

RPD/CMPLNC/ANNUAL/MARCH20-R 52

09/07/2020

**Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort  
Mumbai

Dear Sir

**Sub: Compliance as per Regulation 52 of SEBI (LODR)**

We, Muthoot Fincorp Limited, a public limited company having its registered office at Muthoot Centre, Punnen Road, Trivandrum – 695039, being listed our Secured debentures and sub debts in the Bombay Stock Exchange are hereby submitting our audited financial results for the year ended 31-03-2020 along with the Statutory Auditor Report, Declaration in case of audit report with unmodified opinion and disclosures as per Regulation 52(4).

Regards,  
For Muthoot Fincorp Limited



(T.D Mathai)

Compliance Officer

Encl:

Annexure 1: Audited Financial reports as per Regulation 52 (2) (a)

Annexure 2: Statutory Auditor Report as per Regulation 52 (3) (a)

Annexure 3: Declaration in case of audit report with unmodified opinion

Annexure 4: Disclosure as per Regulation 52(4)



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**Muthoot Fincorp Limited**  
**Registered Office: Muthoot Centre, Punnen Road, Trivandrum**  
**CIN - U65929KL1997PLC011518**

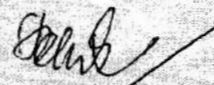
**Audited Standalone Statement of Assets and Liabilities (Balance Sheet) as at March 31, 2020**

(Rs. in lakhs)

Particulars	As at March 31, 2020	As at March 31, 2019
	Audited	Audited
<b>ASSETS</b>		
<b>1 Financial assets</b>		
a) Cash and cash equivalents	30,017.28	25,389.37
b) Bank Balance other than (a) above	984.69	5,818.16
c) Receivables		
(i) Trade Receivables	2,918.88	2,836.93
d) Loans	13,91,802.06	11,88,469.41
e) Investments	1,78,170.99	1,84,770.61
f) Other Financial assets	15,447.47	28,961.59
<b>2 Non-financial Assets</b>		
a) Investment Property	30,236.55	30,096.71
b) Property, Plant and Equipment	45,322.31	49,655.41
c) Other Intangible assets	437.68	449.56
d) Right of Use Assets	43,659.63	-
e) Other non financial assets	30,893.32	35,341.90
<b>Total assets</b>	<b>17,69,890.85</b>	<b>15,51,789.65</b>
<b>LIABILITIES AND EQUITY</b>		
<b>1 Financial Liabilities</b>		
a) Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	36.16	1.69
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	36,843.99	46,113.44
b) Debt Securities	86,113.32	24,119.00
c) Borrowings (other than debt securities)	9,68,313.27	8,26,360.14
d) Lease Liability	46,447.77	-
e) Subordinated Liabilities	2,60,167.47	2,73,028.69
f) Other Financial liabilities	40,940.85	46,245.74
<b>2 Non-financial Liabilities</b>		
a) Current tax liabilities (net)	287.56	3,659.10
b) Provisions	2,380.89	2,157.83
c) Deferred tax liabilities (net)	29,440.60	48,271.18
d) Other non-financial liabilities	3,480.88	1,636.12
<b>3 Equity</b>		
a) Equity share capital	19,370.56	19,370.56
b) Other equity	2,76,067.54	2,60,826.16
<b>Total Liabilities and Equity</b>	<b>17,69,890.85</b>	<b>15,51,789.65</b>

See accompanying notes to financial results

On behalf of the Board of Directors

  
**Thomas John Muthoot**  
**Managing Director**  
**DIN 00011618**

Kochi, 09 July 2020





**Muthoot Fincorp Limited**  
Registered Office: Muthoot Centre, Punnen Road, Trivandrum  
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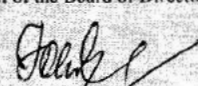
**Statement of Audited Standalone Financial Results for the Year ended March 31, 2020**

(Rs. in lakhs)

