

RPD/CMPLNC/BSE/REG (52)/ MAR22

28-05-2022

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 in Bombay Stock Exchange, hereby submit our audited, Consolidated and Standalone Financial Results for the year ended March 31, 2022, along with the Audit Report, Director's Declaration and disclosures as per Regulation 52(4).

Regards

For Muthoot Fincorp Limited



(Joseph Oommen)

Senior Vice President – Finance & Accounts

Encl:

Annexure 1: Audited Financial Results as per Regulation 52 (2) (d) - Standalone & Consolidated

Annexure 2: Annual Audit Report as per Regulation 52 (3) (a) - Standalone & Consolidated

Annexure 3: Directors declaration on audit report with unmodified opinion

Annexure 4: Disclosure as per Regulation 52(4)

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

Statement of Standalone Financial Results for the quarter and the year ended March 31, 2022

Particulars	Quarter Ended March 31, 2022	Quarter Ended December 31, 2021	Year Ended March 31, 2022	Year Ended March 31, 2021
	(Audited - Refer Note 6)	(Unaudited)	(Audited)	(Audited)
Revenue from operations:				
(i) Interest income	77,418.76	81,698.72	3,18,760.74	2,98,476.23
(ii) Dividend income	4.58	4.16	17.44	22.57
(iii) Rental income	133.43	133.83	533.22	526.84
(iv) Fees and commission income	4,001.68	2,400.61	9,952.29	7,543.16
(v) Net gain on derecognition of financial instruments under amortised cost category	(13.90)	-	37.53	14,552.26
(vi) Others	737.28	609.70	3,332.38	2,086.62
(I) Total Revenue from operations	82,281.83	84,847.01	3,32,633.60	3,23,207.67
(II) Other Income	77.92	37.31	158.05	90.79
(III) Total Income (I + II)	82,359.75	84,884.32	3,32,791.64	3,23,298.46
Expenses				
(i) Finance costs	38,042.20	41,608.03	1,63,547.79	1,66,698.09
(ii) Impairment of financial instruments	2,000.02	3,053.51	7,152.74	5,041.91
(iii) Net Loss on fair value changes	246.24	43.60	231.27	53.91
(iv) Employee benefit expenses	15,064.36	12,672.22	53,690.84	48,521.07
(v) Depreciation, amortization and impairment	6,802.70	4,320.15	21,070.48	22,636.89
(vi) Other expenses	12,346.58	11,151.49	40,284.88	30,889.42
(IV) Total Expenses (IV)	74,502.10	72,849.00	2,85,978.01	2,73,841.27
(V) Profit/(loss) before exceptional items and tax (III - IV)	7,857.65	12,035.32	46,813.64	49,457.19
(VI) Exceptional items	-	-	-	-
(VII) Profit/(loss) before tax (V - VI)	7,857.65	12,035.32	46,813.64	49,457.19
(VIII) Tax Expense:				
(1) Current tax	3,002.92	3,815.66	13,719.62	13,504.00
(2) Deferred tax	(698.27)	(787.58)	(1,591.11)	(1,000.55)
(IX) Profit/(loss) for the period from continuing operations (VII - VIII)	5,553.00	9,007.24	34,685.13	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)	5,553.00	9,007.24	34,685.13	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	1,424.07	40.108	2,167.51	(15,966.40)
Remeasurement of the defined benefit liabilities	112.95	24.924	179.27	(66.36)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(349.94)	(16.367)	(539.05)	3,719.73
Subtotal (A)	1,187.09	48.66	1,807.73	(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)	1,187.09	48.66	1,807.73	(12,313.02)
Total Comprehensive Income for the period (XIII + XIV)	6,740.08	9,055.91	36,492.86	24,640.72
(XV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	6,740.08	9,055.91	36,492.86	24,640.72
(XVI) Earnings per equity share (not annualised)				
Basic (Rs.)	2.87	4.11	17.91	19.08
Diluted (Rs.)	2.78	4.02	17.36	19.08

