Exchange Plaza, 5th Floor, Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051

Dear Sirs,

Sub: Publication of unaudited financial results for the quarter ended 30th June 2015

Kindly refer our letter dated 2nd July 2015, intimating you of the convening of the meeting of the Board of Directors on 31st July 2015 for publication of unaudited results.

In this regard, we wish to inform you that the Board of Directors at their meeting held today have approved the following:

1. Unaudited financial results:

- Unaudited financial results of the Company for the quarter ended 30th June 2015. We enclose a copy of the unaudited financial results as approved by the Board along with a copy of the Limited Review Report from the statutory auditors, M/s. Deloitte Haskins & Sells, Chennai for the quarter ended 30th June 2015. The results are also being published in the newspapers as per the listing agreement.
- We further enclose a copy of the press release with regard to the unaudited results being released for publication.

2. Re-appointment of Managing Director:

The Board approved the re-appointment of Mr. Vellayan Subbiah as the Managing Director of the Company for a further term of 2 years effective 19th August 2015 subject to the approval of the shareholders at the next general meeting of the Company. Mr. Subbiah's five year term as Managing Director expires on 18th August 2015.

3. Issue of Non-convertible Debentures:

- Issue of 60,000 secured Redeemable, Non-Convertible Debentures of a face value of Rs.10 lakhs each at par aggregating to Rs.6,000 crores in one or more tranches on private placement basis;
- Issue of 6,000 unsecured Redeemable, Non-Convertible Debentures in the nature of subordinated debt of a face value of Rs.10 lakhs each at par aggregating to Rs.600 crores in one or more series on private placement basis and

Contd...2

Cholamandalam Investment and Finance Company Ltd.

Dare House, 2, N.S.C. Bose Road, Parrys, Chennai 600001, India.

Tel : 91.44.30007172 / Fax : 91.44.25346464

Website : www.cholamandalam.com

CIN – L65993TN1978PLC007576

//2//

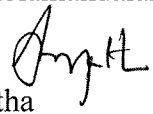
- Issue of 1,000 unsecured Redeemable, Non-Convertible Debentures in the nature of perpetual debt of a face value of Rs.10 lakhs each at par aggregating to Rs.100 crores in one or more series on private placement basis.

We further wish to inform you that Mr. Indresh Narain, Independent Director's term of office expires at the 37th AGM scheduled today. Consequently, he will cease to be a director of the Company.

Kindly take the above information on record and acknowledge receipt.

Thanking you,

Yours faithfully,
For Cholamandalam Investment and Finance Company Limited



P Sujatha
Company Secretary

Encl.: As above

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED** ("the Company") and its subsidiaries (the Company and its subsidiaries constitute "the Group") and Standalone Unaudited Financial Results for the three months ended 30 June 2015 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. 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.
2. 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 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 provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

The Statement includes the results of the following entities:

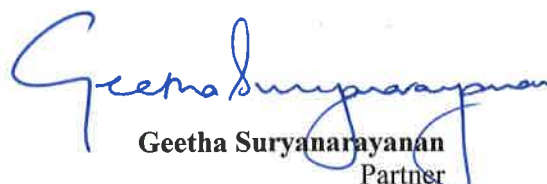
Company Name	Relationship
Cholamandalam Investment and Finance Company Limited	Company
Cholamandalam Distribution Services Limited	Subsidiary
Cholamandalam Securities Limited	Subsidiary

3. We did not review the interim financial results of two subsidiaries included in the consolidated financial results, whose interim financial results reflect total revenue of Rs. 468.25 lakhs for the three months ended 30 June 2015, and total profit after tax of Rs. 85.74 lakhs for the three months ended 30 June 2015, as considered in the consolidated financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiaries, is based solely on the report of the other auditors.



