

October 19, 2020

Dear Debenture Holder,

Sub: Information as per Regulation 52(4) of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended on September 30, 2020

Pursuant to Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the information for the half year ended September 30, 2020 in respect of the Non-Convertible Debentures (NCDs) issued by the Company and listed on BSE Limited, has been incorporated in the Unaudited Financial Results of the Company for the half year ended September 30, 2020.

A Copy of the Unaudited Financial Results of the Company along with the Limited Review Report of the Statutory Auditors for the half year ended September 30, 2020 is enclosed.

In case of any queries please email to investor@hdfccredila.com.

Thanking you,

Yours faithfully,

For HDFC Credila Financial Services Limited

(Formerly known as HDFC Credila Financial Services Private Limited)

KANDOI
AKANKSHA

Digitally signed by AKANKSHA KANDOI
DN: cn=AKANKSHA KANDOI, o=HDFC CREDITAL FINANCIAL SERVICES LIMITED, email=AKANKSHA.KANDOI@HDFCCREDILA.COM, c=IN
Date: 2020.10.19 16:54:45 +05'30'

Akanksha Kandoi
Company Secretary

Encl: a.a.

HDFC CREDILA FINANCIAL SERVICES LIMITED
(FORMER NAME: HDFC Credila Financial Services Private Limited)

Corporate Identity Number : U67190MH2006PLC159411

Regd. Office: B-301, Citi Point, Andheri-Kurla Road, Andheri (East), Mumbai 400 059, India.

Tel: +91-22-28266636 loan@hdfccredila.com

Limited Review Report on Unaudited Half Yearly Financial Results of HDFC Credila Financial Services Limited for the half year ended 30 September 2020

To the Board of Directors of HDFC Credila Financial Services Limited

1. We have reviewed the accompanying Statement of unaudited financial results of HDFC Credila Financial Services Limited (*formerly known as HDFC Credila Financial Services Private Limited*) ('the Company') for the half year ended 30 September 2020 ('the Statement').
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 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 and in compliance with Regulation 52 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 52(4) of the Listing Regulations including the manner in which it is to be disclosed or that it contains any material misstatement.
5. As described in Note 9 to the Statement, in respect of accounts where moratorium benefit has been granted, the staging of those accounts at 30 September 2020 is based on the days past due status considering the benefit of moratorium period in accordance with the Covid-19 Regulatory Package announced by the Reserve Bank of India vide notifications dated 27 March 2020, 17 April 2020 and 23 May 2020.

Further, the extent to which the COVID-19 pandemic will impact the Company's financial performance is dependent on future developments, which are highly uncertain.

Our review report is not modified in respect of these matters.

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

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

AJIT
VISWANATH

Digitally signed by
AJIT VISWANATH
Date: 2020.10.19
17:06:18 +05'30'

Ajit Viswanath
Partner

Membership No: 067114

UDIN No: 20067114AAAADW4054

Mumbai
19 October 2020

HDFC CREDILA FINANCIAL SERVICES LIMITED
(formerly known as *HDFC Credila Financial Services Private Limited*)

(CIN: U67190MH2006PLC159411)

Regd. Office: B-301, Citi Point, Andheri-Kurla Road,
Andheri (East), Mumbai 400 059

Tel No: 022-28266636 Website: www.hdfccredila.com Email: investor@hdfccredila.com

