



February 2, 2022

National Stock Exchange of India Limited

Listing Department, Exchange Plaza,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400051.

BSE Limited

P J Towers
Dalal Street, Mumbai -400001
India

Dear Sir/Madam,

Sub: Outcome of Board Meeting under Regulation 51(2) and 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulations 51(2) and 52 read with Part B of Schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Operational Circular issued by SEBI through circular number SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021, as amended, we wish to inform you that the Board of Directors of the Company, at its Meeting held today i.e. February 2, 2022, have, inter alia, considered and approved the Unaudited Financial Results of the Company for the third quarter and nine months ended December 31, 2021.

Accordingly, please find enclosed the Unaudited Financial Results for the third quarter and nine months ended December 31, 2021 along with Limited Review Report issued by the joint Statutory Auditors: Deloitte Haskins & Sells LLP and M/s. Singhi & Co., of the Company.

The above meeting of the Board of Directors commenced at 9.50 a.m. and concluded at 12.15 p.m.

The above is for your information, records and dissemination please.

Thanking you,

Yours faithfully,

For **Aditya Birla Finance Limited**

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SHAH

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Ankur Shah
Company Secretary

Encl: As above

Aditya Birla Finance Limited

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Senapati Bapat Marg, Elphinstone Road, Mumbai 400 013.
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care.finance@adityabirlacapital.com | <https://abfl.adityabirlacapital.com>

Registered Office:

Indian Rayon Compound, Veraval,
Gujarat -362 266
CIN: U65990GJ1991PLC064603



16-081341

Deloitte Haskins & Sells LLP

Chartered Accountants
One International Center
Tower 3, 32nd Floor
Senapati Bapat Marg
Elphinstone Road (West)
Mumbai – 400 013
Maharashtra, India

Tele: + 91 22 6185 4000

Fax: +91 22 6185 4001

Singhi & Co.

Chartered Accountants
B2 402B Marathon Innova,
4th Floor,
Off Ganpatrao Kadam Marg,
Lower Parel,
Mumbai 400013
Maharashtra, India

Tel: +91 22 6662 5537

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS**TO THE BOARD OF DIRECTORS OF ADITYA BIRLA FINANCE LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Aditya Birla Finance Limited** (the "Company") for the quarter and nine months ended December 31, 2021 (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.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements ("SRE") 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India ("ICAI"). A review of interim financial information consists of making inquiries, primarily of Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted and procedures performed as stated in paragraph 3 above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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.
5. We draw attention to Note 4 to the Statement in which the Company describes the continuing uncertainties arising from the COVID 19 pandemic.

Our conclusion is not modified in respect of this matter.

6. The Statement includes comparative financial figures of the Company for the quarter ended September 30, 2021, quarter and nine months ended December 31, 2020 which have been reviewed by one of the joint auditors vide its reports dated October 30, 2021 and February 4, 2021, respectively, in which that joint auditor has expressed unmodified conclusions.

The Statement also includes the Company's financial results for the year ended March 31, 2021, which were audited by one of the joint auditors vide its report dated May 13, 2021, in which that joint auditor has expressed an unmodified opinion.

The conclusion of the other joint auditor is not modified in respect of this matter.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

For Singhi & Co.
Chartered Accountants
(Firm's Registration. No. 302049E)

Sanjiv Vasant
Pilgaonkar

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Sanjiv V. Pilgaonkar
Partner
(Membership No. 039826)
(UDIN: 22039826AAAAAT3550)
Place: Mumbai
Date: February 02, 2022

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HUNDIA

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Amit Hundia
Partner
(Membership No. 120761)
(UDIN: 22120761AAAAAE2286)
Place: Mumbai
Date: February 02, 2022

Aditya Birla Finance Limited
Statement of Financial Results for the quarter ended & nine months ended 31 December, 2021

(₹ in Lakhs)