4. Based on our review conducted as stated above and based on the consideration of the reports of the other auditor referred to in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the three months ended 30 June 2015 of the Statement, from the details furnished by the Registrars.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 008072S)


Geetha Suryanarayanan
Partner

(Membership No. 29519)

CHENNAI, 31 July 2015



Part I :- Financial Information

₹ 'lakhs

Particulars	Standalone				Consolidated			
	Audited (Refer Note 4)		Unaudited		Audited (Refer Note 4)		Unaudited	
	Unaudited Three months ended 30.06.2015	Preceding three months ended 31.03.2015	Corresponding three months ended 30.06.2014 in Previous Year	Audited Previous Year ended 31.03.2015	Unaudited Three months ended 30.06.2015	Preceding three months ended 31.03.2015	Corresponding three months ended 30.06.2014 in Previous Year	Audited Previous Year ended 31.03.2015
	1	2	3	4	5	6	7	8
1. a) Income from operations	98,211	93,586	85,997	366,429	98,670	94,173	86,598	368,850
b) Other operating income	373	191	918	2,617	376	195	920	2,631
2. Expenditure								
a) Interest (Financing Charges)	49,578	48,610	47,558	196,039	49,508	48,542	47,499	195,781
b) Employees benefits expense	5,719	5,814	4,798	22,174	5,924	6,038	4,994	23,023
c) Business origination outsourcing	4,845	4,603	4,912	18,696	4,932	4,708	5,002	19,086
d) Other operating expenses	10,199	7,810	6,853	31,098	10,298	7,952	6,948	31,534
e) Depreciation and amortisation expense	517	813	647	2,918	529	856	668	3,010
f) Provisions and loan losses	10,691	5,811	8,056	32,472	10,695	5,823	8,057	32,490
g) Total	81,549	73,461	72,824	303,397	81,886	73,919	73,168	304,924
3. Profit from Operations before Other Income & Exceptional Items (1-2)	17,035	20,316	14,091	65,649	17,160	20,449	14,350	66,557
4. Other income	17	22	12	73	17	16	9	66
5. Profit before Exceptional Items (3+4)	17,052	20,338	14,103	65,722	17,177	20,465	14,359	66,623
6. Exceptional Items	-	-	-	-	-	-	-	-
7. Profit from Ordinary Activities before Tax (5+6)	17,052	20,338	14,103	65,722	17,177	20,465	14,359	66,623
8. Tax expense (including deferred tax)	6,027	6,774	4,793	22,206	6,067	6,808	4,794	22,209
9. Net Profit from Ordinary Activities after Tax (7-8)	11,025	13,564	9,310	43,516	11,110	13,657	9,565	44,414
10. Extraordinary Items (net of tax expense)	-	-	-	-	-	-	-	-
11. Net Profit for the Period (9-10)	11,025	13,564	9,310	43,516	11,110	13,657	9,565	44,414
12. Paid-up equity share capital (₹ 10/- per share)	14,382	14,373	14,344	14,373	14,382	14,373	14,344	14,373
13. Reserves excluding revaluation reserves				252,960				253,064
14. Earnings per Share (EPS) - not annualised- before and after extraordinary items (₹)								
a) Basic	7.57	9.34	6.50	30.09	7.63	9.40	6.68	30.71
b) Diluted	7.51	9.26	6.49	29.97	7.57	9.33	6.66	30.59



Part II :-Select Information for the three months ended June 30, 2015

Particulars	Standalone				Consolidated			
	Three months ended 30.06.2015	Preceding three months ended 31.03.2015	Corresponding three months ended 30.06.2014 in Previous Year	Previous Year ended 31.03.2015	Three months ended 30.06.2015	Preceding three months ended 31.03.2015	Corresponding three months ended 30.06.2014 in Previous Year	Previous Year ended 31.03.2015
	1	2	3	4	5	6	7	8
A. Particulars of Shareholding								
1. Public Shareholding								
- Number of shares	60,787,210	60,703,999	60,571,611	60,703,999	60,787,210	60,703,999	60,571,611	60,703,999
- Percentage of shareholding	42.29	42.25	42.25	42.25	42.29	42.25	42.25	42.25
2. Promoters and Promoter group shareholding								
a) Pledged / Encumbered								
- Number of shares	-	-	-	-	-	-	-	-
- Percentage of shares	-	-	-	-	-	-	-	-
as a% of the total shareholding of the promoter / promoter group								
as a% of the total share capital of the company								
b) Non encumbered								
- Number of shares	82,965,204	82,965,204	82,807,068	82,965,204	82,965,204	82,965,204	82,807,068	82,965,204
- Percentage of shares	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00
as a% of the total shareholding of the promoter / promoter group	57.71	57.75	57.75	57.75	57.71	57.75	57.75	57.75
as a% of the total share capital of the company								

