

Date: 10th February, 2023

To,

The General Manager
Compliance Dept.
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001

Company Code: 12337

Sub: Outcome of the Board meeting and approval of Unaudited Financial results under IND AS for the quarter and nine months ended December 31, 2022 pursuant to provisions of the SEBI (LODR) Regulations, 2015.

Dear Sir/Madam,

Pursuant to the provisions of Regulations 51, 52 and 54 read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure requirements) Regulations 2015 ("SEBI LODR") and other applicable regulations, if any, we hereby inform that the Board of Directors of the Company in their meeting held today i.e February 10, 2023 has inter- alia approved the following:

1. Unaudited Financial results under IND AS for the quarter and nine months ended December 31, 2022 which was duly approved by the Board of Directors. The said results were reviewed and recommended by the Audit Committee in its meeting held prior to the Board Meeting today i.e February 10, 2023.
2. Limited review Report by M/s. BSR & Co. LLP, Statutory Auditors, on the Unaudited Financial Results for the quarter and nine months ended December 31, 2022. Further M/s BSR & Co. LLP, Statutory Auditors of the Company has issued unmodified review opinion on the Unaudited results for the quarter and nine months ended December 31, 2022.

We enclose herewith:

1. Unaudited Financial results under IND AS for the quarter and nine months ended December 31, 2022 along with Limited review Report by M/s. BSR & Co. LLP, Statutory Auditors.
2. Disclosures in accordance with Regulation 52(4) of SEBI LODR.
3. Security cover certificate in accordance with Regulation 54 of SEBI LODR.

Further, in accordance with Regulation 52(8) of the SEBI LODR, the Company would be publishing the Unaudited Financial Results for the quarter and nine months ended December 31, 2022 in Business Standard newspaper within prescribed timelines.

The Board meeting is concluded at 06.30 p.m.

We request you to take the above on records.

Thanking you,

Yours Faithfully
For Fedbank Financial Services Limited



S. Rajaraman
Company Secretary & Compliance Officer
Membership No.:F3514

Statement of Unaudited Financial Results for the Quarter and nine months ended December 31, 2022

INR in Lakhs

Sl.No.	Particulars	For the Quarter ended			For the Nine months ended		For the Year ended
		Dec 31, 2022 (Unaudited)	Sep 30, 2022 (Unaudited)	Dec 31, 2021 (Unaudited)	Dec 31, 2022 (Unaudited)	Dec 31, 2021 (Unaudited)	Mar 31, 2022 (Audited)
	Revenue from Operations						
	(a) Interest Income	29,051	26,856	19,837	79,268	58,962	82,189
	(b) Fee and Commission Income	1,441	1,351	1,787	4,017	2,919	4,289
	(c) Net Gain on fair value changes	381	257	101	802	337	454
	Total Revenue from Operations	30,873	28,464	21,725	84,087	62,218	86,932
	Other Income	1,016	845	430	2,715	770	1,432
	Total Income (I + II)	31,889	29,309	22,155	86,802	62,988	88,364
	Expenses						
	(a) Finance cost	12,515	10,814	8,741	33,113	25,651	34,765
	(b) Fees and commission expenses	794	493	417	1,730	1,003	1,470
	(c) Impairment on financial instruments and other receivable	1,040	1,706	1,142	3,705	6,697	8,388
	(d) Employee benefit expense	6,378	5,797	4,627	17,869	12,839	17,541
	(e) Depreciation and amortisation expense	1,091	1,043	1,037	3,077	2,572	3,670
	(f) Other expenses	3,444	3,089	2,261	8,494	5,856	8,609
	Total Expenses	25,262	22,922	18,225	67,988	54,618	74,443
	Profit / (Loss) before tax (III-IV)	6,627	6,387	3,930	18,814	8,370	13,921
	Tax expense	1,510	1,771	1,097	4,705	2,198	3,575
	Current tax	1,193	1,652	1,771	4,489	3,228	4,710
	Deferred tax	317	119	(674)	216	(1,030)	(1,135)
	Net Profit / (Loss) for the period/year (V-VI)	5,117	4,616	2,833	14,109	6,172	10,346
	Other Comprehensive Income	(86)	581	-	759	9	68
	(a) Items that will not be reclassified to profit or loss						
	(i) Re-measurement of net defined benefit plan	16	24	-	48	12	92
	(ii) Income tax related to items that shall not be reclassified to profit and loss	(5)	(6)	-	(13)	(3)	(24)
	Total	11	18	-	35	9	68
	(b) Items that will be reclassified to profit or loss						
	(i) Fair value gain / loss - OCI - Loans	(120)	763	-	992	-	-
	(ii) Fair value gain - OCI - Investment in Government Securities	(12)	1	-	(11)	-	-
	(iii) Tax effect on Fair value gain / loss - OCI - Loans and Investment in Government Securities	35	(200)	-	(257)	-	-
	Total	(97)	563	-	724	-	-
	Total Comprehensive Income (VII+VIII)	5,031	5,197	2,833	14,868	6,181	10,414
	Earnings Per Share (Face Value of Rs. 10/- each)#						
	- Basic (Rs.)	1.60	1.43	0.89	4.39	2.00	3.32
	- Diluted (Rs.)	1.59	1.43	0.88	4.38	1.98	3.31