Sr. No.	Particulars	Quarter ended			Nine Months Ended		Year Ended
		31 Dec, 2021 (Unaudited)	30 Sep, 2021 (Unaudited)	31 Dec, 2020 (Unaudited)	31 Dec, 2021 (Unaudited)	31 Dec, 2020 (Unaudited)	31 Mar, 2021 (Audited)
1	Revenue from Operations						
	Interest Income	1,41,275.61	1,38,935.24	1,29,424.97	4,13,271.47	3,97,448.07	5,28,338.56
	Dividend Income	1.08	-	0.68	1.08	0.68	284.75
	Fees and Commission Income	6,757.30	5,006.46	3,083.28	16,405.31	8,554.14	15,251.64
	Net gain on Fair Value Changes	108.22	(304.79)	822.99	171.08	7,214.98	7,277.03
	Total Revenue from Operations	1,48,142.21	1,43,636.91	1,33,331.92	4,29,848.94	4,13,217.87	5,51,151.98
2	Other Income	922.69	542.66	264.53	1,788.28	1,227.58	1,644.28
3	Total Income (1+2)	1,49,064.90	1,44,179.57	1,33,596.45	4,31,637.22	4,14,445.45	5,52,796.26
4	Expenses						
	Finance costs	69,200.67	67,813.08	72,224.95	2,03,364.45	2,33,534.27	3,01,990.53
	Impairment on Financial Instruments	17,265.41	14,330.64	15,508.51	50,646.72	54,613.81	68,177.51
	Employee benefit expenses	13,485.78	13,019.11	10,977.10	38,639.01	32,605.60	44,892.29
	Depreciation, Amortization and Impairment	1,726.57	1,686.49	1,577.96	4,906.20	4,388.49	5,850.05
	Other expenses	8,930.11	8,620.67	7,255.24	25,439.75	19,984.34	28,744.65
	Total Expenses	1,10,608.54	1,05,469.99	1,07,543.76	3,22,996.13	3,45,126.51	4,49,655.03
5	Profit before exceptional items and tax (3-4)	38,456.36	38,709.58	26,052.69	1,08,641.09	69,318.94	1,03,141.23
6	Tax Expenses						
	Current Tax	7,960.00	14,360.00	3,150.00	33,680.00	21,220.00	28,600.00
	Deferred Tax Expenses / (Benefits)- (Net)	1,825.98	(4,518.47)	3,569.29	(6,036.46)	(3,387.25)	(1,648.16)
	Prior year adjustments	-	14.21	-	14.21	-	(693.82)
	Total Tax Expenses	9,785.98	9,855.74	6,719.29	27,657.75	17,832.75	26,258.02
7	Profit for the period/year (5-6)	28,670.38	28,853.84	19,333.40	80,983.34	51,486.19	76,883.21
8	Other Comprehensive Income (OCI)						
	Items that will not be reclassified to profit and loss						
	Re-measurement profit / (loss) on defined benefit plans	116.26	76.48	(12.56)	378.07	311.85	439.59
	Income tax effect of above	(29.26)	(19.25)	3.16	(95.15)	(78.49)	(110.64)
	Gain/(Loss) on Investments	-	24.22	-	24.22	35.36	35.36
	Income tax relating to items that will not be reclassified to profit or loss	-	(6.10)	-	(6.10)	(8.90)	(8.90)
	Items that will be reclassified to profit and loss						
	Fair Value change on derivatives designated as cash flow hedge	1,195.71	579.54	1,044.35	1,719.49	(1,992.81)	(1,691.42)
	Income tax relating to items that will be reclassified to profit or loss	(300.94)	(145.85)	(262.84)	(432.76)	501.55	425.70
	Total other comprehensive income	981.77	509.04	772.11	1,587.77	(1,231.44)	(910.31)
9	Total Comprehensive Income for the period/year (7+8)	29,652.15	29,362.88	20,105.51	82,571.11	50,254.75	75,972.90
10	Paid up Equity share Capital of ₹ 10 each	66,210.08	66,210.08	66,210.08	66,210.08	66,210.08	66,210.08
11	Reserve excluding Revaluation Reserve						8,17,577.86
12	Basic/Diluted Earnings per share (in ₹) (Not annualised except for year ended 31 March, 2021)	4.33	4.36	2.92	12.23	7.78	11.61