Particulars	Half Year Ended March 31, 2020	Half Year Ended March 31, 2019	Year to Date March 31, 2020	Year to Date March 31, 2019
	Refer Note 8	Refer Note 8	(Audited)	(Audited)
<b>Revenue from operations</b>				
(i) Interest income	1,22,522.50	1,14,968.61	2,39,311.54	2,27,773.81
(ii) Dividend income	15.11	8.25	22.54	18.88
(iii) Rental income	251.78	240.24	518.97	472.85
(iv) Fees and commission income	5,439.88	7,371.30	10,062.43	9,214.20
(v) Net gain on fair value changes	(13.69)	(413.96)	160.97	(259.41)
(vi) Net gain on derecognition of financial instruments under amortised cost category	10,606.64	-	19,394.52	8,426.04
(vii) Others	1,735.14	8,831.41	2,780.81	2,422.87
<b>(I) Total Revenue from operations</b>	<b>1,40,557.38</b>	<b>1,31,005.84</b>	<b>2,72,251.79</b>	<b>2,48,069.24</b>
(II) Other Income	358.27	52.15	376.82	136.35
<b>(III) Total Income (I + II)</b>	<b>1,40,915.65</b>	<b>1,31,057.99</b>	<b>2,72,628.61</b>	<b>2,48,205.59</b>
<b>Expenses</b>				
(i) Finance costs	72,129.06	70,203.97	1,37,358.83	1,30,051.50
(ii) Impairment of financial instruments	1,875.51	(829.99)	7,959.93	2,638.88
(iii) Employee benefit expenses	25,113.17	22,674.53	48,862.15	43,099.72
(iv) Depreciation, amortization and impairment	9,924.56	3,488.44	20,454.08	6,996.09
(v) Other expenses	15,399.82	21,684.77	27,565.30	41,647.51
<b>(IV) Total Expenses (IV)</b>	<b>1,24,442.12</b>	<b>1,17,221.72</b>	<b>2,42,200.29</b>	<b>2,24,433.76</b>
<b>(V) Profit/(loss) before exceptional items and tax (III - IV)</b>	<b>16,473.54</b>	<b>13,836.26</b>	<b>30,428.32</b>	<b>23,771.82</b>
(VI) Exceptional items	-	-	-	-
<b>(VII) Profit/(loss) before tax (V - VI)</b>	<b>16,473.54</b>	<b>13,836.26</b>	<b>30,428.32</b>	<b>23,771.82</b>
(VIII) Tax Expense:				
(1) Current tax	4,152.49	4,815.87	9,463.18	9,439.32
(2) Deferred tax	847.04	(191.35)	(942.38)	(1,213.35)
<b>(IX) Profit/(loss) for the period from continuing operations (VII - VIII)</b>	<b>11,474.00</b>	<b>9,211.74</b>	<b>21,907.51</b>	<b>15,545.85</b>
(X) Profit/(loss) from discontinued operations	-	-	-	-
(XI) Tax expense of discontinued operations	-	-	-	-
<b>(XII) Profit/(loss) from discontinued operations (After tax) (X - XI)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(XIII) Profit/(loss) for the period (IX+XII)</b>	<b>11,474.00</b>	<b>9,211.74</b>	<b>21,907.51</b>	<b>15,545.85</b>
<b>(XIV) Other Comprehensive Income</b>				
A (i) Items that will not be classified to profit or loss:				
Net Gain/(loss) on equity instruments measured through Other Comprehensive Income	4,127.21	(9,819.82)	(8,138.27)	(3,334.74)
Actuarial gain/(loss) on employee benefits through OCI	(95.00)	75.49	(69.51)	(16.58)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(932.92)	3,405.06	1,920.25	1,171.08
<b>Subtotal (A)</b>	<b>3,099.30</b>	<b>(6,339.26)</b>	<b>(6,287.53)</b>	<b>(2,180.23)</b>
B (i) Items that will be classified to profit or loss	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
<b>Subtotal (B)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive Income (A + B)</b>	<b>3,099.30</b>	<b>(6,339.26)</b>	<b>(6,287.53)</b>	<b>(2,180.23)</b>
<b>Total Comprehensive Income for the period (XIII+XIV)</b>	<b>14,573.30</b>	<b>2,872.47</b>	<b>15,619.98</b>	<b>13,365.61</b>
<b>(XV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>14,573.30</b>	<b>2,872.47</b>	<b>15,619.98</b>	<b>13,365.61</b>
<b>(XVI) Earnings per equity share (not annualised)</b>				
Basic (Rs.)	5.92	4.76	11.31	8.03
Diluted (Rs.)	5.92	4.76	11.31	8.03