See accompanying notes to financial results

On behalf of the Board of Directors

Thomas John Muthoot

Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 28 May 2022



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

Standalone Statement of Assets and Liabilities as at March 31, 2022

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
	Audited	Audited
ASSETS		
1 Financial assets		
a) Cash and cash equivalents	2,35,980.59	40,917.19
b) Bank Balance other than (a) above	11,089.14	16,326.10
c) Receivables		
(i) Trade Receivables	2,630.50	1,819.94
d) Loans	17,01,520.88	18,45,298.14
e) Investments	1,63,959.06	1,61,803.59
f) Other Financial assets	13,049.87	19,259.56
2 Non-financial Assets		
a) Current Tax Assets (net)	2,997.82	676.03
b) Investment Property	30,236.55	30,236.55
c) Property, Plant and Equipment	38,915.42	41,313.73
d) Other Intangible assets	937.59	833.76
e) Right of Use Assets	57,939.67	43,527.94
f) Other non financial assets	31,120.00	32,015.82
Total assets	22,90,377.08	22,34,028.35
LIABILITIES AND EQUITY		
1 Financial Liabilities		
a) Payables		
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	79.03	45.85
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	4,703.28	1,724.99
b) Debt Securities	3,79,379.03	4,36,586.45
c) Borrowings (other than debt securities)	11,53,567.02	10,98,836.85
d) Lease Liability	64,656.45	47,841.90
e) Subordinated Liabilities	2,38,526.64	2,49,512.07
f) Other Financial liabilities	76,253.36	50,591.66
2 Non-financial Liabilities		
a) Current tax liabilities (net)	-	-
b) Provisions	2,959.81	2,823.83
c) Deferred tax liabilities (net)	23,668.26	24,720.32
d) Other non-financial liabilities	1,634.89	1,265.63
3 Equity		
a) Equity share capital	19,370.56	19,370.56
b) Other equity	3,25,578.77	3,00,708.24
Total Liabilities and Equity	22,90,377.08	22,34,028.35

See accompanying notes to financial results

On behalf of the Board of Directors:



Thomas John Muthoot
Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 28 May 2022

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

Statement of Standalone Cash Flows as at March 31, 2022

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
	Audited	Audited
A Cash flow from Operating activities		
Net Profit before taxation	46,813.64	49,457.19
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Add: Depreciation, amortisation and impairment	21,070.48	22,636.89
Add: Impairment on financial instruments	7,152.74	5,041.91
Add: Finance cost	1,63,547.79	1,66,698.09
Add: Provision for Gratuity	174.23	440.78
Add: Provision for Compensated absence	(38.25)	68.52
Add: Net (gain) / loss on fair value changes	231.27	53.91
Less: Income on investments	(1,578.71)	(593.00)
Less: Dividend income	(17.44)	(22.57)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	2,37,355.75	2,43,781.71
<i>Adjustments for:</i>		
(Increase)/Decrease in Trade receivables	(810.56)	1,098.94
(Increase)/Decrease in Bank balances other than cash and cash equivalents	5,236.97	(15,341.41)
(Increase)/Decrease in Loans	1,36,624.52	(4,58,537.99)
(Increase)/Decrease in Other financial asset	5,429.50	(4,290.64)
(Increase)/Decrease in Other non-financial asset	895.82	(2,464.66)
Increase/(Decrease) in Other financial liabilities	585.17	(191.27)
Increase/(Decrease) in Other non-financial liabilities	369.26	(2,215.26)
Increase/(Decrease) in Trade payables	3,011.46	(35,109.31)
Increase/(Decrease) in Provisions	179.27	(66.36)
Cash generated / (utilised) from / (for) operations	3,88,877.17	(2,73,336.26)
Finance cost paid	(1,50,126.58)	(1,52,255.92)
Income tax paid	(16,041.41)	(14,533.94)
Net cash flows from operating activities	2,22,709.17	(4,40,126.12)
B Cash flow from Investing activities		
Purchase of property, plant and equipment and intangible assets	(3,802.61)	(3,668.14)
Proceeds against (purchase) / sale of investment funds	420.54	(39.00)
Proceeds against (purchase) / sale of equity investments	(526.77)	465.09
Proceeds against (purchase) / sale of debt securities	300.00	(70.00)
Investments in unquoted equity shares	(200.00)	(9.00)
Dividend income	17.44	22.57
Income on investments	1,578.71	593.00
Net cash flows from investing activities	(2,212.69)	(2,705.48)
C Cash flow from Financing activities		
Increase / (decrease) in debt securities	(57,821.90)	3,50,473.14
Increase / (decrease) in borrowings (other than debt securities)	56,034.28	1,30,523.58
Increase / (decrease) in subordinated liabilities	(9,201.75)	(10,655.40)
Payment of lease liabilities	(17,821.39)	(16,609.79)
Proceeds from issue of Cumulative Compulsorily Convertible Preference Shares	15,000.00	-
Dividend paid	(11,622.33)	-
Net cash flows from financing activities	(25,433.09)	4,53,731.52
D Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,95,063.39	10,899.92
Cash and cash equivalents at April 01, 2021 / April 01, 2020	40,917.19	30,017.28
Cash and cash equivalents at March 31, 2022 / March 31, 2021	2,35,980.59	40,917.19

