

June 17, 2020

Ref: SEC/MFL/SE/2020/3485

**National Stock Exchange of India Ltd.**  
**Exchange Plaza,**  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E), Mumbai - 400 051  
Symbol: MUTHOOTFIN

**Department of Corporate Services**  
**BSE Limited,**  
P. J. Tower, Dalal Street,  
Mumbai - 400 001  
Scrip Code: 533398

Dear Sir/Madam,

**Sub: Disclosure under Regulation 30, Regulation 33 read with Schedule III Part A, Regulation 52 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations")**

**Re: Muthoot Finance Ltd - Financial Results for the quarter and year ended March 31, 2020**

The Board of Directors of the Company at its meeting held at the registered office today i.e., June 17, 2020 has, inter alia, approved audited financial results & statements (standalone & consolidated) for the quarter and financial year ended March 31, 2020.

In view of the above, please find enclosed herewith the following:

- 1) Statement of audited financial results (standalone & consolidated) for the quarter and financial year ended March 31, 2020;
- 2) Statutory Auditor's Report on the audited financial results (standalone & consolidated) for the financial year ended March 31, 2020; and
- 3) A declaration with respect to the Audit Report with unmodified opinion to the audited financial results.


The results would be published in one English and one Vernacular newspaper as required under Regulation 47 of Listing Regulations.

The meeting commenced at 10.00 AM (IST) and concluded at 03.50 PM (IST). Request you to kindly take on record the information and disseminate the same to the investors through the website.

Request you to kindly take on record the information and disseminate the same to the investors through the website.

Thanking You,

For **Muthoot Finance Limited**



Rajesh A  
Company Secretary  
ICSI Membership No. FCS 7106

**Independent Auditor's Report on the audit of Quarterly and Year to date Consolidated Financial Results of Muthoot Finance Limited pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**The Board of Directors of  
Muthoot Finance Limited**

**Report on the Audit of Consolidated Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Muthoot Finance Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2020, ("the Statement") attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

Attention is drawn to Note No 3 of the Statement which states that the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the year to date unaudited figures up to December 31, 2018, approved by the Holding Company's Board of Directors, but have not been subjected to limited review by us-

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 financial statements of subsidiaries, the Statement:

- (i) includes the results of the following subsidiaries:
  1. Asia Asset Finance PLC, Sri Lanka
  2. Muthoot Homefin (India) Limited
  3. Muthoot Insurance Brokers Private Limited
  4. Belstar Microfinance Limited (formerly known as Belstar Investment and Finance Private Limited)
  5. Muthoot Trustee Private Limited
  6. Muthoot Asset Management Private Limited
  7. Muthoot Money Limited
- (ii) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the consolidated total comprehensive



income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter and year ended March 31, 2020.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group 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 financial results under the provisions of the Companies Act, 2013 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 and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter**

We draw attention to Note No 5 to the Statement which states that, as per the assessment of the management, there is no significant impact of the COVID-19 pandemic on the operations and financial position of the Holding company.

Our opinion is not modified in respect of this matter.

### **Management's Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in 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 33 of the Listing Regulations. The respective Board of Directors of the companies 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 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 the 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 Statement 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 Holding Company, as aforesaid.





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

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

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are 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 SAs 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 the Statement.

As part of an audit in accordance with SAs, 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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 consolidated financial results 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 consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of the Holding Company 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 Holding Company 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

#### **Other Matters**

- a) The consolidated Financial Results include the audited Financial Results of six subsidiaries (incorporated in India), whose Financial Statements reflect total assets (before consolidation adjustments) of Rs 51,062.70 million as at March 31, 2020, total revenue (before consolidation adjustments) of Rs 2081.46 million and Rs 8,909.51 million and total net profit after tax including other comprehensive income (before consolidation adjustments) of Rs 224.39 million and Rs 1,488.60 million for the quarter ended March 31, 2020 and for the year ended March 31, 2020 respectively, and net cash inflows (before consolidation adjustments) of Rs 346.06 million for the year ended March 31, 2020 as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements and other financial information of these entities have been furnished to us and our opinion on the consolidated Financial Results, 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





# Varma & Varma

Chartered Accountants

above.

- b) The consolidated Financial Results include the unaudited Financial Results of one foreign subsidiary whose Financial Statements/financial information reflect total assets (before consolidation adjustments) of Rs 5,891.47 million as at March 31, 2020, total revenue (before consolidation adjustments) of Rs 321.13 million and Rs 1,309.25 million and total net loss after tax including other comprehensive income/(loss) (before consolidation adjustments) of Rs. 17.93 million for the quarter ended March 31, 2020 and total net profit after tax including other comprehensive income (before consolidation adjustments) of Rs 10.95 million for the year ended March 31, 2020, and net cash inflows (before consolidation adjustments) of Rs 34.14 million for the year ended March 31, 2020, as considered in the consolidated Financial Results. These unaudited financial statements and other financial information have been furnished to us by the Board of Directors and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on such unaudited financial statements and other financial information as certified by the management. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements and other financial information are not material to the Group.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the unaudited financial statement and other financial information certified by the Board of Directors.

- c) As stated in Note No 3 of the Statement, the figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to nine months of the financial year (adjusted as stated in Note No 11 of the Statement), which were subjected to limited review by us. As permitted under Regulation 33(3)(b)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company had opted to publish only Standalone financial results during the interim periods for the previous financial year ended March 31, 2019. Accordingly, the audited consolidated financial results have been presented only for the year ended March 31, 2019 and hence, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the year to date unaudited figures up to December 31, 2018, approved by the Holding Company's Board of Directors but not subjected to limited review by us. Our opinion on the consolidated financial results is not modified in respect of this matter.

Place: Kochi

Date: 17.06.2020

UDIN: 20021941 AAAFA1853

For VARMA & VARMA  
(FRN: 0045325)

  
(V. SATHYANARAYANAN)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 21941

MUTHOOT FINANCE LIMITED

Registered and Corporate Office: 2nd Floor, Muthoot Chambers,  
Opposite Saritha Theatre Complex, Banerjee Road, Kochi-682018, India  
CTN : L65910KL1997PLC011300

Ph No: 0484 2396475 , Fax No: 0484 2396506 Website: www.muthootfinance.com  
Email: mails@muthootgroup.com

Statement of Audited Consolidated Financial Results for the Quarter and Year ended March 31, 2020

