

17th January, 2020

The General Manager-Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001.

Name of the Scrip: Mahindra Rural Housing Finance Limited

Dear Sir,

Sub: Submission of financial results for the quarter ended 31st December, 2019

The Company has been disclosing its financial results on a half yearly basis as required under Regulation 52 of SEBI LODR Regulations as it is debt listed company. It's specified securities are not listed on the stock exchange.

The Commercial Paper of Company was listed on the Stock Exchange with effect from 6th January, 2020.

The Paragraph below clause 1.2 of annexure II of the SEBI Circular no. SEBI/HO/DDHS/DDHS/CIR/P/201 dated October 22, 2019, giving framework for listing of Commercial Paper (the original circular), as amended by SEBI Circular no. SEBI/HO/DDHS/DDHS/CIR/P/2019/167 dated December 24, 2019 9/115, amending the aforesaid Circular (amendment), states that if an issuer is required to prepare financial results for the purpose of consolidated financial results of its parent company in terms of Regulation 33 of SEBI LODR Regulations, such issuers shall submit financial results in terms of para 1.1 above *or shall submit quarterly financial results that have been prepared for the purpose of consolidation of their parent company.*



Mahindra HOME FINANCE

Accordingly, we are enclosing a copy of the Unaudited Financial Results of the Company for the quarter ended 31st December, 2019, which have been prepared for the purpose of consolidation with the accounts of parent Company, i.e. Mahindra & Mahindra Financial Services Limited, and approved by the Board of Directors of the Company at its meeting held today i.e. on 17th January, 2020, along with the limited review report of the Statutory Auditors thereon,

Please take the same on record.

Thanking you.

Yours faithfully,

For Mahindra Rural Housing Finance Limited



Navin Joshi
Company Secretary & Compliance Officer

Encl: a/a



B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
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India

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Limited review report on Unaudited Quarterly Financial Results and year-to-date results for period ended 31 December 2019

To the Board of Directors of Mahindra Rural Housing Finance Limited

1. We have reviewed the accompanying Statement of unaudited financial results of Mahindra Rural Housing Finance Limited (the 'Company') for the quarter ended and year to date results for the period from 1 April 2019 to 31 December 2019 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India, to enable its Parent company, Mahindra & Mahindra Financial Services Limited ('MMFSL') for preparation of its consolidated financial results pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations') and for submission to stock exchange in accordance with circular SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated 22 October 2019 read with circular SEBI/HO/DDHS/DDHS/CIR/P/2019/167 dated 24 December 2019. Our responsibility is to issue a report 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies, has not disclosed the information required to enable MMFSL to prepare its consolidated financial results in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W/W-100022



Venkataramanan Vishwanath
Partner

Membership No: 113156

ICAI UDIN: 20113156AAAAAD3815

Mumbai
17 January 2020

B S R & Co (a partnership firm with
Registration No. BA61223) converted into
B S R & Co. LLP (a Limited Liability Partnership
with LLP Registration No. AAB-8181)
with effect from October 14, 2013

Registered Office:
5th Floor, Lodha Excelus
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011, India

Mahindra Rural Housing Finance Limited
CIN : U65922MH2007PLC169791

Registered Office: Mahindra Towers, P.K.Kurje Chowk, Worli, Mumbai 400 018.
Corporate Office: Sadhna House, 2nd Floor, Behind Mahindra Towers, 570, P.B. Marg, Worli, Mumbai 400 018.
Telephone No. : 91 22 6652 3500
Website : www.mahindrahomefinance.com ; Email : customercare.mrhfl@mahfin.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