STATEMENT OF PROFIT AND LOSS
FOR THE HALF YEAR ENDED 30 SEPTEMBER 2020

₹ in Lakhs

Particulars	Half year ended	Half year ended	Year ended
	30 September 2020	30 September 2019	31 March 2020
	Reviewed	Reviewed	Audited
1 Revenue from operations			
Interest income	35,041.44	33,756.33	70,512.50
Fees and commission income	368.24	630.93	1,141.31
Net gain on fair value changes	770.95	829.92	1,004.45
Total revenue from operations	36,180.63	35,217.18	72,658.26
2 Other income	-	-	0.03
3 Total income (1+2)	36,180.63	35,217.18	72,658.29
4 Expenses:			
(a) Finance costs	22,724.58	22,615.89	46,226.89
(b) Impairment on financial instruments (Expected credit loss)	(41.62)	56.77	2,280.52
(c) Employee benefits expense	1,671.11	1,564.49	3,093.80
(d) Depreciation and amortisation	129.20	155.22	299.69
(e) Other expenses	1,756.77	1,738.73	3,830.87
Total expenses	26,240.04	26,131.10	55,731.77
5 Profit before tax (3-4)	9,940.59	9,086.08	16,926.52
6 Tax expense			
(a) Current tax	2,565.67	2,302.00	4,568.00
(b) Deferred tax	6.34	305.59	48.39
Total tax expense	2,572.01	2,607.59	4,616.39
7 Net profit (5-6)	7,368.58	6,478.49	12,310.13
8 Other comprehensive income	(235.33)	0.77	(1,684.31)
9 Total comprehensive income (7+8)	7,133.25	6,479.26	10,625.82
Earnings per share			
(a) Basic (₹)	5.59	8.04	14.18
(b) Diluted (₹)	5.59	5.59	14.18
(c) Face value per share (₹)	10.00	10.00	10.00

HDFC CREDILA FINANCIAL SERVICES LIMITED
(formerly known as *HDFC Credila Financial Services Private Limited*)
(CIN: U67190MH2006PLC159411)

Regd. Office: B-301, Citi Point, Andheri-Kurla Road,
Andheri (East), Mumbai 400 059

Tel No: 022-28266636 Website: www.hdfccredila.com Email: investor@hdfccredila.com

Balance sheet
as at 30 September 2020

(₹ in Lakhs)

Particulars	As at 30 September 2020	As at 31 March 2020
	Reviewed	Audited
ASSETS		
Financial assets		
i. Cash and cash equivalents	6,807.87	38,139.26
ii. Bank balances other than (i) above	145.47	141.32
iii. Derivative financial instruments	2,756.84	4,877.90
iv. Trade receivables	78.64	69.36
v. Loans	6,08,737.70	6,22,889.93
vi. Investments	27,827.20	31,072.99
vii. Other financial assets	844.15	260.00
Total financial assets	6,47,197.87	6,97,450.76
Non financial assets		
i. Current tax assets (net)	18.75	15.57
ii. Deferred tax assets (net)	1,689.38	1,711.00
iii. Property, plant and equipment	581.78	667.62
iv. Other intangible assets	31.81	38.14
v. Other non financial assets	316.95	230.74
Total non financial assets	2,638.67	2,663.07
Total assets	6,49,836.54	7,00,113.83
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
i. Derivative financial instruments	2,015.77	2,073.92
ii. Trade payables		
(a) Total outstanding dues of micro enterprises & small enterprises	-	4.80
(b) Total outstanding dues other than micro enterprises & small enterprises	1,223.32	792.10
iii. Debt securities	2,02,928.15	2,22,912.41
iv. Borrowings (other than debt securities)	2,61,730.80	3,00,603.29
v. Subordinated liabilities	62,336.75	62,327.90
vi. Other financial liabilities	12,493.86	11,715.38
Total financial liabilities	5,42,728.65	6,00,429.80
Non financial liabilities		
i. Current tax liability (net)	77.12	14.15
ii. Provisions	401.08	362.98
iii. Other non financial liabilities	850.17	660.62
Total non financial liabilities	1,328.37	1,037.75
EQUITY		
i. Equity share capital	13,179.82	13,179.82
ii. Other equity	92,599.70	85,466.46
Total equity	1,05,779.52	98,646.28
Total liabilities and equity	6,49,836.54	7,00,113.83

Notes :

- 1 The Company is a Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC-ND-SI) registered with the Reserve Bank of India (RBI) classified as an Investment and Credit Company (NBFC-ICC).
- 2 The above financial results for the half year ended 30 September 2020 along with comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their respective meetings held on 19 October 2020.
- 3 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind-AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and the other accounting principles generally accepted in India.