B. Investor Complaints	
Particulars	Three months ended June 30, 2015
Pending at the beginning of the quarter	0
Received during the quarter	1
Disposed off during the quarter	1
Remaining unresolved at the end of the quarter	0



Notes

1. The above Statement of Standalone and Consolidated Unaudited Financial Results for the three months ended June 30, 2015 was reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on July 31, 2015. The same has also been subjected to a limited review by the Statutory Auditors.
2. 83,211 options were exercised during the three months ended June 30, 2015. The total outstanding employee stock options as at June 30, 2015 is 3,47,034.
3. Segmental Reporting: The Company is primarily engaged in the business of financing. All the activities of the Company revolve around the main business in India. As such there are no separate reportable segments as per Accounting Standard (AS) 17 "Segment Reporting" in respect of the Company. The Segmental Reporting in respect of the Consolidated Results is given in Appendix 1.
4. The figures of the three months ended March 31, 2015 (column 2 & 6) are the balancing figures between the audited figures of the financial year ended March 31, 2015 and the published year to date figures upto third quarter of the financial year.
5. Prior period figures have been regrouped wherever necessary to conform to the current period presentation.

On behalf of the **Board of Directors**



Vellayan Subbiah
Managing Director

Place : Chennai

Date : July 31, 2015

visit us at www.cholamandalam.com



Segment wise Revenue, Results and Capital Employed for consolidated results under clause 41 of the listing agreement

Particulars	Consolidated			
	Unaudited	Audited (Refer	Unaudited	Audited
	Three months ended 30.06.2015	Note 4) Preceding three months ended 31.03.2015	Corresponding three months ended 30.06.2014 in Previous Year	Previous Year ended 31.03.2015
	1	2	3	4
1. Segment Revenue				
Financing	98,584	93,777	86,915	369,046
Distribution	263	331	329	1,306
Stock Broking	274	337	353	1,438
Total	99,121	94,445	87,597	371,790
Less: Inter-Segment revenue	(75)	(77)	(79)	(309)
Net Revenue	99,046	94,368	87,518	371,481
2. Segment Results (Profit / (Loss) before tax)				
Financing	17,039	20,324	14,095	65,664
Distribution	103	86	163	557
Stock Broking	18	39	92	336
Total	17,160	20,449	14,350	66,557
Add: Other unallocable income net of unallocable expenditure	17	16	9	66
Net Profit before Tax	17,177	20,465	14,359	66,623
3. Capital Employed (Segment Assets - Segment Liabilities)				
Financing	303,225	291,080	217,937	291,080
Distribution	87	142	198	142
Stock Broking	1,303	1,296	1,377	1,296
Other Unallocable assets net of unallocable liabilities	24,011	24,919	19,104	24,919
Total	328,626	317,437	238,616	317,437

Note:

Management of the Company has identified the above reportable segments. Segment data for the previous periods, has been restated, wherever necessary, to conform to the current quarter presentation.

On behalf of the Board of Directors


Vellayan Subbiah
Managing Director

Place : Chennai
Date : July 31, 2015

visit us at www.cholamandalam.com



**CHOLAMANDALAM INVESTMENT AND FINANCE COMPANY LIMITED (CHOLA)
ANNOUNCES AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2015**

Chennai, July 31 2015: The Board of Directors of Cholamandalam Investment and Finance Company Limited today approved and adopted its Financial Results for the first quarter ended 30th June 2015.

Results at a glance

- Q1 FY16 profit before tax is ₹ 171 Cr, a growth of 21% compared to Q1 last year.
- 25% growth in Net Income Margin (NIM).
- Healthy growth in closing assets of 13%.
- Rs. 3508 Cr of disbursements, representing a growth of 10 %.
- Increase in Gross NPA (on 5 months' overdue basis) from 3.12% in Mar-15 to 3.33%.
- Profit after tax for Q1 FY16 at ₹ 110 Cr, growth of 18% over Q1 FY15.
- In June 2015, CRISIL upgraded its rating on our long-term debt instruments from AA-/Positive to AA/Stable.