See accompanying notes to financial results

On behalf of the Board of Directors



Thomas John Muthoot
Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 28 May 2022

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

NOTES TO FINANCIAL RESULTS FOR THE QUARTER AND FINANCIAL YEAR ENDED MARCH 31, 2022

- 1 The above Audited Standalone Financial Results of Muthoot Fincorp Limited ("Company") were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meetings held on May 28, 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 and other recognized accounting practices generally accepted in India. These results for the year ended March 31, 2022 were audited jointly by the joint statutory auditors M/s. Krishnan Retna & Associates and M/s. Rangamani & Co, who have issued unmodified audit opinion thereon. The financial results for the year ended March 31, 2021 was audited by another firm of Chartered Accountants.
- 3 The after effects of the COVID-19 pandemic and resultant restrictions have continued to have its impact on economic activity during the year ended March 31, 2022. 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 during the year. With reduced probability of restrictions even in times of Covid spikes thereby allowing continuity of general economic momentum, the future performances and collections are expected to improve.

The impairment loss/provision recognized in the books of accounts, is considered adequate as at the reporting date. The Company will continue to monitor and make appropriate changes to loan estimates, based on future conditions.
- 4 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 as at March 31, 2022.
- 5 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".
- 6 The figures for the quarter ended March 31, 2022 is the balancing figure between the audited figures in respect of the year ended March 31, 2022 and the unaudited figures of the nine months ended December 31, 2021.
- 7 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, 28 May 2022

Rangamani & Co
Chartered Accountants,
Rose gardens,
Near Iron Bridge,
Alappuzha,
Kerala: 688011

Krishnan Retna & Associates
Chartered Accountants,
TC 37/1510-133,
Nandini Garden, Fort PO,
Thiruvananthapuram,
Kerala: 695023

INDEPENDENT AUDITOR'S REPORT ON STANDALONE QUARTERLY FINANCIAL RESULTS AND STANDALONE YEAR TO DATE FINANCIAL RESULTS OF MUTHOOT FINCORP LIMITED 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 statement of standalone financial results of Muthoot Fincorp Limited ("the Company") for the quarter ended 31st March, 2022 and the year to date results for the period from 1st April, 2021 to 31st March, 2022 ("the 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 ("Listing Regulations").

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

- is presented in accordance with the requirements of the listing regulations in this regard and,
- gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Accounts) Rules, 2014 as amended to the extent applicable, and other accounting principles generally accepted in India of the net profit after tax and other comprehensive income and other financial information for the quarter ended 31st March, 2022 and the year to date results for the period from 1st April, 2021 to March 31, 2022.