Rs. in Millions except for equity share data

Particulars	Quarter ended			Year Ended	
	March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
<b>Revenue from operations</b>					
(i) Interest income	25,629.61	24,970.88	20,178.11	94,177.36	74,160.10
(ii) Dividend income	9.19	-	-	9.19	-
(iii) Net gain on fair value changes	298.84	213.80	304.96	739.79	554.88
(iv) Net gain on derecognition of financial instruments under amortised cost category	60.17	399.50	42.28	779.30	118.51
(v) Sale of services	40.66	45.78	54.21	191.14	229.51
(vi) Service charges	266.55	254.38	266.87	943.02	881.32
<b>(I) Total Revenue from operations</b>	<b>26,305.02</b>	<b>25,884.34</b>	<b>20,846.43</b>	<b>96,839.80</b>	<b>75,944.32</b>
<b>(II) Other Income</b>	<b>30.77</b>	<b>67.49</b>	<b>41.95</b>	<b>232.87</b>	<b>66.17</b>
<b>(III) Total Income (I + II)</b>	<b>26,335.79</b>	<b>25,951.83</b>	<b>20,888.38</b>	<b>97,072.67</b>	<b>76,010.49</b>
<b>Expenses</b>					
(i) Finance costs	8,642.77	8,102.71	6,888.06	31,728.40	25,354.65
(ii) Impairment on financial instruments	206.84	976.02	355.22	1,870.80	678.51
(iii) Employee benefits expenses	3,529.75	3,088.86	3,122.88	12,084.90	10,133.43
(iv) Depreciation, amortization and impairment	172.30	162.11	152.60	592.42	516.93
(v) Other expenses	2,505.03	2,093.75	1,918.23	8,192.24	6,731.69
<b>(IV) Total Expenses (IV)</b>	<b>15,056.69</b>	<b>14,423.45</b>	<b>12,436.99</b>	<b>54,468.76</b>	<b>43,415.21</b>
<b>(V) Profit before tax (III- IV)</b>	<b>11,279.10</b>	<b>11,528.38</b>	<b>8,451.39</b>	<b>42,603.91</b>	<b>32,595.28</b>
<b>(VI) Tax Expense:</b>					
(1) Current tax	2,945.15	2,850.71	3,013.08	10,779.28	11,466.73
(2) Deferred tax	(19.80)	62.68	(47.25)	137.32	(138.82)
(3) Taxes relating to prior years	(4.00)	4.50	-	0.50	237.76
<b>(VII) Profit for the period (V- VI)</b>	<b>8,357.75</b>	<b>8,610.49</b>	<b>5,485.56</b>	<b>31,696.81</b>	<b>21,029.61</b>
<b>(VIII) Other Comprehensive Income</b>					
<b>A) (i) Items that will not be reclassified to profit or loss</b>					
- Remeasurements of defined benefit plans	100.04	(49.53)	10.75	(49.65)	(28.06)
- Fair value changes on equity instruments through other comprehensive income	74.81	(16.27)	33.89	84.81	33.89
- Changes in value of forward element of forward contract	401.40	(57.71)	-	343.69	-
<b>(ii) Income tax relating to items that will not be reclassified to profit or loss</b>	<b>(145.44)</b>	<b>31.09</b>	<b>(15.93)</b>	<b>(95.75)</b>	<b>(2.50)</b>
<b>Subtotal (A)</b>	<b>430.81</b>	<b>(92.42)</b>	<b>28.71</b>	<b>283.10</b>	<b>3.33</b>
<b>B) (i) Items that will be reclassified to profit or loss</b>					
- Gain/ (loss) from translating financial statements of foreign operations	(8.91)	12.76	35.94	(15.60)	(40.06)
- Fair value gain on debt instruments through other comprehensive income	12.79	(27.93)	17.63	(0.25)	17.63
- Effective portion of gain on hedging instruments in cash flow hedges	498.57	(72.22)	-	426.35	-
<b>(ii) Income tax relating to items that will be reclassified to profit or loss</b>	<b>(128.70)</b>	<b>25.27</b>	<b>(5.13)</b>	<b>(107.24)</b>	<b>(5.13)</b>
<b>Subtotal (B)</b>	<b>373.75</b>	<b>(62.12)</b>	<b>48.44</b>	<b>303.26</b>	<b>(27.56)</b>
<b>Other Comprehensive Income (A + B) (VIII)</b>	<b>804.56</b>	<b>(154.54)</b>	<b>77.15</b>	<b>586.36</b>	<b>(24.23)</b>
<b>(IX) Total comprehensive income for the period (VII+VIII)</b>	<b>9,162.31</b>	<b>8,455.95</b>	<b>5,562.71</b>	<b>32,273.17</b>	<b>21,005.38</b>
<b>Profit for the period attributable to</b>					
Owners of the parent	8,293.71	8,528.70	5,418.59	31,382.45	20,780.13
Non-controlling interest	64.04	81.79	66.97	304.36	249.48
<b>Other comprehensive income attributable to</b>					
Owners of the parent	804.29	(151.71)	63.05	591.20	(11.11)
Non-controlling interest	0.27	(2.83)	14.10	(4.84)	(13.12)
<b>Total comprehensive income for the year attributable to</b>					
Owners of the parent	9,098.00	8,376.99	5,481.64	31,973.65	20,769.02
Non-controlling interest	64.31	78.96	81.07	299.52	236.36
<b>(X) Earnings per equity share (quarterly figures are not annualised)</b>					
(Face value of Rs. 10 each)					
Basic (Rs.)	20.68	21.28	13.53	75.00	50.98
Diluted (Rs.)	20.68	21.25	13.50	78.20	51.82

See accompanying notes to financial results





MUTHOOT FINANCE LIMITED

Registered and Corporate Office: 2nd Floor, Muthoot Chambers,  
Opposite Saritha Theatre Complex, Banerjee Road, Kochi-682018, India

CIN : L65910KL1997PLC011300

Ph No: 0484 2396478 , Fax No: 0484 2396506 Website: www.muthootfinance.com

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

Rs. in Millions

Particulars	As at March 31, 2020	As at March 31, 2019
	(Audited)	(Audited)
<b>I ASSETS</b>		
1 Financial assets		
a) Cash and cash equivalents	58,347.65	20,056.62
b) Bank Balance other than (a) above	2,958.88	1,978.22
c) Derivative financial instruments	3,448.94	-
d) Receivables		
(I) Trade Receivables	89.82	216.75
(II) Other Receivables	-	-
e) Loans	4,70,677.41	3,87,263.27
f) Investments	6,302.16	2,111.26
g) Other Financial assets	2,448.75	1,757.85
2 Non-financial Assets		
a) Current tax assets (Net)	94.25	20.29
b) Deferred tax Assets (Net)	171.04	369.40
c) Investment Property	156.48	156.97
d) Property, Plant and Equipment	2,426.87	2,055.82
e) Right to use Assets	167.56	-
f) Capital work-in-progress	287.36	228.30
g) Goodwill	299.96	299.96
h) Other Intangible assets	85.37	79.85
i) Other non-financial assets	854.42	753.43
<b>Total Assets</b>	<b>5,48,816.92</b>	<b>4,17,347.99</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
1 Financial Liabilities		
a) Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	2,220.28	1,664.05
(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	-	-
b) Debt Securities	1,02,826.55	82,149.41
c) Borrowings (other than Debt Securities)	3,00,115.44	2,11,314.21
d) Deposits	2,560.06	2,618.98
e) Subordinated Liabilities	3,849.85	5,192.51
f) Lease Liabilities	167.72	-
g) Other financial liabilities	11,884.77	10,466.26
2 Non-financial Liabilities		
a) Current tax liabilities (Net)	808.33	611.94
b) Provisions	3,712.33	2,165.33
c) Deferred tax liabilities (Net)	151.03	10.34
d) Other non-financial liabilities	507.04	419.19
3 EQUITY		
a) Equity share capital	4,010.37	4,006.61
b) Other equity	1,14,281.73	95,305.39
Equity attributable to the owners of the parent	1,18,292.10	99,312.00
c) Non-controlling interest	1,721.42	1,425.21
<b>Total Liabilities and Equity</b>	<b>5,48,816.92</b>	<b>4,17,347.99</b>