These financial results have been prepared in the format prescribed under the notified schedule III of the Companies Act, 2013 for Non-Banking Financial Companies issued by Ministry of Corporate Affairs (MCA) on 11 October 2018, and on the basis of Ind-AS that are applicable to the Company based on the MCA Notification GSR 111(E) and GSR 365(E) dated 16 February 2015 and 31 March 2016 respectively.

- 4 In compliance with Regulation 52 of the Securities Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015 a limited review of financial results has been carried out by the Statutory Auditors of the Company.
- 5 Earnings per equity share for the half year ended 30 September 2020 and 30 September 2019 have been calculated for six months and not annualised.
- 6 The Company is primarily engaged in the business of financing and accordingly, there are no separate reportable segments as per Ind AS 108 dealing with operating segment.
- 7 The secured, listed, non convertible debentures of the Company are secured by pari passu charge with other existing lenders on the loan receivables of the Company's underlying portfolio of loans having minimum asset cover of 1.05 times of the principal outstanding and interest accrued but not paid, to be maintained throughout the tenure of the debentures.
- 8 Other equity contains statutory reserve as per Section 45 IC of Reserve Bank of India Act, 1934, balance in securities premium, capital reserve, impairment reserve created under RBI notification on "Implementation of Indian Accounting Standards" dated March 13, 2020, other comprehensive income and surplus in statement of profit and loss.
- 9 The COVID -19 pandemic continues to have a considerable impact on economic activities across the globe and the recovery is likely to be slow given the uncertain timelines for the development of vaccination and the immunization roll out plans and hence the return to normalcy. In respect of accounts where moratorium benefit has been granted, the staging of those accounts at 30 September 2020 is based on the days past due status considering the benefit of moratorium period in accordance with the Covid-19 Regulatory Package announced by the Reserve Bank of India vide notifications dated 27 March 2020, 17 April 2020 and 23 May 2020. The Company continues to hold the Expected Credit Loss provision of ₹ 2072.89 lakhs recognized by applying a management overlay in the quarter ended 31 March 2020 and also continues to maintain adequate liquidity. The RBI has further announced a Resolution Framework for addressing the continuing COVID-19 related stress on borrowers across the various sectors of the economy and the Company will be adopting a board approved policy to provide resolution to its customers under these guidelines.

The final impact of the global health pandemic continues to be very uncertain and the actual impact on these financial results may be different than that estimated based on the conditions prevailing as at the date of approval of these financial results. The management will continue to closely monitor the material changes in the macro-economic factors impacting the operations of the Company.

For and on behalf of Board of Directors

HDFC Credila Financial Services Limited

(formerly known as HDFC Credila Financial Services Private Limited)

ARIJIT SANYAL

Digitally signed by ARIJIT SANYAL
Date: 2020.10.19 15:45:28 +05'30'

Arijit Sanyal

Managing Director & CEO

(DIN – 08386684)

Date : 19 October 2020

Place : Mumbai

AJIT

VISWANATH

Digitally signed by
AJIT VISWANATH
Date: 2020.10.19
17:07:30 +05'30'

Disclosures in terms of Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
for the half year ended 30 September 2020

Annexure 1

- a) The Company has paid interest and principal on Non Convertible Debentures (NCDs) on due dates. Details of payment of interest / principal and Credit Rating as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in Annexure A. There is no change in the Credit Rating during the period.
- b) Asset cover available as on 30 September 2020, in case of secured NCDs issued by the Company is 1.74.
- c) Debt-Equity ratio as on 30 September 2020 is 5.06.
- d) The Company is not required to create debenture redemption reserve in terms of the Companies (Share Capital and Debenture) Rules, 2014 read with the Companies (Share Capital and Debenture) Amendments Rules, 2019.
- e) Tangible net worth* as on 30 September 2020 is ₹ 1,04,058.33 lakhs
- f) Net profit after tax for the half year ended on 30 September 2020 is ₹ 7,368.58 lakhs
- g) Earnings per share for the half year ended on 30 September 2020: Basic ₹ 5.59 and Diluted ₹ 5.59
- h) Debt service coverage ratio: Not applicable
- i) Interest service coverage ratio: Not applicable
- j) Outstanding redeemable preference shares: Not applicable

* Tangible net worth = Equity + Other equity - Intangible assets - Deferred tax assets.

