

Date: July 26, 2021

BSE Limited
P. J. Towers, Dalal Street,
Mumbai - 400 001.

Kind Attn: Mr. Marian D'Souza – Department of Corporate Services

Subject: Outcome of Board Meeting

Dear Sirs,

We wish to inform you that at the meeting of the Board of Directors held today i.e. on July 26, 2021, the Board has approved the Unaudited Financial Results of the Company for the period ended June 30, 2021, which has been subject to Limited Review by the Statutory Auditors of the Company, for the purpose of preparation of unaudited consolidated financial results of Housing Development Finance Corporation Limited (Holding Company) pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

We hereby submit the Unaudited Financial Results of the Company as required under the SEBI Circular No. SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019.

We request you to take note of the above and arrange to bring this to the notice of all concerned.

Thanking you,

Yours faithfully,

For HDFC Credila Financial Services Limited
(Formerly known as HDFC Credila Financial Services Private Limited)

KANDOI AKANKSHA

Akanksha Kandoi
Company Secretary & Compliance Officer

HDFC CREDILA FINANCIAL SERVICES LIMITED

(Formerly known as HDFC Credila Financial Services Private Limited)

Corporate Identity Number: U67190MH2006PLC159411

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



Tel: +91-22-28266636



Email: loan@hdfccredila.com

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai - 400 063

Telephone: +91 22 6257 1000
Fax: +91 22 6257 1010

Limited Review Report on Unaudited Quarterly Financial Results of HDFC Credila Financial Services Limited for the quarter ended 30 June 2021

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 quarter ended 30 June 2021 ('the Statement').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared for submission to stock exchange, pursuant to circular SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated 22 October 2019, as amended, which requires a company to prepare financial results for the purpose of consolidated financial results of its parent company in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations'). The Statement 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 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. Attention is drawn to the fact that the figures for the three months ended 31 March 2021 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. As more fully described in Note 6 to the financial results, the extent to which the COVID-19 pandemic will have impact on the Company's financial performance is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of the above matter.

Registered Office:

**Limited Review Report on Unaudited Quarterly Financial Results of
HDFC Credila Financial Services Limited for the quarter ended 30 June
2021 (Continued)**

HDFC Credila Financial Services Limited

6. 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 recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

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

AJIT
VISWANATH

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Date: 2021.07.26
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Ajit Viswanath
Partner

Membership No: 067114
UDIN No: 21067114AAAAEM3063

Mumbai
26 July 2021

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 UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30 JUNE 2021

₹ in Lakhs

Particulars	Quarter ended 30 June 2021	Quarter ended 31 March 2021	Quarter ended 30 June 2020	Year ended 31 March 2021
	Reviewed	Reviewed	Reviewed	Audited
I Revenue from operations				
Interest income	17,237.98	17,510.11	17,747.07	69,705.90
Fees and commission income	211.23	314.16	87.59	879.89
Net gain on fair value changes	140.29	(196.74)	178.80	760.75
Total revenue from operations	17,589.50	17,627.53	18,013.46	71,346.54
II Other income	-	0.01	-	0.01
III Total income (I + II)	17,589.50	17,627.54	18,013.46	71,346.55
IV Expenses:				
(a) Finance costs	9,381.81	9,152.45	11,411.80	41,869.15
(b) Impairment on financial instruments (Expected credit loss)	157.69	191.00	21.36	884.55
(c) Employee benefits expense	1,019.10	1,029.88	831.01	3,543.51
(d) Depreciation and amortisation	85.51	84.26	68.00	316.79
(e) Other expenses	1,035.55	1,185.58	698.57	3,954.81
Total expenses	11,679.66	11,643.17	13,030.74	50,568.81
V Profit before tax (III - IV)	5,909.84	5,984.37	4,982.72	20,777.74
VI Tax expense				
(a) Current tax	1,814.03	1,658.01	1,344.74	5,414.00
(b) Deferred tax	(325.62)	(78.51)	(48.89)	(159.09)
Total tax expense	1,488.41	1,579.50	1,295.85	5,254.91
VII Net profit after tax (V - VI)	4,421.43	4,404.87	3,686.87	15,522.83
VIII Other comprehensive income	(14.71)	250.08	(512.21)	260.51
IX Total comprehensive income (VII + VIII)	4,406.72	4,654.95	3,174.66	15,783.34
X Earnings per share				
(a) Basic (₹)	3.35	3.34	2.80	11.78
(b) Diluted (₹)	3.35	3.34	2.80	11.78
(c) Face value per share (₹)	10.00	10.00	10.00	10.00
XI Paid-up equity share capital	13,179.82	13,179.82	13,179.82	13,179.82
XII Other equity as at 31 March 2021				1,01,249.80