See accompanying notes to financial results



MUTHOOT FINANCE LIMITED  
Managing Director



MUTHOOT FINANCE LIMITED

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Email: mails@muthootgroup.com

Audited Consolidated Cash flow Statement for the year ended March 31,2020

Rs. in Millions

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
	(Audited)	(Audited)
<b>A. Cash flow from Operating activities</b>		
Profit before tax	42,603.91	32,595.28
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation, amortisation and impairment	592.42	516.93
Impairment on financial instruments	1,870.80	678.51
Finance cost	31,728.40	25,354.65
(Profit)/Loss on sale of Property, plant and equipment	(0.11)	4.20
Provision for Gratuity	176.21	208.28
Provision for Compensated absences	137.78	16.13
Provision for Employee benefit expense - Share based payments for employees	31.03	47.69
Interest income on investments & Treasury bills	(474.33)	(204.77)
Dividend income	(9.19)	-
(Profit)/Loss on sale of mutual funds	(707.46)	(547.57)
Unrealised gain on investment	(31.03)	(7.31)
<b>Operating Profit Before Working Capital Changes</b>	<b>75,918.43</b>	<b>58,662.02</b>
<b>Adjustments for:</b>		
(Increase)/Decrease in Trade receivables	126.93	49.77
(Increase)/Decrease in Bank balances other than cash and cash equivalents	(980.66)	(920.07)
(Increase)/Decrease in Loans	(83,860.48)	(64,802.61)
(Increase)/Decrease in Other financial assets	(651.89)	(414.75)
(Increase)/Decrease in Other non-financial assets	(169.73)	(50.47)
Increase/(Decrease) in Other financial liabilities	(97.06)	(54.27)
Increase/(Decrease) in Other non-financial liabilities	87.94	(183.84)
Increase/(Decrease) in Trade payables	556.23	403.94
Increase/(Decrease) in Provisions	(262.28)	(234.45)
<b>Cash generated from operations</b>	<b>(9,332.57)</b>	<b>(7,544.73)</b>
Finance cost paid	(29,758.83)	(28,723.72)
Income tax paid	(10,660.38)	(11,973.58)
<b>Net cash from / (used in) operating activities</b>	<b>(49,751.78)</b>	<b>(48,242.03)</b>
<b>B. Cash flow from Investing activities</b>		
Purchase of Property, plant and equipment and intangible assets	(931.18)	(769.00)
Proceeds from sale of Property, plant and equipment	4.44	3.11
(Increase)/Decrease in Investment Property	(2.28)	(16.85)
(Increase)/Decrease in Investment in mutual funds (Net)	(3,288.54)	1,581.81
Investments in quoted equity shares	(249.39)	-
(Increase)/Decrease in Investments at amortised cost	323.18	(598.35)
Investments in unquoted equity shares	(241.78)	(750.00)
Acquisition of shares in subsidiaries	-	(1,273.29)
Interest received on investments / Treasury bills	460.74	175.71
Dividend income	9.19	-
<b>Net cash from / (used in) investing activities</b>	<b>(3,915.62)</b>	<b>(1,646.86)</b>
<b>C. Cash flow from Financing activities</b>		
Proceeds from issue of equity share capital	18.76	30.71
Proceeds from issue of subsidiary shares to Non-controlling interest	-	639.70
Increase / (decrease) in debt securities	20,541.65	28,407.66
Increase / (decrease) in borrowings (other than debt securities)	85,817.99	40,698.39
Increase / (decrease) in deposits	(12.48)	106.23
Increase / (decrease) in subordinated liabilities	(1,347.69)	(6,372.51)
Dividend paid (including dividend distribution tax)	(13,055.28)	-
<b>Net cash from / (used in) financing activities</b>	<b>91,962.95</b>	<b>63,510.18</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>38,295.55</b>	<b>13,621.29</b>
Net foreign exchange difference	(4.52)	(14.08)
Cash and cash equivalents acquired on acquisition of subsidiary	-	37.35
Cash and cash equivalents at April 01, 2019/ April 01, 2018	20,056.62	6,121.06
<b>Cash and cash equivalents at March 31, 2020/ March 31, 2019</b>	<b>58,347.65</b>	<b>20,056.62</b>

See accompanying notes to financial results



MUTHOOT FINANCE LIMITED

Managing Director

**MUTHOOT FINANCE LIMITED**

**Registered and Corporate Office: 2nd Floor, Muthoot Chambers,  
Opposite Saritha Theatre Complex, Banerji Road, Kochi - 682 018, India.**

**CIN: L65910KL1997PLC011300**

**Ph. No.: 0484 2396478, Fax No.: 0484 2396506, Website: [www.muthootfinance.com](http://www.muthootfinance.com),**

**Email: [mails@muthootgroup.com](mailto:mails@muthootgroup.com)**

**Notes:**

1. The consolidated results of the Group include the audited financial results of subsidiaries namely Muthoot Homefin (India) Limited, Belstar Microfinance Limited (formerly known as Belstar Investment and Finance Private Limited), Muthoot Insurance Brokers Private Limited, Muthoot Asset Management Private Limited, Muthoot Trustee Private Limited and Muthoot Money Limited and the unaudited financial results of Asia Asset Finance PLC, Srilanka which has been reviewed by the auditors of the said Company.
2. The above consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on June 16, 2020 and June 17, 2020.
3. \* The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to nine months of the financial year (adjusted as stated in Note No 11 below), which were subjected to limited review by the auditors. As permitted under Regulation 33(3)(b)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company had opted to publish only Standalone financial results during the interim periods for the previous financial year ended March 31, 2019. Accordingly, the audited consolidated financial results have been presented only for the year ended March 31, 2019 and hence, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the Board approved year to date unaudited figures up to December 31, 2018, but which were not subjected to limited review by the auditors.
4. The Company has adopted Indian Accounting Standards ('Ind AS') as notified under Section 133 of the Companies Act 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules 2015 from April 1, 2018.