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective Meetings, held on 01 February, 2022 and 02 February 2022. These results have been subjected to a "Limited Review" by the joint statutory auditors of the Company.
- These financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- These financial results have been prepared in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.
- The COVID -19 pandemic continues to spread across the globe and India, which has contributed to a significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The financial results, includes the potential impact of the COVID-19 pandemic on the Company's financial results which are dependent on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the second wave of COVID-19 pandemic and any action to contain its spread or mitigate its impact whether Government mandated or elected by the Company and its subsequent impact on the recoverability's on the Company's assets. The Company has, based on current available information and based on the policy approved by the Board, determined the provision for impairment of financial assets including the additional overlay for uncertainty over the potential macro-economic impact of the pandemic.
Based on the current indicators of future economic conditions, the Company considers this provision to be adequate and expects to recover the carrying amount of these financial assets. Given the uncertainty over the potential macro-economic condition, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- Operating business segment results are reviewed regularly by the Company's Chief Operating Decision Maker to make decisions about resources to be allocated to the segments and assess their performance. Business segment is the primary segment comprising of 'Financing activity'. As the Company operates only in a single business segment, no segment information thereof is given as required under Ind AS 108. The Company has its operations within India and all revenue is generated within India.
- RBI vide Circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) pertaining to Advances - Clarifications" has clarified / harmonized certain aspects of extant regulatory guidelines with a view to ensuring uniformity in the implementation of IRACP norms across all lending institutions. Such clarifications/ harmonization has no impact on the financial results for the quarter and nine months ended December 31, 2021, as the Company continues to prepare the financial results in accordance with the applicable Ind-AS accounting framework read with the RBI Circular dated March 13, 2020 — "Implementation of Indian Accounting Standards".
- Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the Nine months ended 31 December, 2021 is attached as Annexure 1.

- Disclosure on Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses in terms of RBI circular RBI/2021-22/31 DOR.STR.REC.1 I/21.04.048/2021-22 dated May 05, 2021 ("Resolution Framework- 2.0"):**
Format X

Description	Individual		Small Businesses
	Personal	businesses Loans	
(A) Number of requests received for invoking resolution process under Part A	2,630	35	614
(B) Number of accounts where resolution plan has been implemented under this window	2,576	31	577
(C) Exposure to accounts mentioned at (B) before implementation of the plan (₹ in Lakhs)	9,110	1,528	28,052
(D) Of (C), aggregate amount of debt that was converted into other securities	Nil	Nil	Nil
(E) Additional funding sanctioned, if any, including between invocation of the plan and implementation (₹ in Lakhs)	Nil	Nil	2
(F) Increase in provisions on account of the implementation of the resolution plan (₹ in Lakhs)*	964	159	2,949

*Incremental Provision mentioned in the above table are as per IRAC

- Disclosures pursuant to Master Direction — Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 in terms of RBI circular RBI/DOR/2021-22/86 DOR.STR. REC. 51/21.04.048/2021-22 dated September 24, 2021:

(a)(i) Details of Loans not in default that are acquired during the quarter ended 31st December 2021

Count of Loan Account acquired	92
Amount of Loan Account acquired (POS as on 31-Dec 21) (Rs. In lakhs)	34,788
Weighted Average Maturity (Residual maturity) - As on 31-Dec 21	147 Months
Weighted Average Holding period (Upto date of acquisition)- As on 31-Dec 21	23 Months
Retention of beneficial economic interest (MRR of assignor)*	3.09%
Coverage of tangible security coverage*	100%
Rating wise distribution of loans acquired by value	
A	24.14%
BBB+	14.13%
Unrated	61.73%

* Ratio is computed basis weighted average of loans acquired.

