Muthoot Finance Limited
Registered Office :
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Banerji Road, Kochi - 682 018
Kerala, India.
CIN : L65910KL1997PLC 011300

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Muthoot Group

Symbol: MUTHOOTFIN
Scrip Code : 533398

Ref: SEC/MFL/SE/2015/2028

29.10.2015

National Stock Exchange of India Ltd.
Exchange Plaza,
Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E),Mumbai - 400 051

Department of Corporate Services
BSE Limited,
P. J. Tower, Dalal Street,
Mumbai 400 001

Dear Sir,

Re: **Highlights of Performance – Quarter and Half Year ended September 30, 2015**

The Board of Directors of the Company at their meeting held on October 29, 2015 has announced the unaudited financial results for the quarter and half year ended September 30, 2015.

We herewith enclose a copy of the Press Release proposed to be made in the leading newspapers across the country. Request you to kindly take on record the same and acknowledge the receipt.

This is for your kind information and record thereon.

Thanking You,

For Muthoot Finance Limited

Maxin James
Company Secretary

Muthoot Finance

Muthoot Finance Ltd

Q2 FY 2016 Results

Retail Loan Assets Under Management at Rs.24873crs as at 30th September 2015

Total Income for Q2 FY16 at Rs.1140crs

PAT for Q2FY16 at Rs.174crs

Branch Network of 4249 spread across 26 States including Union Territories

Kochi, October 29, 2015:

Muthoot Finance Ltd, the largest gold financing company in India in terms of loan portfolio, registered increased net profit , at Rs.174crs for the quarter ended September,2015 as against Rs.171crs in the previous year quarter . Retail loans registered an increase of Rs.464crs at 2% during the quarter and Rs.3071crs at 14% during the last 12months.

The Sri Lankan subsidiary ,Asset Asia Finance PLC , has made considerable increase in the lending portfolio. The loan portfolio has grown by 52% as on September 30 , 2015 at LKR 5.4 Billion as against LKR 3.6 Billion in the previous year. The profit after tax for the same period has increased by 40% at LKR 76.8 Million and LKR 55.0 Million respectively.

The Company has also announced that it is acquiring 100% equity shares of Muthoot Insurance Brokers Private Limited(MIBPL) ,an entity licensed by IRDA to act as Direct broker since 2013, at a purchase value of Rs.20crs , subject to regulatory approvals. MIBPL is active in the business of selling Life and Health insurance policies.

Commenting on the results M G George Muthoot, Chairman stated "An economy where optimism is yet to become reality , Muthoot Finance could grow its loan portfolio by Rs.464crs during the quarter and deliver good profits. We are rolling out various customer friendly schemes which we hope to bring in new set of customers as well as newer usages for gold loan. Board of Directors is glad to declare an interim dividend of 40% resulting in a payout of Rs.191crs including tax ."

Speaking on the occasion George Alexander Muthoot, Managing Director said "The acquisition of insurance broking business will diversify Company's business activities. This will enable the Company to meet insurance cover needs of its large customer base. We expect the insurance broking activity to excel by becoming a 100% subsidiary of Muthoot Finance ."

Financial Highlights:

	Q2 FY16 (Rs.in Crs)	Q2 FY15 (Rs.in Crs)	YoY % Qtly change	H1 FY16 (Rs.in Crs)	H1 FY15 (Rs.in Crs)	YoY % Half Yrly change	FY 15 (Rs. In Crs)
Total Income	1140	1062	7%	2283	2153	6%	4325
Profit Before Tax	268	260	3%	552	533	4%	1028
Profit After Tax	174	171	2%	358	351	2%	671
Earnings Per Share(Basic)	4.39	4.30	2%	8.99	8.93	1%	16.97
Retail Loan AUM	24873	21802	14%	24873	21802	14%	23408

	Q2 FY16	Q2 FY15	H1 FY16	H1 FY15	FY 15
Return on Average Retail Loans	2.83%	3.16%	2.95%	3.23%	3.03%
Return on Average Equity	13.26%	14.06%	13.84%	15.40%	14.35%
Book Value Per Share (Rs. in crs)	131.95	122.00	131.95	122.00	127.59

	Q2 FY16	Q2 FY15	FY 15
Capital Adequacy Ratio	22.97%	26.30%	24.78%
Share Capital & Reserves(Networth)(Rs. in Crs)	5257	4850	5083

Business Highlights:

Particular	H1 FY 16	H1-FY-15	% Growth(YoY)
Branch Network	4249	4265	-0.38%
Gold Loan Outstanding (Rs Cr)	24825	21697	14%
Credit Losses (Rs. Cr)	5	10	-50%
% of Credit Losses on Gross Retail Loan AUM	0.021%	0.047%	-56%
Average Gold Loan per Branch(Rs. Cr)	5.84	5.09	15%
No. of Loan Accounts (in lakh)	68	57	19%
Total Weight of Gold Jewellery pledged (in tonnes)	144	120	20%
Average Loan Ticket Size	36591	37911	-3%
No. of employees	22929	23390	-2%

About Muthoot Finance Ltd:

Muthoot Finance Limited is the largest gold financing company in India in terms of loan portfolio. The company is a "Systemically Important Non-deposit taking NBFC" headquartered in the southern Indian state of Kerala.

Operating history of Muthoot Finance has evolved over a period of 76 years since M George Muthoot (the father of our Promoters) founded a gold loan business in 1939 under the heritage of a trading business established by his father, Ninan Mathai Muthoot, in 1887.

The company provides personal and business loans secured by gold jewellery, or Gold Loans, primarily to individuals who possess gold jewellery but could not access formal credit within a reasonable time, or to whom credit may not be available at all, to meet unanticipated or other short-term liquidity requirements.

Company is listed on both National Stock Exchange and Bombay Stock Exchange.

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