Provision created on loan assets in earlier periods which is in excess of the amounts determined and adjusted against such assets as impairment loss on application of expected credit loss method as per Ind AS 109 ('Financial Instruments') as at March 31, 2020, has been retained in the books of account as a matter of prudence and carried under 'Provisions' in the Balance Sheet. In accordance with the regulatory guidance on implementation of Ind AS issued by RBI on March 13, 2020, the company has computed provisions as per extant Income Recognition Asset Classification and Provisioning (IRACP) norms issued by RBI solely for comparative purposes as specified therein. The aggregate impairment loss on application of expected credit loss method as per Ind AS, as stated above, is more than the provisioning required under IRACP norms (including standard asset provisioning).



For MUTHOOT FINANCE LIMITED

  
MD  
Managing Director





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

5. There has been no significant impact on the operations and financial position of the Company on account of the outbreak of the COVID-19 pandemic and the consequential lock-down restrictions imposed by the Government. In accordance with the regulatory package announced by RBI, the company has offered an optional moratorium on payment of loan instalments falling due between March 1, 2020 and August 31, 2020. Based on an assessment of the situation, the company considers that the impairment loss/ provision as stated in Note No 4 above, is adequate to cover any future uncertainties.
6. The Group operates mainly in the business of financing and accordingly there are no separate reportable operating segments as per Ind AS 108 - Operating Segments.
7. During the quarter ended March 31, 2020, the Company had allotted 68,625 equity shares under the 'Muthoot ESOP 2013 Scheme '. No employee stock options were granted by the Company during the quarter.
8. The Company has maintained requisite full asset cover by way of mortgage of immovable property and pari passu floating charge on current assets, book debts and loans & advances of the Company on its Secured Listed Non- Convertible Debentures aggregating to Rs. 96,840.45 Million at principal value as at March 31, 2020.
9. As on March 31, 2020, the Company holds 2,100,000 equity shares of Nepalese Rupee 100/- each in United Finance Limited, Nepal. The management does not have significant influence over the entity as specified in Ind AS-28 - Investments in Associates and Joint Ventures; and has elected to recognise and measure the investment at fair value through OCI as per the requirements of Ind AS 109 – Financial Instruments.
10. In accordance with the provisions of Section 115BAA of the Income Tax Act, 1961, the Company has opted to pay income tax at a reduced rate of 22% (plus surcharge @ 10% and cess @ 4%) with effect from the current financial year (as against earlier rate of 30% plus surcharge @ 12% and cess @ 4%). Consequently, tax expense for the year comprising current and deferred tax as per Indian Accounting Standards (IND AS -12) (Income Taxes) have been recognized using the reduced tax rates applicable.
11. The Company had issued 6.125% Senior Secured Notes amounting to USD 450 million on October 31, 2019 and has issued 4.4% Senior Secured Notes amounting to USD 550 million on March 2, 2020 under a USD 2 billion Global Medium Term Note Programme pursuant to Regulation 144A / Regulation S of the U.S. Securities Act, 1933. These Notes are listed on the International Securities Market of London Stock Exchange.

The company has hedged the foreign currency exposure on foreign currency borrowings (including interest payable) issued under the Global Medium-Term Note Programme with derivative contracts during quarters ended December 31, 2019 and March 31, 2020. During the current quarter, the company has assessed the hedge effectiveness of the derivative contracts entered into during the year and adopted hedge accounting as permitted under Ind AS 109 - Financial Instruments. The impact of consequential changes made in the results for the preceding quarter is not material.



For MUTHOOT FINANCE LIMITED

Managing Director



12. The Company's Board has declared an interim dividend of Rs. 15 per share for the year ended March 31, 2020 on March 17, 2020
13. Previous period figures have been regrouped/ reclassified wherever necessary to conform to current period presentation.

By and on behalf of the Board of Directors  
For Muthoot Finance Limited



  
George Alexander Muthoot  
Managing Director  
DIN: 00016787

Kochi  
June 17, 2020



# Varma & Varma

Chartered Accountants

**Independent Auditor's Report on the audit of Quarterly and Year to date Standalone Financial Results of Muthoot Finance Limited pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**The Board of Directors of  
Muthoot Finance Limited**

## **Report on the audit of the Standalone Financial Results**

### **Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of Muthoot Finance Limited (the "Company") for the quarter and year ended March 31, 2020 ("the Statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) 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:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2020.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter**

We draw attention to Note No 3 to the Statement which states that, as per the assessment of the management, there is no significant impact of the COVID-19 pandemic on the operations and financial position of the company.



Our opinion is not modified in respect of this matter.

## **Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors is responsible for the preparation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is 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 is also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are 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 SAs 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 the Statement.

As part of an audit in accordance with SAs, 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





# Varma & Varma

## Chartered Accountants

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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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 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 financial results 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 financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

### Other Matter

As stated in Note No 13 of the Statement, the figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to nine months of relevant financial year (adjusted as stated in Note No 9 of the Statement), which were subjected to limited review by us. Our opinion on the standalone financial results is not modified in respect of this matter.

Place: Kochi

Date: 17.06.2020

UDIN: 20021941AAAEZ1079

For VARMA & VARMA  
(FRN:004532S)



(V. SATHYANARAYANAN)  
Partner  
CHARTERED ACCOUNTANTS  
Membership No. 21941

**MUTHOOT FINANCE LIMITED**  
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**Statement of Audited Standalone Financial Results for the Quarter and Year ended March 31, 2020**