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 Standalone Financial Results 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.

Rangamani & Co. PH: 0477-2251474
EMAIL: rangamanis@rediffmail.com

Krishnan Retna & Associates PH: 0474-2476355
EMAIL: trivandrum@krishnanretna.com



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 and other financial information of the Company in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards 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 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.



Rangamani & Co
Chartered Accountants

Krishnan Retna & Associates
Chartered Accountants

Other Matter

The Statement includes the financial results for the quarter ended March 31, 2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by other auditors. Our opinion on the statement is not modified in respect of this matter.

The Statement includes the financial results for the year-to-date results for the period from 1st April 2020 to 31st March 2021 which was audited by another auditors whose report dated 23rd June 2021 expressed an unmodified opinion on those financial results. Our opinion on the statement is not modified in respect of this matter.

For Rangamani & Co.,
Chartered Accountants,
ICAI FRN:003052 S



R. Krishnan
(Partner)
M.No.025927



UDIN:22025927AJUHJE8835

Place: Thiruvananthapuram
Date: 28.05.2022

For Krishnan Retna & Associates
Chartered Accountants,
ICAI FRN: 001536S



R. Krishnan
(Partner)
M.No. 006051

UDIN: 22006051AJUHYPI283

Place: Thiruvananthapuram
Date: 28.05.2022

Muthoot Fincorp Limited
Registered Office: Muthoot Centre, Punnenn Road, Trivandrum
CIN - U68929KL1997PLC011518

Statement of Consolidated Financial Results for the year ended March 31, 2022

(Rs. in lakhs)

Particulars	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
Revenue from operations		
(i) Interest income	4,07,859.43	3,77,880.19
(ii) Dividend income	17.44	22.57
(iii) Rental income	391.43	369.11
(iv) Fees and commission income	10,189.03	7,431.26
(v) Net gain on fair value changes	11,187.23	4,296.06
(vi) Net gain on derecognition of financial instruments under amortised cost category	37.53	14,552.26
(vii) Sale of service	86.36	25.15
(viii) Others	5,586.83	5,451.99
(I) Total Revenue from operations	4,35,355.30	4,10,028.57
(II) Other Income	158.05	90.79
(III) Total Income (I + II)	4,35,513.34	4,10,119.36
Expenses		
(i) Finance costs	2,07,407.01	2,06,163.78
(ii) Fees and commission expenses	1,443.78	770.81
(iii) Impairment of financial instruments	19,061.92	18,984.61
(iv) Employee benefit expenses	82,912.41	71,659.64
(v) Depreciation, amortization and impairment	23,583.84	24,957.25
(vi) Other expenses	45,418.18	34,336.90
(IV) Total Expenses (IV)	3,79,827.13	3,56,872.99
(V) Profit/(loss) before exceptional items and tax (III - IV)	55,686.22	53,246.37
(VI) Exceptional items	-	-
(VII) Profit/(loss) before tax (V - VI)	55,686.22	53,246.37
(VIII) Tax Expense:		
(1) Current tax	16,820.60	17,865.05
(2) Deferred tax	(2,389.50)	(4,310.54)
(3) MAT Credit Entitlement	-	(36.26)
(IX) Profit/(loss) for the period from continuing operations (VII - VIII)	41,285.11	39,728.13
(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)	41,285.11	39,728.13
(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	(62.09)	962.59
Remeasurement of the defined benefit liabilities	18.34	(151.88)
(ii) Income tax relating to items that will not be reclassified to profit or loss	11.63	(202.60)
Subtotal (A)	(32.12)	608.11
B (i) Items that will be classified to profit or loss:		
Remeasurement of loan assets	4,491.27	(3,174.60)
(ii) Income tax relating to items that will be reclassified to profit or loss	(1,130.45)	799.15
Subtotal (B)	3,360.82	(2,375.45)
Other Comprehensive Income (A + B)	3,328.70	(1,767.34)
(XV) Total Comprehensive Income for the period (XIII + XIV)	44,583.81	37,960.78
(XVI) Profit for the year attributable to		
Equity holders of the parent	39,170.72	39,021.05
Non-controlling interest	2,084.40	707.08
(XVII) Total Comprehensive income for the year, net of tax		
Equity holders of the parent	41,322.42	38,139.42
Non-controlling interest	3,261.40	(178.64)
(XVIII) Earnings per equity share (not annualised)		
Basic (Rs.)	20.22	20.14
Diluted (Rs.)	19.60	20.14