EPS for the period is not annualised

Notes:

- 1 The Company is a Systemically Important Non Deposit taking Non Banking Finance Company (NBFC-ND-SI) registered with Reserve Bank of India (RBI) classified as an Investment and Credit Company.
- 2 The above unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), prescribed under section 133 of the Companies Act, 2013 (the "Act") and other recognised accounting practices generally accepted in India and are in compliance with regulation 52 and regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015, as amended (the "Listing Regulations"), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/813 dated August 10, 2021. Any application guidance / clarification / directions issued by RBI or other regulators are implemented as and when they are issued / applicable.
- 3 The aforesaid unaudited financial results have been approved by the Board of Directors at its meeting held on February 10, 2023 after review by the Audit Committee. The statutory auditors have issued an unmodified review opinion on the aforesaid unaudited financial results for the quarter and nine months ended December 31, 2022.
- 4 Security cover available: The Company has secured NCDs of Rs 187.5 Crs (face value) outstanding at December 31, 2022 which are secured by way of first ranking pari passu charge over the eligible receivables & Current assets to the extent of security cover of 1.10 times of the Obligations.
- 5 Segment Information

Particulars	(INR in Lakhs)					
	Quarter ended	Quarter ended	Quarter ended	Nine month ended	Nine month ended	Year ended
	Dec 31, 2022 (Unaudited)	Sept 30, 2022 (Unaudited)	Dec 31, 2021 (Unaudited)	Dec 31, 2022 (Unaudited)	Dec 30, 2021 (Unaudited)	Mar 31, 2022 (Audited)
(i) Segment Revenue						
Retail Finance	29,108	29,976	20,573	79,603	58,051	81,582
Wholesale Finance	86	159	234	342	1,294	1,303
Distribution	881	825	681	2,410	1,782	2,603
Unallocated	1,816	1,349	887	4,447	1,881	2,876
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	31,889	29,309	22,165	86,802	62,988	88,364
(ii) Segment Result						
Retail Finance	5,261	6,197	4,335	16,923	8,904	14,760
Wholesale Finance	(61)	(686)	(499)	(888)	(558)	(1,059)
Distribution	40	37	43	110	90	123
Unallocated	1,387	839	51	2,667	(66)	107
Profit before tax	6,627	6,367	3,930	18,814	8,370	13,921
(iii) Capital Employed						
Segment Assets						
Retail Finance	8,51,983	7,32,081	5,83,817	8,51,983	5,83,817	6,45,861
Wholesale Finance	3,847	4,074	25,946	3,847	25,946	4,867
Distribution	330	345	284	330	284	401
Unallocated	4,759	4,662	4,318	4,759	4,318	4,342
Total Assets	8,60,919	7,41,162	6,14,365	8,60,919	6,14,365	6,55,571
Segment Liabilities						
Retail Finance	7,26,703	6,12,083	4,89,221	7,26,703	4,89,221	5,33,368
Wholesale Finance	3,099	3,197	15,132	3,099	15,132	6,487
Distribution	100	116	58	100	58	364
Unallocated	-	-	-	-	-	-
Total Liabilities	7,29,902	6,15,396	5,04,411	7,29,902	5,04,411	5,40,219
(Segment assets - Segment Liabilities)						
Retail Finance	1,25,280	1,19,998	94,596	1,25,280	94,596	1,12,493
Wholesale Finance	748	877	10,814	748	10,814	(1,520)
Distribution	230	229	226	230	228	37
Unallocated	4,789	4,662	4,318	4,789	4,318	4,342
Net Segment assets / (liabilities)	1,31,017	1,25,766	1,08,964	1,31,017	1,09,864	1,15,362