Notes :

- 1 The above financial results for the quarter ended 30 June 2021 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 26 July 2021. The financial results have been subjected to a limited review by the statutory auditors of the Company and their report thereon is unmodified.
- 2 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. Accordingly, these financial results together with the results for the comparative reporting period have 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 ('the Act'), and other recognized accounting practices generally accepted in India, in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to circular SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated 22 October 2019 as amended.
- 3 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.
- 4 Earnings per equity share for the quarter ended 30 June 2021 and comparative quarters have not been annualised.
- 5 Figures for the quarter ended 31 March 2021, represent the difference between the audited figures in respect of the year ended 31 March 2021 and the reviewed figures for the nine months ended 31 December 2020.
- 6 The COVID -19 pandemic continues to have a considerable impact on economic activities across the globe. During the quarter ended 30 June 2021, India experienced a "second wave" of COVID-19, including a significant surge of COVID-19 cases following the discovery of mutant coronavirus variants in the country.

The impact of COVID-19 has led to changes in customer behavior, travel restrictions both domestic & international and decrease in economic activities. While the disbursements in the current quarter are encouraging, delays in opening up of international borders may impact future loan disbursements as students await commencement of their academic programs overseas. If the intermittent lockdowns persist, thus impacting household incomes, there may be an increase in delinquencies and need for incremental provisions thereon.

The final impact of the global health pandemic continues to be 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. Given the dynamic and evolving nature of pandemic, the management will continue to closely monitor the material changes in the macro-economic factors impacting the operations of the Company.

The Company continues to hold management overlay in relation to COVID-19 aggregating ₹ 1,779.55 lakhs (previous year ₹ 2,072.89 lakhs) in this regard.

- 7 The Parliament has approved the Code on Social Security, 2020 ('Code') which may impact the contribution by the Company towards provident fund and gratuity. The effective date from which the Code and its provisions would be applicable is yet to be notified and the rules which would provide the details based on which financial impact can be determined are yet to be framed. The Company will complete its evaluation and will give appropriate impact, if any, in the financial results following the Code becoming effective and the related rules being framed and notified. The Company has taken professional opinion in this regard and will ensure that it makes adequate provisions to remain compliant with all requirements.

Notes (continued)

- 8 During the quarter, the Company has offered resolution plan to its customers pursuant to RBI's guideline on 'Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses' dated 5 May 2021. Until the adoption of these financial results, the Company has invoked resolution plans in case of 31 eligible loan accounts amounting to ₹ 852.03 lakhs wherein applications were received on or before 30 June 2021. The Company has reviewed and assessed the staging of these cases in accordance with the Company's provisioning policy under the ECL framework.

Details of resolution plan implemented under the Resolution Framework for COVID-19 related Stress as per RBI circular dated 6 August 2020 are given below.

As at 30 June 2021

(₹ in Lakhs)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	134	3,993.23	-	-	656.93
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	134	3,993.23	-	-	656.93

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

For and on behalf of Board of Directors
HDFC Credila Financial Services Limited

ARIJIT SANYAL

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Arijit Sanyal

Managing Director & CEO

(DIN – 08386684)

Date : 26 July 2021

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