Rs. in Millions except for equity share data

Particulars	Quarter ended			Year ended	Year ended
	March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
<b>Revenue from operations</b>					
(i) Interest income	23,506.23	22,806.37	18,318.85	85,644.00	67,570.12
(ii) Dividend income	9.19	-	-	22.32	-
(iii) Net gain on fair value changes	312.31	187.08	277.10	695.54	480.50
(iv) Sale of services	40.66	45.78	54.21	191.14	229.51
(v) Service charges	135.11	166.58	146.99	593.42	501.95
<b>(I) Total Revenue from operations</b>	<b>24,003.50</b>	<b>23,205.81</b>	<b>18,797.15</b>	<b>87,146.42</b>	<b>68,782.08</b>
(II) Other Income	22.57	3.63	6.94	81.49	24.22
<b>(III) Total Income (I + II)</b>	<b>24,026.07</b>	<b>23,209.44</b>	<b>18,804.09</b>	<b>87,227.91</b>	<b>68,806.30</b>
<b>Expenses</b>					
(i) Finance costs	7,700.19	7,094.36	6,110.50	27,909.40	22,368.44
(ii) Impairment on financial instruments	47.79	611.95	204.52	957.28	275.48
(iii) Employee benefits expenses	3,088.14	2,579.81	2,740.90	10,289.55	8,975.53
(iv) Depreciation, amortization and impairment	122.42	109.75	119.44	430.89	420.86
(v) Other expenses	2,093.93	1,852.56	1,686.63	7,066.69	5,997.83
<b>(IV) Total Expenses (IV)</b>	<b>13,052.47</b>	<b>12,248.43</b>	<b>10,861.99</b>	<b>46,653.81</b>	<b>38,038.14</b>
<b>(V) Profit before tax (III- IV)</b>	<b>10,973.60</b>	<b>10,961.01</b>	<b>7,942.10</b>	<b>40,574.10</b>	<b>30,768.16</b>
<b>(VI) Tax Expense:</b>					
(1) Current tax	2,858.39	2,789.47	2,874.50	10,378.06	10,937.68
(2) Deferred tax	(37.23)	19.54	(47.42)	12.09	(114.75)
(3) Taxes relating to prior years	0.95	-	-	0.95	223.81
<b>(VII) Profit for the period (V-VI)</b>	<b>8,151.49</b>	<b>8,152.00</b>	<b>5,115.02</b>	<b>30,183.00</b>	<b>19,721.42</b>
<b>(VIII) Other Comprehensive Income</b>					
<b>A) (i) Items that will not be reclassified to profit or loss:</b>					
- Remeasurements of defined benefit plans	100.13	(49.38)	13.85	(48.03)	(22.88)
- Fair value changes on equity instruments through Other Comprehensive Income	74.81	(16.27)	33.89	84.81	33.89
- Changes in value of forward element of forward contract	401.40	(57.71)	-	343.69	-
(ii) Income tax relating to items that will not be reclassified to profit or loss	(145.06)	31.05	(16.68)	(95.76)	(3.85)
<b>Subtotal (A)</b>	<b>431.28</b>	<b>(92.31)</b>	<b>31.06</b>	<b>284.71</b>	<b>7.16</b>
<b>B) (i) Items that will be reclassified to profit or loss:</b>					
- Effective portion of gain on hedging instruments in cash flow hedges	498.57	(72.22)	-	426.35	-
(ii) Income tax relating to items that will be reclassified to profit or loss	(125.48)	18.18	-	(107.30)	-
<b>Subtotal (B)</b>	<b>373.09</b>	<b>(54.04)</b>	<b>-</b>	<b>319.05</b>	<b>-</b>
<b>Other Comprehensive Income (A+B) (VIII)</b>	<b>804.37</b>	<b>(146.35)</b>	<b>31.06</b>	<b>603.76</b>	<b>7.16</b>
<b>(IX) Total comprehensive income for the period (VII+VIII)</b>	<b>8,955.86</b>	<b>8,005.65</b>	<b>5,146.08</b>	<b>30,786.76</b>	<b>19,728.58</b>
<b>(X) Earnings per equity share (quarterly figures are not annualised)</b>					
(Face value of Rs. 10 each)					
Basic (Rs.)	20.33	20.34	12.77	75.31	49.27
Diluted (Rs.)	20.32	20.32	12.75	75.21	49.18

See accompanying notes to financial results



For MUTHOOT FINANCE LIMITED

Managing Director



MUTHOOT FINANCE LIMITED

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

Rs. in Millions

Particulars	As at March 31, 2020	As at March 31, 2019
	(Audited)	(Audited)
<b>I ASSETS</b>		
<b>1 Financial Assets</b>		
a) Cash and cash equivalents	55,045.67	17,134.85
b) Bank balance other than (a) above	1,359.75	220.23
c) Derivative financial instruments	3,448.94	-
d) Receivables		
(I) Trade receivables	47.31	160.59
(II) Other receivables	-	-
e) Loans	4,26,041.73	3,49,329.32
f) Investments	14,383.42	9,825.56
g) Other financial assets	1,056.77	1,079.02
<b>2 Non-financial Assets</b>		
a) Deferred tax assets (net)	-	175.15
b) Property, Plant and Equipment	2,227.34	1,866.58
c) Capital work-in-progress	287.36	228.30
d) Other Intangible assets	50.50	58.97
e) Other non-financial assets	647.75	608.43
<b>Total Assets</b>	<b>5,04,596.54</b>	<b>3,80,687.00</b>
<b>II LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>1 Financial Liabilities</b>		
a) Payables		
(I) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	2,184.98	1,633.97
(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	-	-
b) Debt securities	99,618.81	79,869.53
c) Borrowings (other than debt securities)	2,68,705.85	1,84,174.79
d) Subordinated liabilities	2,975.76	4,287.20
e) Other financial liabilities	10,617.15	9,763.86
<b>2 Non-financial Liabilities</b>		
a) Current tax liabilities (net)	781.54	604.47
b) Provisions	3,632.99	2,106.20
c) Deferred tax liabilities (net)	40.01	-
d) Other non-financial liabilities	321.32	319.79
<b>3 Equity</b>		
a) Equity share capital	4,010.37	4,006.61
b) Other equity	1,11,707.76	93,920.58
<b>Total Liabilities and Equity</b>	<b>5,04,596.54</b>	<b>3,80,687.00</b>

See accompanying notes to financial results



MUTHOOT FINANCE LIMITED  
Managing Director

MUTHOOT FINANCE LIMITED

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Audited Standalone Cash flow Statement for the year ended March 31, 2020