The Company has reported segment information as per Indian Accounting Standard (Ind AS) 108 on 'Operating segments'. As per Ind AS 108, segments are identified based on management's evaluation of financial information for allocating resources and assessing performance. For presentation of segment information, directly attributable income, and assets are allocated as such and the other income, expenses and other assets and liabilities are apportioned on appropriate basis. Accordingly, the Company has identified following three reportable segment:

Business Segment	Principal Activities
1. Retail Finance	Retail finance comprises of Gold Loan, Loan Against Property, MSE Loan Against Property, Business Loans, Personal Loans and Housing Finance
2. Wholesale Finance	Wholesale finance segment comprised of Construction Finance and Loan to other NBFCs
3. Distribution	Distribution segment comprises of sourcing business of Home Loan, Auto Loans, Personal Loans and SME Loans for Holding Company

6 Disclosure as per Regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2016 as amended.

Particulars	As at	As at	As at	As at
	Dec 31, 2022	Sept 30, 2022	Mar 31, 2022	Dec 31, 2021
Debt-Equity Ratio ²	5.26	4.59	4.35	4.32
Debt Service Coverage Ratio	NA	NA	NA	NA
Interest Service Coverage Ratio	NA	NA	NA	NA
Outstanding redeemable preference shares (quantity and value)	NA	NA	NA	NA
Capital redemption reserve (INR in Lakhs)	200	200	200	NA
Debenture redemption reserve	NA	NA	NA	NA
Current liability ratio ³	0.43	0.40	0.40	0.37
Total debts to total assets	0.80	0.78	0.77	0.77
Net worth ⁴ (INR in Lakhs)	1,31,017	1,26,766	1,15,352	1,09,954
Sector specific equivalent ratios				
- CRAR	18.69%	19.60%	23.04%	23.65%
- Gross Non Performing Assets (GNPA) ⁵	2.41%	2.27%	2.23%	3.60%
- Net Non Performing Assets (NNPA) ⁶	1.95%	1.78%	1.75%	2.90%
- Liquidity Coverage ratio	88.00%	101.00%	448.00%	89.00%
- Provision Coverage Ratio (PCR) ⁷	19.35%	21.69%	22.67%	20.09%

Particulars	Quarter ended			Nine month ended		Year ended
	Dec 31, 2022	Sept 30, 2022	Dec 31, 2021	Dec 31, 2022	Dec 31, 2021	Mar 31, 2022
Net profit margin (%)	16.05%	15.75%	12.79%	16.26%	9.60%	11.71%
Net Profit after tax (INR in Lakhs)	5,117	4,616	2,833	14,109	6,172	10,346
Earning Per Share (EPS) ¹ - Not annualised						
- Basic	1.60	1.43	0.89	4.39	2.00	3.32
- Diluted	1.59	1.43	0.88	4.39	1.96	3.31

1. Debt service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital ratio, Bad debts to accounts receivable ratio, Debtors turnover, Inventory turnover and Operating margin are not applicable to the Company.

2. Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / [Equity Share capital + Other equity]

3. Current Liability Ratio = (Current Liabilities) / [Total Assets minus Total Net worth]

4. Net worth = [Equity share capital + Other equity]

5. GNPA = Stage 3 Loans / Total Gross Loans

6. NNPA = [Gross Stage 3 Loans - Impairment allowance for Stage 3 Loans] / [Total Gross Loans - Impairment allowance for Stage 3 Loans]

7. PCR = [Total Impairment allowance for Stage 3 Loans] / [Total Stage 3 Loans]

7 During the quarter ended 31 December 2022, credit rating of outstanding Secured Non Convertible Debentures was upgraded from AA- Stable to AA Stable by CARE Ratings Limited.

8 Disclosure pertaining to RBI Master Direction - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021

(i) The Company has not transferred any non-performing assets (NPAs).

(ii) The Company has not transferred any Special Mention Account (SMA) and loan in default.

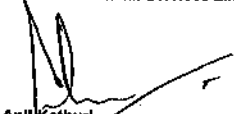
(iii) Details of transfer through assignment in respect of loans not in default during the quarter ended December 31, 2022:

Particulars	Amount
Aggregate amount of Loan transferred (Rs. in lakhs)	20,291
Weighted average residual maturity (in months)	57
Weighted average holding period by originator (in months)	15
Retention of beneficial economic interest	10%/20%
Coverage of tangible security coverage (in %)	29%
Rating-wise distribution of rated loans	NA

(iv) The Company has not acquired any loans in default or not in default through assignment.