(a)(ii) Details of Loans not in default that are transferred during the quarter ended 31st December 2021

Count of Loan Account transferred	1
Amount of Loan Account transferred (POS as on 31-Dec 21) (Rs.in lakhs)	1,668
Weighted Average Maturity (Residual maturity) - As on 31-Dec 21	156 Months
Weighted Average Holding period (Upto date of acquisition)- As on 31-Dec 21	8 Months
Retention of beneficial economic interest	Nil
Coverage of tangible security coverage	100%
Rating	A

(b) Details of stressed loans transferred during the period : Nil

- The figures for the quarter ended December 31, 2021 are the balancing figure between unaudited year to date figures upto nine months ended December 31, 2021 and unaudited year to date figures upto half year ended September 30, 2021.
- The figures for previous year/period have been regrouped/rearranged/recasted wherever necessary to conform to current period presentation. The impact of these reclassification is not material.

Rakesh Singh

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Place : Mumbai
Date: 2nd February 2022

Rakesh Singh
Managing Director and Chief Executive Officer
(DIN - 07006067)

Aditya Birla Finance Limited

Annexure 1 : Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the Nine months ended 31 December, 2021.

Sr No.	Particulars	Ratios
1	Debt Equity Ratio	4.26
2	Debt Service Coverage Ratio*	NA
3	Interest Service Coverage Ratio*	NA
4	Outstanding Redeemable Preference Shares	Nil
5	Capital Redemption Reserve (₹ In lakhs)	1,000.00
6	Debenture Redemption Reserve	Nil
7	Net worth (₹ In lakhs)	9,66,359.05
8	Net Profit after tax (₹ In lakhs)	80,983.34
9	Earnings Per Share of ₹ 10/- each (not annualised) Basic and Diluted (₹)	12.23
10	Current ratio*	NA
11	Long term debt to working capital*	NA
12	Bad debts to Account receivable ratio*	NA
13	Current liability ratio*	NA
14	Total debts to total assets,	0.79
15	Inventory turnover*	NA
16	Debtors turnover*	NA
17	Operating margin (%)*	NA
18	Net profit margin (%),	18.84%
19	Paid up Equity Share Capital (Face Value of ₹ 10/- each)	66,210.08
20	Reserve excluding Revaluation Reserve (₹ In lakhs)	9,00,148.96
21	Securities Premium Account (₹ In lakhs)	3,63,738.29
Sector specific equivalent ratios:		
22	Capital Adequacy Ratio (%)	23.06%
23	Liquidity coverage ratio (%)	96.83%
24	Expected Credit Loss (ECL) Ratios	
	(a) Amount of Gross Stage 3 Assets (₹ In lakhs)	2,16,720.38
	(b) Amount of Net Stage 3 Assets (₹ In lakhs)	1,34,837.01
	(c) Gross Stage 3 (%)	4.34
	(d) Net Stage 3 (%)	2.74

Notes :

- Debt-equity ratio = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Net worth.
- *The Company is a Non-Banking Financial Company registered under the Reserve Bank of India Act, 1934 hence these ratios are generally not applicable
- Total Debts to Total assets = (Debt securities+ Borrowings (other than debt securities) + Subordinated liabilities) / total assets.
- Net profit margin= Net profit after tax / Total Revenue from Operations.
- Net worth = Equity Share Capital + Other Equity
- Capital to risk-weighted assets ratio and Liquidity coverage ratio, are calculated as per the RBI guidelines.
- As per Reg. 54 of the SEBI (LODR) Regulations, 2015, the Company at all times maintains 100% asset cover as per the terms of the Offer document / Information Memorandum and the Debenture Trust deed, sufficient to discharge its liabilities for the Non-convertible Debt securities issued, by way of pari passu charge over its immovable property and on all current & future receivables and monies receivables thereunder and future current assets except the ECLGS loans amounting to Rs. 1,000 crore charged in favour of Deutsche Bank. The asset cover available for the outstanding non-convertible debt securities is 2.05 times.