See accompanying notes to financial results

On behalf of the Board of Directors

  
Thomas John Muthoot  
Managing Director  
DIN 00011618

Kochi, 09 July 2020





**Muthoot Fincorp Limited**  
**Registered Office: Muthoot Centre, Punnen Road, Trivandrum**  
**CIN - U65929KL1997PLC011518**

**NOTES TO FINANCIAL RESULTS FOR THE PERIOD ENDED MARCH 31, 2020**

- 1 The above Standalone Audited Financial Results were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meeting held on July 9, 2020
- 2 The above results of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

As required by Ind AS 109 "Financial Instruments", provision for expected credit loss in respect of financial assets, including loans and investments have been made based on management's estimate of probable default and loss given default. Interest Income is recognized by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets, except for credit impaired financial assets.

These financial results may require further adjustments, if any, necessitated by guidelines / directions / clarifications issued in the future by the Reserve Bank of India, the Ministry of Corporate Affairs or other regulators, which will be implemented as and when the same are issued / made applicable.

- 3 The COVID-19 pandemic outbreak across the world including India has resulted in most countries announcing lockdowns and quarantine measures that have sharply stalled economic activities across the world. The Government of India too had imposed lockdowns from March 24, 2020. The Indian economy is impacted and would continue to be impacted by this pandemic and the resultant restrictions, due to the contraction in industrial and services output across small and large businesses. The impact of the COVID -19 pandemic on the Company's financial statements, including credit quality and provisions, remains uncertain and dependent on the current and further spread of COVID -19, steps taken by the government and the RBI to mitigate the economic impact and also the time it takes for economic activities to resume and reach the normal levels.

The Company has assessed the impact of the COVID-19 pandemic on its liquidity and ability to repay its obligations as and when they fall due. Such an assessment has considered various stimulus packages announced by the Government of India which will directly or indirectly benefit NBFCs, current status and outcome Company's lenders to extend moratorium and other financial support from banks and other agencies determining the Company's liquidity position over the next 12 months. Based on the sensitivity analysis conducted on stress scenarios, management believes that the Company will be able to pay its obligations as and when these become due in the foreseeable future. The Company would continue to focus on maintaining adequate capital and ensuring liquidity at all points in time.

In assessing the recoverability of loans, receivables, intangible assets (including goodwill), deferred tax assets and investments, the Company has considered internal and external sources of information, including credit reports, economic forecasts and industry reports. Given the dynamic nature of the pandemic situation, these estimates are subject to uncertainty and maybe affected by severity and duration of the pandemic. The Company has recorded an additional management overlay allowance estimate in its Expected Credit Loss provision to reflect, among other things, an increased risk of deterioration in macro-economic factors caused by the COVID-19 pandemic based on the information available at this time. In the event the impacts are more severe or prolonged than anticipated, this can have a corresponding impact on the carrying value of financial assets, the financial position and performance of the Company.

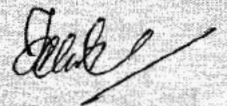
- 4 The Company has provided for loan loss based on the Expected Credit Loss method as per Ind AS 109 "Financial Instruments". Further, the Company has prudently written off certain non-performing loan receivables amounting to Rs.4,910.99 lakhs, recovery of which in the opinion of the management is uncertain.
- 5 The Company has paid Dividend aggregating to Rs.13,559.39 lakhs during the reporting period. The applicable Dividend Tax amounted to Rs.2,787.17 lakhs.





- 6 The Company has exercised the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the reduced corporate tax rate has been applied to remeasure the net Deferred Tax Liabilities as at March 31, 2019 and to estimate the tax expense for the current period. The effect on account of remeasurement of the net Deferred Tax Liabilities as at March 31, 2019 has been appropriated under Other Equity and hence, has not had any impact on the results.
- 7 The Company is primarily engaged in the business of financing and all its operations are in India. Accordingly, there are no separate reportable segments as per Ind AS 108 "Operating Segments".
- 8 Figures for the six months period ended March 31, 2020 and March 31, 2019 represent the difference between the audited figures in respect of the full financial years and the published results for the six months period ended September 30, 2019 and September 30, 2018 respectively.
- 9 Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

On behalf of the Board of Directors



Thomas John Muthoot  
Managing Director  
DIN 00011618

Kochi, 09 July 2020





**INDEPENDENT AUDITOR'S REPORT ON ANNUAL STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 52 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 (AS AMENDED)**