(v) The Company has not acquired any stressed loan.

For and on behalf of Board of Directors
Fedbank Financial Services Limited.


Anil Kothuri
Managing Director & CEO
DIN: 00177945

Place: Mumbai
Date : February 10, 2023

B S R & Co. LLP

Chartered Accountants

14th Floor, Central Wing B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East),
Mumbai – 400 063

Telephone: +91 22 6257 1000
Fax: +91 22 6257 1010

Limited Review Report on unaudited financial results of Fedbank Financial Services Limited for the quarter ended 31 December 2022 and year-to-date results for the period from 1 April 2022 to 31 December 2022 pursuant to Regulation 52 and Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021

To the Board of Directors of Fedbank Financial Services Limited

1. We have reviewed the accompanying statement of unaudited financial results of Fedbank Financial Services Limited (hereinafter referred to as “the Company”) for the quarter ended 31 December 2022 and year-to-date results for the period from 1 April 2022 to 31 December 2022 (“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 and in compliance with Regulation 52 and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021. 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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.

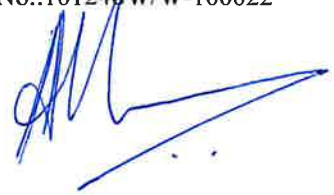
Registered Office:

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

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

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 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 and Regulation 33 of the Securities and Exchange Board of India of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters to the extent applicable.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No.:101248W/W-100022



Ashwin Suvarna
Partner

Membership No.: 109503
UDIN: 23109503BGXUOS9652

Mumbai
10 February 2023

Annexure I- Format of Security Cover

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with paripassu charge)	Other assets on which there is pari- Passu charge (excluding items covered in column F)		debt amount considered more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets viii	Carrying value /book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value (=K+L+M+N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value							Relating to Column F	
ASSETS														
Property, Plant and Equipment				No	NA		32.18		32.18					
Capital Work-in-Progress				No	NA		1.15		1.15					
Right of Use Assets				No	NA		112.38		112.38					
Goodwill				No	NA		-		-					
Intangible Assets				No	NA		2.62		2.62					
Intangible Assets under Development				No	NA		-		-					
Investments				No	224.99		297.06		522.05				224.99	224.99
Loans	Loan Portfolio			Yes	6,396.14		799.09		7,195.23				6,396.14	6,396.14
Inventories				No	NA		-		-					
Trade Receivables				No	NA		16.48		16.48					
Cash and Cash Equivalents				No	387.59		184.74		572.33				387.59	387.59
Bank Balances other than Cash and Cash Equivalents				No	-		52.54		52.54					
Others				No	-		102.23		102.23					
Total		-	-		7,008.72		1,600.46		8,609.19				7,008.72	7,008.72
					NA									
LIABILITIES														
Debt securities to which this certificate pertains	Non - Convertible Debentures			Yes	196.57				196.57					
Other debt sharing pari-passu charge with above debt					NA				-					
Other Debt					NA				-					
Subordinated debt				No	NA		253.42		253.42					
Borrowings														
Bank				No	5,670.87		85.16		5,756.03					
Debt Securities					NA		450.39		450.39					
Others				No	211.95		25.01		236.96					
Trade payables				No	NA		5.32		5.32					
Lease Liabilities				No	NA		133.22		133.22					
Provisions				No	NA		5.81		5.81					
Others					NA		261.31		261.31					
Total		-	-		6,079.39		1,219.64		7,299.03					
Cover on Book Value					1.1									
Cover on Market Valueix														
		Exclusive Security cover ratio			Pari-passu security cover ratio									

Notes:

1. We confirm that the Company has complied with the covenants mentioned in the disclosure documents of the Non Convertible Debentures.
2. Loan portfolio mentioned in the column F represents Stage 1 and Stage 2 loans as defined in Ind AS 109.
3. Column F include book value of all assets having pari passu charge and outstanding book value of corresponding debt.
4. The value mention in Column F, H and J in respect to loans is net of provision made as per Ind AS 109.
5. Since market value of such loans are not readily available, the value disclose in coloum N are the book value.
6. Amounts are in INR crore.

Work done:

1. We have tallied back the number (coloum J) to FS