Details of payment of interest / principal and Credit Rating of the Non-Convertible Debentures in accordance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Annexure A

Name of debt instruments	ISIN & scrip code	Credit rating	Previous due date (1 April 2020 to 30 September 2020)		Interest (1 October 2020 to 31 March 2021)		Principal (1 October 2020 to 31 March 2021)	
			Interest	Principal	Next due date	Amount ₹ in lakhs	Next due date	Amount ₹ in lakhs
11.75% HDFC Credila PDI July 9, 2014	INE539K08112, 950446	CARE AA+ & ICRA AA+	587.50	-	-	-	-	-
10.50% HDFC Credila PDI January 27, 2015	INE539K08120, 951612	CARE AA+ & ICRA AA+	-	-	27-Jan-21	525.00	-	-
10.50% HDFC Credila PDI June 17, 2015	INE539K08138, 952267	CARE AA+ & ICRA AA+	525.00	-	-	-	-	-
9.30% HDFC Credila October 9, 2025	INE539K08146, 952850	CARE AAA & CRISIL AAA	-	-	09-Oct-20	930.00	-	-
8.25% HDFC Credila November 25, 2021	INE539K07056, 955181	CARE AAA & CRISIL AAA	-	-	25-Nov-20	2,475.00	-	-
8.00% HDFC Credila February 25, 2022	INE539K07064, 955821	CARE AAA & CRISIL AAA	-	-	27-Feb-21	1,600.00	-	-
8.20% HDFC Credila July 23, 2027	INE539K08153, 956752	ICRA AAA & CRISIL AAA	410.00	-	-	-	-	-
8.10% HDFC Credila, November 16, 2027	INE539K08161, 957172	ICRA AAA & CRISIL AAA	-	-	16-Nov-20	405.00	-	-
8.75% HDFC Credila PDI, December 8, 2017	INE539K08179, 957228	CARE AA+ & ICRA AA+	-	-	08-Dec-20	437.50	-	-
9.35% HDFC Credila PDI, June 6, 2018	INE539K08187, 957988	CARE AA+ & ICRA AA+	701.25	-	-	-	-	-
9.00% HDFC Credila September 24, 2020	INE539K07098, 958286	CRISIL AAA	2,700.00	30,000.00	-	-	-	-
9.40% HDFC Credila November 20, 2020	INE539K07106, 958403	CRISIL AAA	-	-	20-Nov-20	2,820.00	20-Nov-20	30,000.00
9.12% HDFC Credila June 06, 2029	INE539K08195, 958821	ICRA AAA & CRISIL AAA	1,368.00	-	-	-	-	-
8.62% HDFC Credila June 17, 2024	INE539K07114, 958853	ICRA AAA & CRISIL AAA	862.00	-	-	-	-	-
8.85% HDFC Credila July 06, 2029	INE539K07122, 958884	ICRA AAA & CRISIL AAA	1,770.00	-	-	-	-	-
8.70% HDFC Credila August 01, 2029	INE539K07130, 958913	ICRA AAA & CRISIL AAA	1,740.00	-	-	-	-	-
8.00 % HDFC Credila, January 31, 2025	INE539K07148, 959245	ICRA AAA & CRISIL AAA	-	-	01-Feb-21	1,600.00	-	-
7.10 % HDFC Credila, February 25, 2022	INE539K07155, 959317	ICRA AAA & CRISIL AAA	-	-	25-Feb-21	1,420.00	-	-