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**AUDITED STANDALONE FINANCIAL RESULTS FOR THE
QUARTER AND YEAR ENDED MARCH 31, 2020**

**PART I – STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

₹ in Crore

PARTICULARS	Quarter ended 31-Mar-20	Quarter ended 31-Dec-19	Quarter ended 31-Mar-19	Year ended 31-Mar-20	Year ended 31-Mar-19
	Audited	Reviewed	Audited	Audited	Audited
Revenue from Operations					
(i) Interest Income	10,963.21	10,727.38	10,061.84	42,647.12	38,335.18
(ii) Surplus from deployment in Cash Management Schemes of Mutual Funds	241.39	255.35	291.93	1,102.21	943.79
(iii) Dividend Income	2.08	3.75	536.88	1,080.68	1,130.64
(iv) Rental Income	21.41	17.99	20.26	70.36	65.07
(v) Fees and Commission Income	65.72	44.54	76.79	192.78	182.41
(vi) Net gain / (loss) on Fair Value changes	427.58	39.00	167.16	99.23	552.11
(vii) Fair Value gain consequent to merger of GRUH, an associate, with Bandhan Bank	-	9,019.81	-	9,019.81	-
(viii) Profit on Sale of Investments	2.45	-	321.01	3,523.75	1,212.35
(ix) Profit on Sale of Investment-Properties	14.31	7.40	38.01	35.11	66.50
(x) Income on derecognised/assigned loans	237.57	170.25	66.17	967.87	859.99
I Total Revenue from Operations	11,975.72	20,285.47	11,580.05	58,738.92	43,348.04
II Other Income	5.94	5.98	6.53	24.42	29.97
III Total Income (I+II)	11,981.66	20,291.45	11,586.58	58,763.34	43,378.01
Expenses					
(i) Finance Cost	7,661.84	7,769.55	7,181.85	31,001.36	27,837.67
(ii) Impairment on financial instruments (Expected Credit Loss)	1,274.00	2,995.00	398.00	5,913.10	935.00
(iii) Employee Benefit Expenses	139.60	152.99	122.56	592.92	716.53
(iv) Depreciation, amortisation and impairment	43.15	42.05	13.41	147.74	66.53
(v) Establishment Expenses	5.17	9.44	21.11	40.37	107.57
(vi) Other Expenses	165.46	179.43	158.76	716.93	595.94
IV Total Expenses	9,289.22	11,148.46	7,895.69	38,412.42	30,259.24
V Profit Before Tax (III-IV)	2,692.44	9,142.99	3,690.89	20,350.92	13,118.77
Tax Expense					
- Current Tax	541.66	652.64	937.11	2,571.68	3,307.11
- Deferred Tax	(81.75)	117.86	(107.80)	9.59	179.20
VI Total Tax Expense	459.91	770.50	829.31	2,581.27	3,486.31
VII Net Profit after Tax (V-VI)	2,232.53	8,372.49	2,861.58	17,769.65	9,632.46
VIII Other Comprehensive Income	(6,012.18)	(806.68)	(38.69)	(6,652.31)	(131.53)
IX Total Comprehensive Income (VII+VIII)	(3,779.65)	7,565.81	2,822.89	11,117.34	9,500.93
Earnings per Share (Face value ₹ 2)*					
- Basic (₹)	12.86	48.51	16.68	102.91	56.53
- Diluted (₹)	12.76	48.11	16.57	102.12	56.08
Paid-up Equity Share Capital (Face value ₹ 2)	346.41	345.81	344.29	346.41	344.29
Reserves excluding Revaluation Reserves as at March 31				85,811.65	77,011.18

* Not annualised for the quarters

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Notes :