See accompanying notes to financial results

On behalf of the Board of Directors



Thomas John Muthoot
Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 28 May 2022

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

Consolidated Statement of Assets and Liabilities as at March 31, 2022

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
	Audited	Audited
ASSETS		
1 Financial assets		
Cash and cash equivalents	3,15,233.84	98,979.83
Bank Balance other than (a) above	41,618.70	40,187.25
Receivables		
(i) Trade Receivables	4,235.12	2,748.83
Loans	22,66,492.77	22,90,627.47
Investments	10,272.71	6,560.46
Other Financial assets	14,265.13	20,997.25
2 Non-financial Assets		
Current Tax Assets (Net)	7,197.66	1,977.61
Deferred tax asset (Net)	9,959.42	4,963.43
Investment Property	30,236.55	30,236.55
Property, Plant and Equipment	43,392.79	45,543.44
Intangible assets under development	-	114.45
Other Intangible assets	1,953.04	1,891.73
Right of Use Assets	66,258.57	50,836.70
Other non financial assets	31,117.68	32,789.27
Total assets	28,42,233.98	26,28,454.27
LIABILITIES AND EQUITY		
1 Financial Liabilities		
Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	6.41	2.47
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	337.28	270.03
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	79.03	45.85
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	5,679.47	2,101.21
Debt Securities	4,47,341.02	4,82,831.10
Borrowings (other than debt securities)	16,01,092.04	14,56,521.18
Lease Liability	74,233.11	55,998.56
Subordinated Liabilities	2,41,026.38	2,52,008.33
Other Financial liabilities	91,762.74	70,330.07
2 Non-financial Liabilities		
Current tax liabilities (net)	58.26	-
Provisions	1,190.56	2,726.20
Deferred tax liabilities (net)	3,995.14	233.57
Other non-financial liabilities	2,316.47	1,915.66
Equity		
Equity share capital	19,370.56	19,370.56
Other equity	2,99,408.97	2,47,562.54
Equity attributable to equity holders of the parent	3,18,779.53	2,66,933.09
Non-controlling interest	54,336.53	36,536.95
Total Equity	3,73,116.06	3,03,470.05
Total Liabilities and Equity	28,42,233.98	26,28,454.27

See accompanying notes to financial results.