Rs. in Millions

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
	(Audited)	(Audited)
<b>A. Cash flow from Operating activities</b>		
<b>Profit before tax</b>	<b>40,574.10</b>	<b>30,768.16</b>
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation, amortisation and impairment	430.89	420.86
Impairment on financial instruments	957.28	275.48
Finance cost	27,909.40	22,368.44
(Profit)/Loss on sale of mutual funds	(628.58)	(480.50)
Loss on sale of Property, plant and equipment	0.08	3.80
Provision for Gratuity	153.50	135.21
Provision for Compensated absences	137.78	16.13
Provision for Employee benefit expense - Share based payments for employees	31.03	47.69
Interest income on investments	(278.66)	(126.13)
Dividend income	(22.32)	-
Unrealised gain on investment	(66.96)	-
<b>Operating Profit Before Working Capital Changes</b>	<b>69,197.54</b>	<b>53,429.14</b>
<b>Adjustments for:</b>		
(Increase)/Decrease in Trade receivables	113.28	69.42
(Increase)/Decrease in Bank balances other than cash and cash equivalents	(1,139.52)	97.71
(Increase)/Decrease in Loans	(76,379.73)	(54,788.33)
(Increase)/Decrease in Other financial assets	59.06	100.72
(Increase)/Decrease in Other non-financial assets	(106.26)	(68.11)
Increase/(Decrease) in Other financial liabilities	(410.35)	(525.67)
Increase/(Decrease) in Other non financial liabilities	1.53	(194.70)
Increase/(Decrease) in Trade payables	551.01	395.10
Increase/(Decrease) in Provisions	(102.50)	-
<b>Cash generated from operations</b>	<b>(8,215.94)</b>	<b>(1,484.72)</b>
Finance cost paid	(26,162.35)	(25,738.42)
Income tax paid	(10,201.93)	(11,357.52)
<b>Net cash from/ (used in) operating activities</b>	<b>(44,580.22)</b>	<b>(38,580.66)</b>
<b>B. Cash flow from Investing activities</b>		
Purchase of Property, plant and equipment and intangible assets	(779.03)	(612.02)
Proceeds from sale of Property, plant and equipment	3.65	2.79
(Increase)/Decrease in Investment in mutual funds (Net)	(3,371.42)	780.81
(Increase)/Decrease in Investments at amortised cost	606.00	(595.80)
Investments in unquoted equity shares	(241.78)	(750.00)
Acquisition of shares in subsidiaries	(559.84)	(4,752.99)
Investments in quoted equity shares	(249.39)	-
Interest received on investments	280.78	78.41
Dividend income	22.32	-
<b>Net cash from/ (used in) investing activities</b>	<b>(4,288.71)</b>	<b>(5,848.80)</b>
<b>C. Cash flow from Financing activities</b>		
Proceeds from issue of equity share capital	18.76	30.71
Increase / (decrease) in debt securities	19,615.71	28,113.89
Increase / (decrease) in borrowings (other than debt securities)	81,508.57	35,447.27
Increase / (decrease) in subordinated liabilities	(1,317.69)	(6,579.47)
Dividend paid (including dividend distribution tax)	(13,045.60)	-
<b>Net cash from/ (used in) financing activities</b>	<b>86,779.75</b>	<b>57,012.40</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>37,910.82</b>	<b>12,582.94</b>
Cash and cash equivalents at April 01, 2019/ April 01, 2018	17,134.85	1,551.91
<b>Cash and cash equivalents at March 31, 2020/ March 31, 2019</b>	<b>55,045.67</b>	<b>17,134.85</b>

See accompanying notes to financial results



MUTHOOT FINANCE LIMITED  
Managing Director



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**Notes:**

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 16, 2020 and June 17, 2020.
2. The Company has adopted Indian Accounting Standards ('Ind AS') as notified under Section 133 of the Companies Act 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules 2015 from April 1, 2018.

Provision created on loan assets in earlier periods which is in excess of the amounts determined and adjusted against such assets as impairment loss on application of expected credit loss method as per Ind AS 109 ('Financial Instruments') as at March 31, 2020, has been retained in the books of account as a matter of prudence and carried under 'Provisions' in the Balance Sheet. In accordance with the regulatory guidance on implementation of Ind AS issued by RBI on March 13, 2020, the company has computed provisions as per extant Income Recognition Asset Classification and Provisioning (IRACP) norms issued by RBI solely for comparative purposes as specified therein. The aggregate impairment loss on application of expected credit loss method as per Ind AS, as stated above, is more than the provisioning required under IRACP norms (including standard asset provisioning).

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

3. There has been no significant impact on the operations and financial position of the company on account of the outbreak of the COVID-19 pandemic and the consequential lock-down restrictions imposed by the Government. In accordance with the regulatory package announced by RBI, the company has offered an optional moratorium on payment of loan instalments falling due between March 1, 2020 and August 31, 2020. Based on an assessment of the situation, the company considers that the impairment loss/ provision as stated in Note No 2 above, is adequate to cover any future uncertainties.
4. The Company operates mainly in the business of financing and accordingly there are no separate reportable operating segments as per Ind AS 108 - Operating Segments.
5. During the quarter ended March 31, 2020, the Company had allotted 68,625 equity shares under the 'Muthoot ESOP 2013 Scheme'. No employee stock options were granted by the Company during the quarter.



For MUTHOOT FINANCE LIMITED

  
Managing Director



6. The Company has maintained requisite full asset cover by way of mortgage of immovable property and pari passu floating charge on current assets, book debts and loans & advances of the Company on its Secured Listed Non- Convertible Debentures aggregating to Rs. 96,840.45 Million at principal value as at March 31, 2020.
7. As on March 31, 2020, the Company holds 2,100,000 equity shares of Nepalese Rupee 100/- each in United Finance Limited, Nepal. The management does not have significant influence over the entity as specified in Ind AS-28 - Investments in Associates and Joint Ventures; and has elected to recognise and measure the investment at fair value through OCI as per the requirements of Ind AS 109 – Financial Instruments.
8. In accordance with the provisions of Section 115BAA of the Income Tax Act, 1961, the Company has opted to pay income tax at a reduced rate of 22% (plus surcharge @ 10% and cess @ 4%) with effect from the current financial year (as against earlier rate of 30% plus surcharge @ 12% and cess @ 4%). Consequently, tax expense for the year comprising current and deferred tax as per Indian Accounting Standards (IND AS -12) (Income Taxes) have been recognized using the reduced tax rates applicable.
9. The Company had issued 6.125% Senior Secured Notes amounting to USD 450 million on October 31, 2019 and has issued 4.4% Senior Secured Notes amounting to USD 550 million on March 2, 2020 under a USD 2 billion Global Medium Term Note Programme pursuant to Regulation 144A / Regulation S of the U.S. Securities Act, 1933. These Notes are listed on the International Securities Market of London Stock Exchange.

The company has hedged the foreign currency exposure on foreign currency borrowings (including interest payable) issued under the Global Medium-Term Note Programme with derivative contracts during quarters ended December 31, 2019 and March 31, 2020. During the current quarter, the company has assessed the hedge effectiveness of the derivative contracts entered into during the year and adopted hedge accounting as permitted under Ind AS 109 – Financial Instruments. The impact of consequential changes made in the results for the preceding quarter is not material.

10. The Board has declared an interim dividend of Rs. 15 per share for the year ended March 31, 2020 on March 17, 2020.
11. The information pursuant to regulation 52(4) and 52(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are given in Annexure A.
12. The disclosures pertaining to funds raised by issuance of debt securities by Large Corporates as per SEBI Circular No SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018 are given in Annexure B.
13. \* The figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to nine months of relevant financial year (adjusted as stated in Note No 9 above), which were subjected to limited review by the auditors.



For MUTHOOT FINANCE LIMITED

*[Signature]*  
Managing Director






14. Previous period figures have been regrouped / reclassified wherever necessary to conform to current period presentation.