1 Statement of Standalone Assets and Liabilities

₹ in Crore

PARTICULARS	As at 31-Mar-20 Audited	As at 31-Mar-19 Audited
ASSETS		
1 Financial Assets		
(a) Cash and cash equivalents	3,141.88	360.80
(b) Bank Balance other than (a) above	283.81	1,235.46
(c) Derivative financial instruments	5,709.28	1,403.35
(d) Receivables		
(I) Trade Receivables	230.06	186.86
(II) Other Receivables	-	-
(e) Loans	4,39,943.28	4,00,759.63
(f) Investments	64,944.37	46,240.35
(g) Other Financial Assets	2,742.01	3,894.34
Total - Financial Assets	5,16,994.69	4,54,080.79
2 Non - Financial Assets		
(a) Current tax Assets (Net)	3,101.78	2,750.18
(b) Deferred tax Assets (Net)	1,567.94	830.91
(c) Investment Property	890.43	321.32
(d) Property, Plant and Equipment	986.10	644.23
(e) Other Intangible Assets	362.85	7.10
(f) Other Non-financial Assets	189.77	143.02
Total - Non Financial Assets	7,098.87	4,696.76
TOTAL - ASSETS	5,24,093.56	4,58,777.55
LIABILITIES AND EQUITY		
1 Financial Liabilities		
(a) Derivative Financial Instruments	320.67	164.75
(b) Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	3.90	1.47
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	192.90	188.70
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(c) Debt Securities	1,76,868.71	1,77,566.91
(d) Borrowings (Other than Debt Securities)	1,04,908.64	77,548.54
(e) Deposits	1,32,324.29	1,05,598.94
(f) Subordinated Liabilities	5,000.00	5,500.00
(g) Other Financial Liabilities	15,896.48	13,720.49
Total - Financial Liabilities	4,35,515.59	3,80,289.80
2 Non Financial Liabilities		
(a) Current Tax Liabilities	192.90	146.43
(b) Provisions	260.54	209.55
(c) Other Non-financial Liabilities	1,966.47	776.30
Total - Non Financial Liabilities	2,419.91	1,132.28
3 EQUITY		
(a) Equity Share capital	346.41	344.29
(b) Other Equity	85,811.65	77,011.18
Total - Equity	86,158.06	77,355.47
TOTAL - LIABILITIES AND EQUITY	5,24,093.56	4,58,777.55

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2 Cash Flow Statement

₹ in Crore

PARTICULARS	For Year Ended	
	31-Mar-20	31-Mar-19
	Audited	Audited
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	20,350.92	13,118.77
<u>Adjustments for:</u>		
Depreciation and Amortisation	147.74	66.53
Impairment on Financial Instruments (Expected Credit Loss)	5,913.10	935.00
Expense on Employee Stock Option Scheme	13.64	211.09
Net loss/(gain) on fair value changes	(9,119.04)	(552.11)
Interest Expense	30,797.57	27,672.04
Interest Income	(43,942.11)	(39,240.24)
Profit on Sale of Investments	(3,523.75)	(1,212.35)
(Profit) / Loss on Sale of Investment Properties and Fixed Assets (Net)	(35.11)	(66.97)
Utilisation of Shelter Assistance Reserve	(3.11)	(14.94)
Operating Profit before Working Capital changes	599.85	916.82
<u>Adjustments for:</u>		
(Increase) / Decrease in Financial Assets and Non Financial Assets	(3,217.84)	(2,569.73)
Increase / (Decrease) in Financial and Non Financial Liabilities	1,669.33	160.31
Cash generated from Operations	(948.66)	(1,492.60)
Interest Received	43,505.61	38,880.79
Interest Paid	(30,564.30)	(26,731.53)
Taxes Paid	(2,961.68)	(2,313.05)
Net cash from Operations	9,030.97	8,343.61
Loans disbursed (net)	(45,344.63)	(43,919.93)
Corporate Deposits (net)	1,010.50	(412.08)
Investment in Cash Management Schemes of Mutual Funds (Net)	(8,524.44)	(5,177.10)
Net cash used in operating activities	(43,827.60)	(41,165.50)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(78.06)	(47.54)
Sale of Fixed Assets	0.89	0.89
Net Cash used for Fixed Assets	(77.17)	(46.65)
Purchase of Investment Properties	(278.73)	(7.97)
Sale of Investment Properties	65.43	122.04
Net Cash used for Investment Properties	(213.30)	114.07
Investments		
- in Subsidiary Company	(2,156.72)	(121.24)
- in Associate Company	(86.71)	(8,569.75)
Other Investments :		
- Purchase of Investments	(5,571.92)	(2,066.98)
- Sale of Investments	612.45	738.75
Sale of Investments in subsidiary	1,639.14	-
Net cash from investing activities	(5,854.23)	(9,951.80)
C CASH FLOW FROM FINANCING ACTIVITIES		
Share Capital - Equity	2.12	9.11
Securities Premium	1,280.66	6,290.74
Sale proceeds of Investments in Subsidiary Company	1,903.27	1,248.87
Borrowings and Deposits (Net)	54,078.02	45,181.50
Proceeds from Debt Securities and Subordinated Liabilities	1,02,820.65	1,52,226.75
Repayment of Debt Securities and Subordinated Liabilities	(1,04,018.86)	(1,50,730.34)
Dividend paid - Equity Shares	(3,021.60)	(3,407.56)
Tax paid on Dividend	(581.35)	(573.10)
Net cash from financing activities	52,462.91	50,245.97
Net (Decrease) / Increase in cash and cash equivalents [A+B+C]	2,781.08	(871.33)
Add : Cash and cash equivalents as at the beginning of the period	360.80	1,232.13
Cash and cash equivalents as at the end of the period	3,141.88	360.80

Note

- During the year, the Corporation has received Dividend of ₹ 1,080.68 Crore (Previous year ₹ 1,130.64 Crore)
- Net movement in Borrowings (including Debt Securities), Deposits and Subordinated Liabilities amounting to ₹ 52,887.25 Crore (Previous year ₹ 45,550.00 Crore) includes fresh issuance, repayments and effect of changes in foreign exchange rates.