On behalf of the Board of Directors



John
Thomas John Muthoot
Managing Director
DIN: 00011618

Thiruvananthapuram, 28 May 2022

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

Statement of Consolidated Cash Flows as at March 31, 2022

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
	Audited	Audited
A. Cash flow from operating activities		
Profit before tax	55,086.22	53,246.37
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation on Property, plant and equipment	6,574.74	7,735.76
Depreciation on Right of Use Assets	16,371.61	16,640.47
Depreciation on intangibles	637.49	581.05
Dividend Income	(17.44)	(22.57)
Unrealised fair value adjustments	120.71	(908.69)
Profit on sale of investment	(11,307.93)	(14,624.58)
Impairment of loan assets	8,575.75	3,895.18
Bad debts written off	10,486.17	15,085.19
Impairment on assets held for sale	138.38	42.68
Impairment on other receivables	-	4.22
Ind AS Adjustments for leases	(885.32)	(509.20)
Adjustment towards effective interest rate in respect of borrowings	(4,172.98)	(600.97)
Share based payments	119.23	111.04
Interest on lease liabilities	6,901.55	5,311.40
Operating Profit Before Working Capital Changes	89,228.18	85,987.35
<i>Adjustments for Working capital changes:</i>		
(Increase)/Decrease in trade receivables	(1,486.29)	1,124.73
(Increase) in Bank balances other than cash and cash equivalents	6,944.08	(13,713.50)
(Increase)/Decrease in loan assets	20,871.97	(5,45,453.10)
(Increase)/Decrease in other financial assets	2,664.11	223.58
(Increase)/Decrease in other non financial assets	1,533.21	(1,938.39)
Increase/(Decrease) in trade and other payables	3,682.63	(35,219.07)
Increase/(Decrease) in other financial liabilities	6,219.65	14,551.83
Increase/(Decrease) in other non financial liabilities	400.81	(2,191.57)
Increase/(Decrease) in provisions	(1,517.30)	25.99
Operating profit before tax	1,28,541.06	(4,96,602.14)
Taxes paid	(21,999.34)	(15,487.58)
Net cash used in operating activities	1,06,541.72	(5,12,089.73)
B. Cash flow from Investing activities		
Sale / Redemption of investments	720.54	3,840.76
Fresh investments made	(4,402.58)	(127.00)
Purchase of property, plant and equipment	(5,008.82)	(3,975.32)
Sale of property, plant and equipment	0.39	8.99
Sale of intangibles	-	2.95
Purchase of intangibles	-	(880.21)
Increase in fixed deposit	(4,307.52)	(10,917.78)
Dividend income	17.44	22.57
Net cash used in Investing activities	(12,980.55)	(12,025.05)
C. Cash flow from Financing activities		
Redemption of debt securities	(35,218.61)	3,75,224.21
Funds borrowed	1,46,692.17	1,26,788.46
Decrease in subordinated liability	(9,201.75)	(10,780.60)
Payment of lease liability	(19,575.16)	(18,139.06)
Payment of dividend	(11,622.33)	-
Proceeds from issue of equity shares	0.01	-
Proceeds from issue of compulsorily convertible preference shares	51,550.57	-
Proceeds from treasury shares	67.94	-
Net cash flows from financing activities	1,22,692.84	4,73,093.02
D Net increase in cash and cash equivalents	2,16,254.01	(51,021.77)
Net cash and Cash Equivalents at beginning of the year	98,979.83	1,50,001.60
Cash and cash equivalents at 31st March 2022 / 31st March 2021	3,15,233.84	98,979.83

See accompanying notes to financial results.

On behalf of the Board of Directors


Thomas John Muthoot
Managing Director
DIN: 00011618



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

NOTES TO CONSOLIDATED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022

- 1 The above Audited Consolidated Financial Results of Muthoot Fincorp Limited ("Company") were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meetings held on May 28, 2022. These consolidated results include the audited standalone financial results of the Company and the subsidiaries of the Company including Muthoot Microfin Limited, Muthoot Housing Finance Company Limited and Muthoot Pappachan Technologies Limited ("Group"), which have been reviewed by the auditors of the respective Companies.
- 2 The consolidated results of the Group have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 and other recognized accounting practices generally accepted in India. These consolidated results for the year ended March 31, 2022 were audited jointly by the joint statutory auditors of the Company, M/s. Krishnan Retna & Associates and M/s. Rangamani & Co, who have issued unmodified audit opinion thereon. The consolidated financial results for the year ended March 31, 2021 was audited by another firm of Chartered Accountants.
- 3 The after effects of the COVID-19 pandemic and resultant restrictions have continued to have its impact on economic activity during the year ended March 31, 2022. However, this has not resulted in a significant impact on the operations / financial position of the Group, though there has been an expected level of stress in collections during the year. With reduced probability of restrictions even in times of Covid spikes thereby allowing continuity of general economic momentum, the future performances and collections are expected to improve.

