

RPD/CMPLNC/REG52/DEC2021

10-02-2022

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, TC No 27/ 3022, Punnen Road, Thiruvananthapuram - 695001, having listed our Debentures and Perpetual Debt Instruments with the Bombay Stock Exchange, hereby submit the unaudited, standalone financials results of the Company for the quarter and nine months ended December 31, 2021, along with the Limited Review Report and disclosures as per Regulation 52(4).

Regards

For **MUTHOOT FINCORP LIMITED**



(T.D. Mathai)

Compliance Officer and Company Secretary

Encl:

Annexure 1: Unaudited Financial reports as per Regulation 52 (1)

Annexure 2: Limited Review Report as per Regulation 52 (2)(a)

Annexure 3: Directors declaration for audit report with unmodified opinion

Annexure 4: Disclosure as per Regulation 52(4)

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

Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2021

(Rs. in lakhs)

Particulars	Quarter Ended 31 December 2021	Quarter Ended 30 September 2021	Nine Months Ended 31 December 2021	Previous Year Ended 31 March 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from operations				
(i) Interest income	81,698.72	72,954.05	2,41,341.98	2,98,476.23
(ii) Dividend income	4.16	5.81	12.86	22.57
(iii) Rental income	133.83	127.77	399.80	526.84
(iv) Fees and commission income	2,400.61	2,341.73	5,950.60	7,543.16
(v) Net gain on fair value changes	-	58.58	14.97	-
(vi) Net gain on derecognition of financial instruments under amortised cost category	-	51.43	51.43	14,552.26
(vii) Others	609.70	1,704.70	2,595.10	2,086.62
(I) Total Revenue from operations	84,847.01	77,244.07	2,50,366.74	3,23,207.67
(II) Other Income	37.31	23.00	80.12	90.79
(III) Total Income (I + II)	84,884.32	77,267.07	2,50,446.87	3,23,298.46
Expenses				
(i) Finance costs	41,608.03	42,016.80	1,25,505.59	1,66,698.09
(ii) Impairment of financial instruments	3,053.51	(1,020.85)	5,152.72	5,041.91
(iii) Net Loss on fair value changes	43.60	-	-	53.91
(iv) Employee benefit expenses	12,672.22	14,662.53	38,626.48	48,521.07
(v) Depreciation, amortization and impairment	4,320.15	4,092.98	14,267.78	22,636.89
(vi) Other expenses	11,151.49	9,964.05	27,938.30	30,889.42
(IV) Total Expenses (IV)	72,849.00	69,715.51	2,11,490.88	2,73,841.27
(V) Profit/(loss) before exceptional items and tax (III - IV)	12,035.32	7,551.57	38,955.99	49,457.19
(VI) Exceptional items	-	-	-	-
(VII) Profit/(loss) before tax (V- VI)	12,035.32	7,551.57	38,955.99	49,457.19
(VIII) Tax Expense:				
(1) Current tax	3,815.66	2,058.77	10,716.70	13,504.00
(2) Deferred tax	(787.58)	(105.26)	(892.84)	(1,000.55)
(IX) Profit/(loss) for the period from continuing operations (VII-VIII)	9,007.24	5,598.06	29,132.13	36,953.74
(X) Profit/(loss) from discontinued operations	-	-	-	-
(XI) Tax expense of discontinued operations	-	-	-	-
(XII) Profit/(loss) from discontinued operations (After tax) (X -XI)	-	-	-	-
(XIII) Profit/(loss) for the period (IX+XII)	9,007.24	5,598.06	29,132.13	36,953.74
(XIV) Other Comprehensive Income				
A (i) Items that will not be classified to profit or loss:				
Net Gain/(loss) on equity instruments measured through Other Comprehensive Income	40.108	703.34	743.45	(15,966.40)
Actuarial gain/(loss) on employee benefits through OCI	24.924	41.39	66.32	(66.36)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(16.367)	(172.75)	(189.11)	3,719.73
Subtotal (A)	48.66	571.98	620.65	(12,313.02)
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	-	-	-	-
Subtotal (B)	-	-	-	-
Other Comprehensive Income (A + B)	48.66	571.98	620.65	(12,313.02)
(XV) Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	9,055.91	6,170.04	29,752.78	24,640.72
(XVI) Earnings per equity share (not annualised)				
Basic (Rs.)	4.11	2.89	14.50	19.08
Diluted (Rs.)	4.52	2.78	14.61	19.08