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Notes :

- 3 The financial results have been prepared in accordance with Ind AS, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
- 4 The Board of Directors have proposed a final dividend of ₹ 21, subject to the approval of the members at the ensuing Annual General Meeting.
- 5 During the quarter the Corporation acquired 51.16% of the equity share capital of HDFC ERGO General Health Insurance Limited (Formerly Apollo Munich Health Insurance Limited) pursuant to the receipt of approvals from RBI, IRDAI and CCI. Accordingly HDFC ERGO General Health Insurance Limited has become a subsidiary of the Corporation

HDFC ERGO General Health Insurance Limited would be merged with HDFC ERGO General Insurance Company Limited, subject to the approval of the National Company Law Tribunal, Mumbai.

- 6 On March 11, 2020, the World Health Organisation declared the novel coronavirus (COVID-19) as a pandemic. Besides the toll that this outbreak has had on human life, it has also disrupted the social, economic and financial structures of the entire world. In India, from March 25, 2020 to May 31, 2020, the central government declared a national lockdown, restricting the movement of the entire population of the country as a preventive measure against the spread of COVID-19.

There remains a high level of uncertainty about the duration of the lockdown and the time required for life and business operations to normalise. The extent to which the COVID-19 pandemic will impact the Corporation's business and financial results is at this juncture, dependent on future developments, which are highly uncertain.

In accordance with the RBI guidelines relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020, the Corporation has offered a moratorium on the payment of instalments falling due between March 1, 2020 and May 31, 2020 ('moratorium period') to eligible borrowers. Ageing of accounts opting for moratorium and moving into Stage 3 (based on days past due status as of 31 March 2020) has been determined with reference to position as of 29 February 2020.

- 7 Effective April 1, 2019 the Corporation has adopted Ind AS 116 - Leases, which requires any lease arrangement to be recognised in the balance sheet of the lessee as a 'right-of-use' asset with a corresponding lease liability. The 'right-of-use' asset has been included under the line 'Property, Plant and Equipment' and lease liability has been included under 'Other Financial Liabilities'. Accordingly depreciation has been charged on such assets as against lease rental expenses in the previous year. Similarly interest expense has been recognised on lease liabilities under finance costs. As permitted by the standard, comparatives for the previous period / year have not been restated. The effect of this adoption is insignificant on the profit for the quarter and year ended March 31, 2020.
- 8 The Corporation has elected to exercise the option of a lower tax rate provided under Section 115BAA of the Income-tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance, 2019 dated September 20, 2019. Accordingly, the Corporation has recognised provision for income tax for the half year ended September 30, 2019 and re-measured its deferred tax assets (including re-measuring the opening balance as at April 1, 2019 and has taken a charge of ₹ 237.67 crore relating to the same in the current quarter) basis the rate provided in the said section. The full impact of above mentioned change has been recognised in the result for the quarter ended September 30, 2019.



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- 9 During the quarter ended March 31, 2020, the Corporation has allotted 30,23,523 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees/ directors.
- 10 The Corporation is a 'Large Corporate' as per criteria under SEBI circular SEBI/HO/DDHS/CIR/P/2018/144. Necessary disclosure has been made to the stock exchanges in this regard.
- 11 The Corporation's main business is financing by way of loans for the purchase or construction of residential houses, commercial real estate and certain other purposes, in India. All other activities of the Corporation revolve around the main business. Accordingly, there are no separate reportable segments, as per the Ind AS 108 dealing with 'Operating Segment'.
- 12 Figures of the quarter ended March 31, 2020 and March 31, 2019 are derived by deducting the reported year-to-date figures for the period ended December 31, 2019 and December 31, 2018 from the audited figures for the year ended March 31, 2020 and March 31, 2019.
- 13 Figures for the previous period have been regrouped wherever necessary, in order to make them comparable.

The above results for the quarter and year ended March 31, 2020 were reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on May 25, 2020, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The above results for the quarter and year ended March 31, 2020 have been audited by the Auditors of the Corporation.

For and on behalf of the Board of Directors

**Place: Mumbai
Date: May 25, 2020**

**Keki M. Mistry
Vice Chairman & CEO**