The impairment loss/provision recognized by the Group, was modelled based on the facts and circumstances existing at March 31, 2022 and forecasts of future economic conditions and supportable information that was available at that date and includes significant management judgements considered adequate as at the reporting date. The Group will continue to monitor and make appropriate changes to loan estimates, based on future conditions.
- 4 The Group 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, on its Secured, Listed Non-Convertible Debentures as at March 31, 2022.
- 5 The Group is engaged primarily on the business of "Financing" only, taking into account the risks and returns, the organization structure and the internal reporting systems. All the operations of the Group are in India. All non-current assets of the Group are located in India. Accordingly, there are no separate reportable segments as per Ind AS 108 – "Operating Segments".
- 6 Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current period classification / disclosure.

On behalf of the Board of Directors



Thiruvananthapuram, 28 May 2022


Thomas John Muthoot
Managing Director
DIN: 00011618

Rangamani & Co
Chartered Accountants,
Rose gardens,
Near Iron Bridge,
Alappuzha,
Kerala: 688011

Krishnan Retna & Associates
Chartered Accountants,
TC 37/1510-133,
Nandini Garden, Fort PO,
Thiruvananthapuram,
Kerala: 695023

INDEPENDENT AUDITOR'S REPORT ON ANNUAL CONSOLIDATED 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 Consolidated Financial Statements

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Muthoot Fincorp Limited ("the parent company") and its subsidiaries (the parent and its subsidiaries together referred to as "the Group"), for the year to date results for the period from 01 April 2021 to 31 March 2022 ("the Statement"), being submitted by the company pursuant to the requirement of regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial statements of the subsidiaries, the Statement :

- a. include the financial results of the following entities
Muthoot Fincorp Limited (the parent)
Muthoot Microfin Limited (Subsidiary)
Muthoot Housing Finance Company Limited (Subsidiary)
Muthoot Pappachan Technologies Limited (Subsidiary)
- b. are presented in accordance with the requirements of regulation 52 of the Listing Regulations
- c. give a true and fair view, in conformity with the recognition and measurement principles laid down in applicable Indian Accounting Standards prescribed under section 133 of Companies Act, 2013 read with Companies(Accounts) Rules, 2014 as amended to the extent applicable and other accounting principles generally accepted in India, of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group for the year to date results for the period from 01 April 2021 to 31 March 2022.


KRISHNAN RETNA & ASSOCIATES
CHARTERED ACCOUNTANTS
NAGENDRACOIL

Rangamani & Co. PH: 0477-2251474
EMAIL: rangamanis@rediffmail.com

Krishnan Retna & Associates: PH: 0477-2476356
EMAIL: trivandrum@krishnanretna.com



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 Group, its associates and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated Financial Results, 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 and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Board of Directors' Responsibility for Consolidated Financial Results

These statements have been compiled from the consolidated annual audited financial statements and approved by Board of Directors. The Company's Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the consolidated net profit, consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in applicable Indian Accounting Standards specified under section 133 of the Act and other accounting principles generally accepted in India and in compliance with regulation 52 of the Listing Regulations. The respective Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each entity and the Group 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the statement by the Directors of the company, as aforesaid.

In preparing the statement, the respective Board of Directors of the entities included in the Group are responsible for assessing the ability of the each entity 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 entity and the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group entities are responsible for overseeing the financial reporting process of the Group.