See accompanying notes to financial results

On behalf of the Board of Directors

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

NOTES TO FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

- 1 The above Standalone Unaudited Financial Results were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meetings held on February 10, 2022.
- 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 having regard to the recognition and measurement principles laid down in Ind AS 34 ("Interim Financial Reporting") and other recognized accounting practices generally accepted in India.
- 3 The COVID-19 pandemic and resultant restrictions have continued to have its impact on economic activity. However, this has not resulted in a significant impact on the operations / financial position of the Company, though there has been an expected level of stress in collections and higher gold auctions. With milder restrictions during Covid spikes allowing continuity of general economic momentum, the future performances and collections are expected to improve.

The impairment loss/provision recognized in the books of account, is considered adequate as at the reporting date. However, given the continuing uncertainties associated with the pandemic, the actual impact may vary, which the Company will continue to monitor and make appropriate adjustments, including for any significant changes in loan estimates, based on future conditions.

- 4 The Company had invoked resolution plans to relieve COVID-19 pandemic related stress to eligible borrowers as per notification no.RBI/2020-21/16 DOR.NO.BP.BC/3/21.04.048/2020-21. The resolution plans were based on the parameters laid down in the resolution policy approved by the Board of Directors of the Company and in accordance with the guidelines issued by the RBI on August 06, 2020.

(Rs. 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	74,292	52,007	-	Nil	3,146
Corporate persons	-	-	-	Nil	-
MSME Loans	1,598	2,662	-	Nil	240
Others	-	-	-	Nil	-
Total	75,890	54,669	-		3,386

Disclosure for the quarter ended December 31, 2021:

(Rs. in lakhs)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous quarter (A)	Of (A), aggregate debt that slipped into NPA during the quarter	Of (A) amount written off during the quarter	Of (A) amount paid by the borrowers during the quarter	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this quarter
Personal Loans	52,007	-	-	20,548	31,459
Corporate persons	-	-	-	-	-
MSME Loans	2,662	-	-	260	2,402
Others	-	-	-	-	-
Total	54,669	-	-	20,808	33,861

- 5 Disclosure as per the format prescribed as per the notification no. RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 on Resolution Framework - 2.0 upto the quarter ended December 31, 2021:

(Rs. in lakhs)

Description	Individual Borrowers		Small businesses
	Personal Loans	Business Loans	
Number of requests received for invoking resolution process under Part A	74,292	-	1,598
Number of accounts where resolution plan has been implemented under this window	74,292	-	1,598
Exposure to accounts mentioned at (B) before implementation of the plan	31,459	-	2,402
Additional funding sanctioned, if any, including between invocation of the plan and implementation	Nil	Nil	Nil
Increase in provisions on account of the implementation of the resolution plan	3,146	-	240

- 6 The Company has maintained requisite full asset cover by way of mortgage of immovable property, pari passu / subservient charge respectively on current assets, book debts and loans and advances of the Company, on its Secured, Listed Non-Convertible Debentures.
- 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 Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current period classification / disclosure.

On behalf of the Board of Directors

Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 10 February 2022

RANGAMANI & CO.,

CHARTERED ACCOUNTANTS

E-mail : info@rangamani.com

Phone: 0484-4034486

1st Floor, Aptech Building,
Pentacoast Mission lane,
Ambelipadam Road, Vytilla
Kochi – 682 019

Independent Auditor's Review Report on unaudited standalone financial results of the Company pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To

The Board of Directors

Muthoot Fincorp Limited

Muthoot Centre, Punnen Road,

Thiruvananthapuram – 695 039

1. We have reviewed the accompanying statement of standalone, unaudited financial results of **M/s. Muthoot Fincorp Limited, Muthoot Centre, Punnen Road, Thiruvananthapuram** (“the Company”) for the quarter and nine months ended December 31, 2021 (“Statement”), being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with relevant circulars issued by SEBI.
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 the Indian Accounting Standard 34 “Interim Financial Reporting” (IND AS 34), prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations read with relevant circulars issued by the SEBI. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our Review 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of standalone, unaudited financial results prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles



generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

5. We draw your attention to Note No. 3 to the Statement in which the management describes the continuing uncertainties arising from the Covid-19 pandemic. Our conclusion on the Statement is not modified in respect of this matter.