Rs. in lakhs

Particulars	Quarter ended			Nine months ended		Year ended
	31 Dec 2019	30 Sep 2019	31 Dec 2018	31 Dec 2019	31 Dec 2018	31 Mar 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations						
i) Interest Income	38,965.80	36,561.01	38,609.32	111,686.16	100,934.99	135,296.69
ii) Dividend Income	-	212.41	86.32	243.16	86.32	123.34
iii) Fees and commission Income	200.67	233.62	630.27	533.92	1,990.09	2,947.06
iv) Net gain on fair value changes	49.88	(5.32)	-	57.73	-	-
I Total revenue from operations	39,216.35	37,001.72	39,325.91	112,520.97	103,011.40	138,367.09
II Other income	142.01	40.25	12.33	184.71	13.02	27.62
III Total income (I+II)	39,358.36	37,041.97	39,338.24	112,705.68	103,024.42	138,394.71
Expenses						
i) Finance costs	15,098.98	15,209.29	13,937.59	44,553.16	38,436.30	51,756.96
ii) Fees and commission expense	49.68	58.58	32.69	159.64	74.11	111.56
iii) Impairment on financial instruments	1,723.97	3,887.19	2,026.41	11,330.32	8,266.21	8,108.76
iv) Employee benefits expenses	7,279.34	7,982.11	6,723.93	23,190.31	18,664.61	26,277.65
v) Depreciation and amortization and impairment	408.06	439.49	304.13	1,273.80	775.58	1,059.72
vi) Other expenses	3,279.78	3,358.03	3,945.67	10,466.64	10,585.37	14,463.67
IV Total expenses (IV)	27,839.81	30,934.69	26,970.42	90,973.87	76,802.18	101,778.32
V Profit before tax (III -IV)	11,518.55	6,107.28	12,367.82	21,731.81	26,222.24	36,616.39
VI Tax expense :						
(i) Current tax	1,479.60	(185.42)	5,728.35	2,395.60	9,827.38	10,161.78
(ii) Deferred tax	981.89	3,415.85	(1,119.03)	4,526.91	(455.15)	1,407.73
	2,461.49	3,230.43	4,609.32	6,922.51	9,372.23	11,569.51
VII Profit for the period (V-VI)	9,057.06	2,876.85	7,758.50	14,809.30	16,850.01	25,046.88
VIII Other Comprehensive Income						
(i) Items that will not be reclassified to profit or loss						
- Remeasurement gain / (loss) on defined benefit plans	(60.46)	(47.85)	3.72	(118.09)	(108.66)	(91.34)
(ii) Income tax relating to the above	15.22	11.08	(1.30)	29.72	37.97	31.92
Other Comprehensive Income	(45.24)	(36.77)	2.42	(88.37)	(70.69)	(59.42)
IX Total Comprehensive Income for the period (VII+VIII)	9,011.82	2,840.08	7,760.92	14,720.93	16,779.32	24,987.46
X Earnings per equity share #						
(Face value - Rs. 10/- per share)						
Basic (Rupees)	7.47	2.37	7.16	12.21	15.56	22.45
Diluted (Rupees)	7.39	2.35	7.11	12.08	15.44	22.24

Earnings per share for the interim period is not annualised.

Notes:

- The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016 and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles stated therein, 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. Any application guidance/ clarifications/ directions issued by NHB or other regulators are implemented as and when they are issued/ applicable.
- The Members at their Extraordinary General Meeting held on 31 August, 2017 approved the MRHFL Employee Stock Option Scheme - 2017 (MRHFL ESOS - 2017) and also approved grant, from time to time, of up to 37,86,459 Employee Stock Options in one or more tranches. In the previous year, MRHFL Employee Welfare Trust has subscribed for 19,35,192 shares of face value Rs. 10/- each at a premium of Rs. 57/- per share. 2,95,110 options are granted to employees during the nine months period ended 31 December 2019.
- The above financial results for the quarter and nine months ended 31 December 2019 and along with comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 17 January 2020 and subjected to limited review by the statutory auditors.
- In the previous year, the Company has issued 1,28,20,512 equity shares on rights basis of face value Rs. 10/- each at a premium of Rs. 107/- per share.
- There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- The Company has adopted Ind AS 116, Leases, effective 1 April 2019 using modified retrospective method of transition. Adoption of this standard did not have a material effect on financial results for the quarter and nine months ended 31 December 2019.



- 7) All secured NCD's issued by the Company are secured by pari-passu charges on its Pune office and exclusive charge on receivables under loan contracts, owned assets and book debts to the extent of 100% of outstanding secured NCD's.
- 8) The Taxation Laws (Amendment) Ordinance, 2019 contain substantial amendments in the Income Tax Act 1961 and the Finance (No. 2) Act 2019 to provide an option to domestic companies to pay income tax at a concessional rate. The Company has elected to apply the concessional tax rate. Accordingly, the Company has recognised the provision for income tax and re-measured the net deferred tax assets at concessional rate for the nine months period ended 31 December 2019. Further, the opening net deferred tax asset has been re-measured at lower rate with a one-time impact of Rs. 2071.63 lakhs recognised in the statement of profit and loss for the nine months period ended 31 December 2019.
- 9) The commercial paper have been listed on the Bombay Stock Exchange (BSE) in accordance with SEBI circular SEBI/HO/DDHS/DDHS/CIR/P/2019/115 on 06 January 2020.
- 10) The financial results have been prepared by the Company to enable its listed parent company, Mahindra & Mahindra Financial Services Limited ('MMFSL') for preparation of its consolidated financial results pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Regulation'), as amended.
- 11) Previous period figures have been regrouped/ reclassified wherever necessary, to conform to current period classification.

For and on behalf of the Board of Directors
Mahindra Rural Housing Finance Limited




Anuj Mehta
Managing Director

Date : 17 January 2020
Place : Mumbai