**To the Board of Directors of Muthoot Fincorp Limited**

**Report on the audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying annual standalone financial results (the Statement') of Muthoot Fincorp Limited (the Company') for the year ended March 31, 2020, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (the Listing Regulations'), including relevant circulars issued by SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- presents financial results in accordance with the requirements of Regulation 52 of the Listing Regulations; and
- gives a true and fair view in conformity with the applicable Indian Accounting Standards (Ind AS') prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net profit after tax and other comprehensive income and other financial information of the Company for the year ended March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



**Emphasis of Matter**

We draw attention to Note 3 to the accompanying Statement, which describes the uncertainty relating to outcome of the effects of COVID-19 pandemic on the Company's operations and the consequential impact on the appropriateness of impairment losses recognised towards financial assets outstanding as at March 31, 2020. Our opinion is not modified in respect of this matter.

**Responsibilities of Management and Those Charged with Governance for the Statement**

This Statement has been prepared on the basis of the annual audited standalone financial statements and has been approved by the Board of Directors of the Company. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Statement**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.





As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.





**Other Matter**

The Statement includes the financial results for the half year ended March 31, 2020, being the balancing figures between the audited figures in respect of the full financial year and the published figures for the half year ended September 30, 2019, which were audited by us.

**For Rangamani & Co.,**  
Chartered Accountants,  
Firm Regn. No. - 003050 S

*R. Sreenivasan*

**R. Sreenivasan**  
Partner  
Membership No.: 020566



UDIN: 20020566 AAAAGW6282

Place: Kochi  
Date: July 9, 2020



09/07/2020

RPD/CMPLNC/ANNUAL/MARCH20

**Bombay Stock Exchange Limited**  
Phiroze Jeejeebhoy Towers  
Dalai Street, Fort  
Mumbai


Dear Sir,

**Sub: Declaration in case of audit report with unmodified opinion**

With reference to the SEBI circular CIR/CFD/CMD/56/2016 dated May 27, 2016 and SEBI circular DCS/COMP/04/2016-17 dated June 01, 2016, we, Muthoot Fincorp Limited, a public limited company having its registered office at Muthoot Centre, Punnen Road, Trivandrum - 695039, being listed our Secured debentures and sub debts in the Bombay Stock Exchange hereby declare that our Auditors have confirmed the audit report with unmodified opinion.

Regards,

**For Muthoot Fincorp Limited**



**Thomas John Muthoot**  
Managing Director



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**Annexure 3: Disclosure as per Regulation 52(4)**

1. Credit Rating of the Debentures: CRISIL A/Stable
2. Debt-Equity Ratio: 4.57
3. Previous due date for the payment of Interest /Principal whether the same has been paid or not:

Sr No	Series	Due date	Status of Payment
1	INE549K07246	30/10/2019	Paid on Due date
2	INE549K07360	05/11/2019	Paid on Due date
3	INE549K07337	01/03/2020	Paid on 29/02/2020
4	INE549K08087	01/03/2020	Paid on 29/02/2020
5	INE549K07436	01/03/2020	Paid on 29/02/2020
6	INE549K07444	01/03/2020	Paid on 29/02/2020
7	INE549K07451	01/03/2020	Paid on 29/02/2020
8	INE549K07519	01/03/2020	Paid on 29/02/2020
9	INE549K07527	01/03/2020	Paid on 29/02/2020
10	INE549K07535	01/03/2020	Paid on 29/02/2020
11	INE549K07543	01/03/2020	Paid on 29/02/2020

4. Next due date for the payment of Interest /Principal
  - a. Interest

Sr No	Series	Due Date
1	INE549K08087	01/05/2020
2	INE549K07337	01/05/2020
3	INE549K07436	01/05/2020
4	INE549K07444	01/05/2020
5	INE549K07451	01/05/2020
6	INE549K07519	01/05/2020
7	INE549K07527	01/05/2020
8	INE549K07535	01/05/2020
9	INE549K07543	01/05/2020
10	INE549K07626	25/04/2020

- b. Principal with Interest – NIL

5. Debenture redemption reserve: created reserve of Rs. 1.91 Crore on April 30th, 2019
6. Net worth: Rs. 295,438.09 lakhs
7. Net profit after tax: 21,907.51 lakhs
8. Earnings per share : 11.31

For Muthoot Fincorp Ltd



(T.D Mathai)

Compliance Officer