Performance Highlights

Particulars	Q1 FY 16	Q1 FY 15	Growth (%)
Net Income Margin (Rs. In Cr.)	490.23	393.69	25% ↑
Net Income Margin (as % of assets)	8.5	7.6	
Total Expenses (as % of assets)	-3.7	-3.3	
Net Credit Losses (as % of assets)*	-1.8	-1.6	
PBT (Rs. In Cr.)	170.52	141.03	21% ↑
PBT (as % of assets)	2.9	2.7	
PAT (Rs. In Cr.)	110.25	93.10	18% ↑
EPS - in Rs.	7.57	6.50	16% ↑
ROE - in % [#]	13.7	16.0	

*Q1 FY16 on 5 months' overdue basis; Q1 FY15 on 6 months' overdue basis

Drop in RoE on account of infusion of capital of Rs. 500 Cr in Sep-14

We disbursed ₹ 2588 Cr in our Vehicle Finance business as against ₹ 2320 Cr. in Q1 of FY15. This was a growth of 12%. Home Equity disbursements grew by 16%, from ₹ 716 Cr in Q1 FY15 to ₹ 831 Cr in Q1 FY16. Chola's aggregate disbursements for the quarter were ₹ 3508 Cr as against ₹ 3188 Cr in Q1 of FY15.

Chola's Net Income Margin (NIM) was 8.5% for the quarter, compared to 7.6% in the same quarter of last year.

We continue to have a laser-sharp focus on collections. The company was able to ride out the traditionally difficult first quarter, with a small increase in GNPA. The GNPA is 3.33% (at 5 months' overdue) and NNPA is 2.08%.

Chola's PBT-ROTA for Q1 FY16 improved to 2.9% as against 2.7% in Q1 FY15.

Capital Adequacy:

The capital adequacy ratio (CAR) of the company was at 20.56% as against the regulatory requirement of 15%.

Rating Upgrade:

In June 2015, CRISIL upgraded the rating on our long term debt instruments from CRISIL AA-/Positive to CRISIL AA/Stable.

Subsidiaries Performance:

The subsidiaries Cholamandalam Securities Limited (CSEC) and Cholamandalam Distribution Services Limited (CDSL) together made a profit before tax of ₹ 0.86 Cr in Q1 FY16, as against ₹ 2.56 Cr in the same quarter last year.

Consolidated Results:

The consolidated profit after tax for Q1 is ₹ 111 Cr. as against ₹ 96 Cr. in Q1 of FY15, registering a growth of 16%.

About Cholamandalam Investment and Finance Company Limited

Cholamandalam Investment and Finance Company Limited was incorporated in 1978 as the financial services arm of the Murugappa Group. Chola commenced business as an equipment financing company and has today emerged as a comprehensive financial services provider offering vehicle finance, home loans, home equity loans, SME loans, investment advisory services, stock broking and a variety of other financial services to customers.

Chola operates from over 534 branches across India with assets under management above INR 25,000 Crores. The subsidiaries of Cholamandalam include Cholamandalam Securities Limited (CSEC) and Cholamandalam Distribution Services Limited (CDSL). The vision of Chola is to enable customers enter a better life. Chola has a growing clientele of over 7.5 lakh happy customers across the nation. Ever since its inception and all through its growth, the company has kept a clear sight of its values. The basic tenet of these values is a strict adherence to ethics and a responsibility to all those who come within its corporate ambit - customers, shareholders, employees and society.

About Murugappa Group

Founded in 1900, the INR 269 Billion Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Parry Sugar industries Ltd, Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 32,000 employees. For more details , visit www.murugappa.com .

For more details on this release, please contact:

Tarun Kankani Chola tarunk@chola.murugappa.com +91 98400 55598	Payal Stephen Perfect Relations Pvt. Ltd. pdass@perfectrelations.com +91 99529 27027
---	---

A presentation for investors is being separately placed on our website: www.cholamandalam.com