Kochi  
June 17, 2020



By and on behalf of the Board of Directors  
For Muthoot Finance Limited

  
George Alexander Muthoot  
Managing Director  
DIN: 00016787

**Additional disclosures required by the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

(a) Credit rating and change in credit rating (if any):-

Sl. No	Particulars	As at March 31, 2020	As at March 31, 2019
1	Commercial paper	CRISIL A1+, ICRA A1+	CRISIL A1+, ICRA A1+
2	Bank Loans-Working Capital Demand Loans	ICRA A1+	ICRA A1+
3	Bank Loans-Cash Credit	ICRA AA(Stable)	ICRA AA(Stable)
4	Bank Term Loans	ICRA AA(Stable)	ICRA AA(Stable)
5	Non-Convertible Debentures-Long term	CRISIL AA/Positive, ICRA AA(Stable)	CRISIL AA (Stable), ICRA AA(Stable)
6	Subordinated Debt	CRISIL AA/Positive, ICRA AA(Stable)	CRISIL AA (Stable), ICRA AA (Stable)

(b) Debt-Equity Ratio (Standalone):

	As at March 31, 2020	As at March 31, 2019
Debt-Equity Ratio	3.21	2.74

(c) Previous due date for the payment of interest/ dividend for non-convertible redeemable preference shares/ repayment of principal of non-convertible preference shares/ non-convertible debt securities for the period and whether the same has been paid or not:

The Company has not issued any preference shares.





Previous due dates for payment of interest and repayment of principal of non-convertible debt securities for the half year ended March 31, 2020 are as under:

Sl No.	Series	Type(Interest/ Principal)	Previous due date for payment
1	INE414G08223	Interest	December 4, 2019
		Principal	December 4, 2019
2	INE414G08231	Interest	February 4, 2020
		Principal	February 4, 2020
3	INE414G07878	Interest	December 27, 2019
		Principal	December 27, 2019
4	INE414G07902	Interest	December 27, 2019
		Principal	December 27, 2019
5	INE414G07944	Interest	December 27, 2019
		Principal	December 27, 2019
6	INE414G07977	Interest	March 2, 2020
7	INE414G07AH4	Interest	March 2, 2020
8	INE414G07AK8	Interest	October 14, 2019
9	INE414G07AS1	Interest	March 2, 2020
10	INE414G07AV5	Interest	January 20, 2020
11	INE414G07BC3	Interest	March 2, 2020
12	INE414G07BP5	Interest	January 30, 2020
		Principal	January 30, 2020
13	INE414G07BQ3	Interest	March 2, 2020
14	INE414G07BS9	Interest	January 30, 2020
		Principal	January 30, 2020
15	INE414G07BT7	Interest	January 30, 2020
16	INE414G07BX9	Interest	January 30, 2020
		Principal	January 30, 2020
17	INE414G07BZ4	Interest	March 2, 2020
18	INE414G07CA5	Interest	March 2, 2020
19	INE414G07CI8	Interest	March 2, 2020
20	INE414G07CJ6	Interest	March 2, 2020
21	INE414G07CK4	Interest	March 2, 2020
22	INE414G07DB1	Interest	March 2, 2020
23	INE414G07DC9	Interest	March 2, 2020
24	INE414G07DD7	Interest	March 2, 2020
25	INE414G07DE5	Interest	March 20, 2020
26	INE414G07DF2	Interest	March 20, 2020
27	INE414G07DG0	Interest	March 20, 2020
28	INE414G07DH8	Interest	March 2, 2020
29	INE414G07DI6	Interest	March 2, 2020
30	INE414G07DJ4	Interest	March 2, 2020
31	INE414G07DT3	Interest	March 2, 2020
32	INE414G07DU1	Interest	March 2, 2020
33	INE414G07DV9	Interest	March 2, 2020
34	INE414G07EH6	Interest	March 2, 2020



35	INE414G07EI4	Interest	March 2, 2020
36	INE414G07EJ2	Interest	March 2, 2020
37	INE414G09015	Interest	March 26, 2020
38	INE414G07CU3	Interest	March 2, 2020
39	INE414G07CV1	Interest	November 22, 2019
40	INE414G07CW9	Interest	March 2, 2020
41	INE414G07CX7	Interest	November 22, 2019

The principal and/ or interest amounts on the above non-convertible debt securities were paid on due date as per terms of issue of respective prospectus.

- (d) Next due date for the payment of interest/ dividend of non-convertible preference shares/ non-convertible debt securities/ principal along with the amount of interest/ dividend of non-convertible preference shares/ non-convertible debt securities payable and the redemption amount;

The Company has not issued any preference shares.

The next due dates for payment of interest and principal of non-convertible debt securities for the period April 01, 2020 to September 30, 2020 are as under:

Sl No.	Series	Type (Interest/ Principal)	Amount (Rs.in Millions)	Next due date for payment
1	INE414G07977	Interest	0.20	April 1, 2020
		Interest	0.14	April 23, 2020
		Principal	23.45	April 23, 2020
2	INE414G07AA9	Interest	2.50	April 23, 2020
		Principal	23.84	April 23, 2020
3	INE414G07AE1	Interest	7.99	April 23, 2020
		Principal	12.71	April 23, 2020
4	INE414G07AH4	Interest	0.09	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	0.09	May-20 & July-20 (1st of each Month)
5	INE414G07AS1	Interest	0.11	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	0.10	May-20 & July-20 (1st of each Month)
6	INE414G07BC3	Interest	0.13	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	0.13	May-20 & July-20 (1st of each Month)
7	INE414G07BF6	Interest	1.17	May 12, 2020
8	INE414G07BQ3	Interest	0.85	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)





		Interest	0.82	May-20 & July-20 (1st of each Month)
9	INE414G07BZ4	Interest	4.94	Apr-20 & June-20 (1st of each Month)
		Interest	4.79	May 1, 2020
		Interest	3.67	June 24, 2020
		Principal	686.83	June 24, 2020
		Interest	4.53	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
10	INE414G07CA5	Interest	4.39	May-20 & July-20 (1st of each Month)
		Interest	1242.87	April 24, 2020
11	INE414G07CC1	Interest	207.71	June 24, 2020
		Principal	14204.28	June 24, 2020
12	INE414G07CD9	Interest	171.50	April 24, 2020
13	INE414G07CH0	Interest	112.33	June 24, 2020
		Principal	380.28	June 24, 2020
14	INE414G07C18	Interest	0.84	April 1, 2020
		Interest	0.49	April 19, 2020
		Principal	119.83	April 19, 2020
15	INE414G07CJ6	Interest	1.95	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	1.89	May-20 & July-20 (1st of each Month)
16	INE414G07CK4	Interest	4.19	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	4.05	May-20 & July-20 (1st of each Month)
17	INE414G07CL2	Principal	716.11	April 19, 2020
18	INE414G07CM0	Interest	1629.65	April 19, 2020
19	INE414G07CN8	Interest	649.67	April 19, 2020
20	INE414G07CP3	Interest	15.13	April 19, 2020
		Principal	88.07	April 19, 2020
21	INE414G07DB1	Interest	3.14	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	3.04	May-20 & July-20 (1st of each Month)
22	INE414G07DC9	Interest	6.39	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
		Interest	6.19	May-20 & July-20 (1st of each Month)