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 Group has in place an adequate internal financial controls with reference to consolidated 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 Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 ability of the Group 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 Group 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

- Obtain sufficient appropriate audit evidence regarding the financial statement of the entities within the Group to express an opinion on the statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the statement of which we are the independent auditors. For the other entities included in the statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the company included in the statement of which we are the independent auditors 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 audited financial results of 3 subsidiaries, whose financial statements reflect Group's share of total assets of Rs. 7,03,698.65 lakh (before consolidation adjustment) as at 31 March 2022, Group's share of total revenue of Rs. 1,05,236.15 lakhs (before consolidation adjustment), Group's share of total net profit after tax of Rs. 6,516.78 lakhs (before consolidation adjustment); and Groups share of other comprehensive income of Rs 3,248.24 lakhs (before consolidation adjustment) for the year to date period from 01 April 2021 to 31 March 2022 respectively, as considered in the Statement, which have been audited by their respective independent Auditors. The independent auditors' reports on financial statements of these entities have been furnished to us and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above. Our opinion is not modified in this matter.



Rangamani & Co
Chartered Accountants

Krishnan Retna & Associates
Chartered Accountants

The Statement includes the financial results for the corresponding year to date results for the period from 01 April 2020 to 31 March 2021 which was audited by another auditors whose report dated 28 July 2021 expressed an unmodified opinion on those financial results. Our opinion statement is not modified in respect of this matter.

For Rangamani & Co.,
Chartered Accountants,
ICAI FRN:003052S



R. Krishnan
(Partner)
M.No.025927



UDIN: 22025927AJUHAU5328

Place: Thiruvananthapuram
Date: 28.05.2022

For Krishnan Retna & Associates
Chartered Accountants,
ICAI FRN: 001536S



R. Krishnan
(Partner)
M.No. 006051

UDIN: 22006051AJUICQ9401

Place: Thiruvananthapuram
Date: 28.05.2022

RPD/CMPLNC/BSE/MAR2022

28-05-2022

Bombay Stock Exchange Limited

Phiroze Jeejeebhoy Towers,

Dalai Street, Fort Mumbai

Declaration as per Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) (Amendment) Regulation, 2016

It is hereby certified that:

- The Audit Report of Standalone Financial Results for the year ended 31st March 2022 is with Unmodified opinion.
- The Audit Report of Consolidated Financial Results for the year ended 31st March 2022 is with Unmodified opinion.

For Muthoot Fincorp Limited



Thomas John Muthoot

Managing Director



Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the quarter and year ended March 31, 2022*

(Rs. in lakhs)

Sr. No.	Particulars	Amount / Ratios
A	Debt-equity ratio	5.29
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	3,44,949.33
I	Net profit after tax - For the quarter ended 31/03/2022	5,553.00
	Net profit after tax - For the year ended 31/03/2022	34,685.13
J	Earnings per share:	
	Basic (Rs.) - For the quarter ended 31/03/2022 - not annualized	2.87
	Basic (Rs.) - For the year ended 31/03/2022	17.91
	Diluted (Rs.) - For the quarter ended 31/03/2022 - not annualized	2.78
	Diluted (Rs.) - For the year ended 31/03/2022	17.36
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	79.72%
P	Debtors turnover	Not Applicable
Q	Inventory turnover	Not Applicable
R	Operating margin (%)	Not Applicable
S	Net profit margin (%) - For the quarter ended 31/03/2022	6.74%
	Net profit margin (%) - For the year ended 31/03/2022	10.42%
T	Sector specific equivalent ratios	
	Stage III Loan Assets to Gross Loan Assets	2.88%
	Net Stage III Loan Assets to Gross Loan Assets	1.57%
	Provision Coverage Ratio	45.57%

* Based on Standalone Financial Results

Notes:

- 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.
- Debt-Equity Ratio = [Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities + Interest Payable] / [Equity Share Capital + Other Equity]
- Net Worth = Equity Share Capital + Other Equity
- Total debts to total assets(%) = [Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities + Interest Payable] / Total Assets
- Net Profit Margin(%) = Net Profit After Tax / Total Income
- Stage III Loan Assets to Gross Loan Assets = Stage III Loan Assets / Gross Loan Assets
- 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
- Provision Coverage Ratio = Expected Credit Loss provision for Stage III loan assets / Stage III loan assets

On behalf of the Board of Directors




Thomas John Muthoot
 Managing Director
 DIN: 00011618