For **Rangamani & Co.**
Chartered Accountants
(Firm Registration No. 003050 S)

Place : Kochi
Date : February 10, 2022
UDIN: 22236744ABCSSC3651



A handwritten signature in black ink, appearing to be "Jane P. Thomas".

Jane P. Thomas
Partner
Membership No. 236744

RPD/CMPLNC/BSE/DEC21

09/02/2022

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, TC No 27/ 3022, Punnen Road, Thiruvananthapuram - 695001, being listed our Debentures and Perpetual Debt Instruments in 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

Annexure 4

Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the half year ended December 31, 2021*

(Rs. in lakhs)

Sr. No.	Particulars	Amount / Ratios
A	Debt-equity ratio	5.40
B	Debt service coverage ratio	Not Applicable
C	Interest service coverage ratio	Not Applicable
D	Outstanding redeemable preference shares (quantity)	Nil
E	Outstanding redeemable preference shares (value)	Nil
F	Capital redemption reserve	Nil
G	Debenture redemption reserve	Not Applicable
H	Net worth	3,37,159.24
I	Net profit after tax - For the quarter ended 31/12/2021	9,007.24
	Net profit after tax - For the nine months ended 31/12/2021	29,132.13
J	Earnings per share:	
	<i>Basic (Rs.) - For the quarter ended 31/12/2021 - not annualized</i>	4.11
	<i>Basic (Rs.) - For the nine months ended 31/12/2021</i>	14.50
	<i>Diluted (Rs.) - For the quarter ended 31/12/2021 - not annualized</i>	4.52
	<i>Diluted (Rs.) - For the nine months ended 31/12/2021</i>	14.61
K	Current ratio	Not Applicable
L	Long term debt to working capital	Not Applicable
M	Bad debts to Account receivable ratio	Not Applicable
N	Current liability ratio	Not Applicable
O	Total debts to total assets	80.06%
P	Debtors' turnover	Not Applicable
Q	Inventory turnover	Not Applicable
R	Operating margin (%)	Not Applicable
S	Net profit margin (%) - For the quarter ended 31/12/2021	10.61%
	Net profit margin (%) - For the nine months ended 31/12/2021	11.63%

T	Sector specific equivalent ratios	
	<i>Stage III Loan Assets to Gross Loan Assets</i>	4.88%
	<i>Net Stage III Loan Assets to Gross Loan Assets</i>	3.55%
	<i>Provision Coverage Ratio</i>	27.20%

* Based on Standalone Financial Results

Notes:

- 1 Fields marked as "Not Applicable" are those ratios / figures that are generally not applicable to the Company as it is registered under the Reserve Bank of India Act, 1934.
- 2 Debt-Equity Ratio = [Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities + Interest Payable] / [Equity Share Capital + Other Equity]
- 3 Net Worth = Equity Share Capital + Other Equity
- 4 Total debts to total assets (%) = [Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities + Interest Payable] / Total Assets
- 5 Net Profit Margin (%) = Net Profit After Tax / Total Income
- 6 Stage III Loan Assets to Gross Loan Assets = Stage III Loan Assets / Gross Loan Assets
- 7 Net Stage III Loan Assets to Gross Loan Assets = [Stage III Loan Assets - Provision for Expected Credit Loss against Stage III Loan Assets / Gross Loan Assets]
- 8 Provision Coverage Ratio = Expected Credit Loss provision for Stage III loan assets / Stage III loan assets

Regards

For **MUTHOOT FINCORP LIMITED**



(T.D. Mathai)

Compliance Officer and Company Secretary