		Interest	9.14	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
23	INE414G07DD7	Interest	8.84	May-20 & July-20 (1st of each Month)
		Interest	5.70	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
24	INE414G07DH8	Interest	5.52	May-20 & July-20 (1st of each Month)
		Interest	7.01	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
25	INE414G07DI6	Interest	6.79	May-20 & July-20 (1st of each Month)
		Interest	8.74	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
26	INE414G07DJ4	Interest	8.46	May-20 & July-20 (1st of each Month)
27	INE414G07DK2	Interest	89.86	June 14, 2020
28	INE414G07DL0	Interest	69.49	June 14, 2020
29	INE414G07DM8	Interest	179.47	June 14, 2020
		Interest	3.57	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
30	INE414G07DT3	Interest	3.45	May-20 & July-20 (1st of each Month)
		Interest	4.32	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
31	INE414G07DU1	Interest	4.18	May-20 & July-20 (1st of each Month)
		Interest	7.42	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
32	INE414G07DV9	Interest	7.18	May-20 & July-20 (1st of each Month)
		Interest	5.00	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
33	INE414G07EH6	Interest	4.84	May-20 & July-20 (1st of each Month)
		Interest	4.40	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
34	INE414G07EI4	Interest	4.26	May-20 & July-20 (1st of each Month)





		Interest	6.76	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
35	INE414G07EJ2	Interest	6.54	May-20 & July-20 (1st of each Month)
36	INE414G08249	Interest	193.46	July 2, 2020
		Principal	193.46	July 2, 2020
37	INE414G07CS7	Interest	170.63	July 26, 2020
38	INE414G07CT5	Interest	205.90	June 22, 2020
		Principal	2500	June 22, 2020
		Interest	0.94	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
39	INE414G07CU3	Interest	0.91	May-20 & July-20 (1st of each Month)
		Interest	7.24	Apr-20, June-20, Aug-20 & Sep-20 (1st of each Month)
40	INE414G07CW9	Interest	7.01	May-20 & July-20 (1st of each Month)
41	INE414G07DR7	Interest	550.00	September 6, 2020
42	INE414G07DS5	Interest	200.00	September 6, 2020

*The principal and/ or interest amounts on the above non-convertible debt securities will be paid on due date(s) as per terms of issue of respective prospectus.*

(e) (i) Capital Redemption Reserve as at March 31, 2020: NIL

(ii) Debenture Redemption Reserve (Standalone): Pursuant to Rule 18(7)(b)(iii) of the Companies (Share Capital and Debentures) Rules, 2014, as amended vide the Companies (Share Capital and Debentures) Amendment Rules, 2019, the Company, being an NBFC registered with the Reserve Bank of India under Section 45 IA of the RBI Act, 1934, is not required to create a Debenture Redemption Reserve, in respect of public issue of debentures and debentures issued by it on a private placement basis.

(f) Net Worth (Standalone):

INR (Rs. in Millions)	March 31, 2020	March 31, 2019
Net Worth	1,15,718.13	97,927.19



(g) Net Profit after tax (Standalone):

INR (Rs. in Millions)	FY 2020	FY 2019
Net Profit after tax	30,183.00	19,721.42

(h) Earnings Per Share (Standalone):

INR (Rs.)	FY 2020	FY 2019
Basic	75.31	49.27
Diluted	75.21	49.18





**Disclosures pertaining to fund raising by issuance of Debt Securities by Large Corporate:**

The company, as per the SEBI Circular No SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018 and as per the definitions therein is classified as a 'Large Corporate'. Hence company is required to disclose the following information about its borrowings.

**(i) Initial Disclosure as per Annexure- 'A' filed for the FY2019 -20:**

Sl. No.	Particulars	Details
1	Name of the company	Muthoot Finance Limited
2	CIN	L65910KL1997PLC011300
3	Outstanding borrowing of company as on 31st March 2019 (in Rs. millions)	269,222.94
4	Highest Credit Rating During the previous FY along with name of the Credit Rating Agency	(i)ICRA AA/Stable from ICRA Ltd & (ii)CRISIL AA/Stable from CRISIL Ltd
5	Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowing under the framework	BSE Limited

**(ii) Initial Disclosure as per Annexure- 'A' for the FY2020 -21:**

Sl. No.	Particulars	Details
1	Name of the company	Muthoot Finance Limited
2	CIN	L65910KL1997PLC011300
3	Outstanding borrowing of company as on 31st March 2020 (in Rs. millions)	372,375.18
4	Highest Credit Rating During the previous FY along with name of the Credit Rating Agency	(i)ICRA AA/Stable from ICRA Ltd & (ii)CRISIL AA/Positive from CRISIL Ltd
5	Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowing under the framework	BSE Limited



(iii) Annual disclosure as per Annexure- B1 for FY2019- 20:

Sl. No.	Particulars	Rs. In Millions
1	Incremental borrowing done in FY 2019-20(a)	47,866.67
2	Mandatory borrowing to be done through issuance of debt securities (b) = (25% of (a))	11,966.67
3	Actual borrowings done through debt securities in FY2019-20( c)	35,265.24
4	Shortfall in the mandatory borrowing through debt securities, if any (d) = (b) - (c)	Nil
5	Reasons for short fall, if any, in mandatory borrowings through debt securities	N.A

Notes:

1. "Outstanding borrowing" is the principal amount of borrowings excluding accrued interest.
2. "Incremental Borrowing" represents any borrowing done during a particular financial year, of original maturity of more than 1 year, irrespective of whether such borrowing is of refinancing/repayment of existing debt or otherwise and excludes external commercial borrowings and inter-corporate borrowings between parent and subsidiary(ies).





June 17, 2020

**National Stock Exchange of India Ltd.**  
**Exchange Plaza,**  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E), Mumbai - 400 051  
Symbol: MUTHOOTFIN

**Department of Corporate Services**  
**BSE Limited,**  
P. J. Tower, Dalal Street,  
Mumbai - 400 001  
Scrip Code: 533398

Dear Sir/Madam,

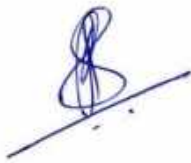
**Sub: Declaration with respect to Audit report with unmodified opinion to the Audited Standalone Financial Results and Audited Consolidated Financial Results for the financial year ended March 31, 2020.**

We declare that Audited Standalone Financial Results and the Audited Consolidated Financial Results for the financial year ended March 31, 2020 which have been approved by the Board of Directors of the Company at the meeting held today, i.e. June 17, 2020, the Statutory Auditors of the Company, M/s. Varma & Varma, Chartered Accountants (Firm Reg. No. 004532S) have not expressed any modified opinion(s) in their Audit Report.

The above declaration is made in pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015, as amended from time to time.

Thanking You,

For **Muthoot Finance Limited**



Rajesh A  
Company Secretary  
ICSI Membership No. FCS 7106