



WITH YOU, RIGHT THROUGH

**UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2019**

**PART I – STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2019**

₹ in Crore

PARTICULARS	Quarter ended 30-Jun-19	Quarter ended 31-Mar-19	Quarter ended 30-Jun-18	Year ended 31-Mar-19
	Reviewed	Audited	Reviewed	Audited
Revenue from Operations				
(i) Interest Income	10,478.20	10,051.03	8,915.38	38,296.45
(ii) Surplus from deployment in Cash Management Schemes of Mutual Funds	302.87	291.94	180.32	943.79
(iii) Dividend Income	1.05	536.88	585.85	1,130.64
(iv) Rental Income	13.33	20.26	16.51	65.07
(v) Fees and Commission Income	36.05	87.59	22.47	221.14
(vi) Net gain / (loss) on Fair Value changes	(45.04)	167.16	61.89	552.11
(vii) Profit on Sale of Investments	1,894.21	321.01	-	1,212.35
(viii) Profit on Sale of Investment Properties	13.45	38.01	23.46	66.50
(ix) Income on derecognised (assigned) loans	296.17	66.17	141.47	859.99
I Total Revenue from Operations	12,990.29	11,580.05	9,947.35	43,348.04
II Other Income	5.82	6.53	4.63	29.97
III Total Income (I+II)	12,996.11	11,586.58	9,951.98	43,378.01
Expenses				
(i) Finance Cost	7,739.27	7,181.85	6,352.68	27,837.67
(ii) Impairment on financial instruments (Expected Credit Loss)	890.00	398.00	19.70	935.00
(iii) Employee Benefit Expenses	155.40	122.56	324.26	716.53
(iv) Depreciation, amortisation and impairment	29.23	13.41	12.98	66.53
(v) Establishment Expenses	18.34	21.11	35.56	107.57
(vi) Other Expenses	178.76	158.76	136.80	595.94
IV Total Expenses	9,011.00	7,895.69	6,881.98	30,259.24
V Profit Before Tax (III-IV)	3,985.11	3,690.89	3,070.00	13,118.77
Tax Expense				
- Current Tax	903.61	937.11	846.00	3,307.11
- Deferred Tax	(121.60)	(107.80)	34.00	179.20
VI Total Tax Expense	782.01	829.31	880.00	3,486.31
VII Net Profit after Tax (V-VI)	3,203.10	2,861.58	2,190.00	9,632.46
VIII Other Comprehensive Income	261.98	(38.69)	(29.17)	(131.53)
IX Total Comprehensive Income (VII+VIII)	3,465.08	2,822.89	2,160.83	9,500.93
Earnings per Share (Face value ₹ 2)*				
- Basic (₹)	18.60	16.68	12.96	56.53
- Diluted (₹)	18.48	16.57	12.83	56.08
Paid-up Equity Share Capital (Face value ₹ 2)	345.06	344.29	336.73	344.29
Reserves excluding Revaluation Reserves as at March 31				77,011.18

* Not annualised for the quarters

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Notes :

- 1 The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting, 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.
- 2 The Corporation had raised equity in the months of February and March 2018 amounting to ₹ 13,000 crore. Of the capital raised, an amount of ₹ 8,500 crore was invested in HDFC Bank in July 2018. Accordingly, during the previous year, for the quarter ended June 30, 2018, the Corporation earned income on deployment of these funds.

Further, given the environment on liquidity, the Corporation as matter of prudence has been carrying a considerably higher level of liquidity since September 2018. Accordingly, the amount invested in high quality liquid assets in the first quarter of the current year is significantly higher than the corresponding period in the previous year.
- 3 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. 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, the Corporation has applied this standard w.e.f. April 1, 2019 and comparatives for the previous period / year have not been restated. The effect of this adoption is insignificant on the profit for the period.
- 4 The proposed merger of GRUH Finance Limited ("GRUH") with Bandhan Bank Limited ("Bandhan") has been approved by Competition Commission of India, National Housing Bank, Reserve Bank of India (RBI), stock exchanges, the Shareholders and Creditors of GRUH and also the Shareholders of Bandhan. The merger is subject to approval by National Company Law Tribunal, Ahmedabad and Kolkata benches.

In view of the directive by RBI to the Corporation to acquire and hold not more than 9.9% of the share capital of Bandhan post merger, during the quarter ended June 30, 2019, 6,35,86,774 equity shares of ₹ 2 each of GRUH were sold resulting in a pre tax gain of ₹ 1,894.21 crore. GRUH continues to be a subsidiary for accounting purposes under Ind AS 24 - Related Party Disclosures and Ind AS 110 - Consolidated Financial Statements.
- 5 During the quarter ended June 30, 2019, the Corporation has entered into agreements for acquiring upto 51.2% of the equity share capital of Apollo Munich Health Insurance Company Limited, subject to regulatory approvals from National Housing Bank, Insurance Regulatory and Development Authority of India and Competition Commission of India and/or such other approval from other governmental authorities.
- 6 During the quarter ended June 30, 2019, the Corporation has allotted 38,68,847 equity shares of ₹ 2 each pursuant to exercise of stock options by certain employees/ directors.
- 7 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'.
- 8 Figures for the quarter ended March 31, 2019 are derived by deducting the reported year-to-date figures for the period ended December 31, 2018 from the audited figures for the year ended March 31, 2019.
- 9 Figures for the previous period have been regrouped wherever necessary, in order to make them comparable.

The above results for the quarter ended June 30, 2019, which have been subjected to a Limited Review by the Auditors of the Corporation, were reviewed by the Audit Committee of Directors and subsequently approved by the Board of Directors at its meeting held on August 2, 2019, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For and on behalf of the Board of Directors

**Place: Mumbai
Date: August 2, 2019**

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