



Date: 12<sup>th</sup> November, 2020

To,

The General Manager  
Compliance Dept.  
BSE Limited  
1<sup>st</sup> 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 Un-audited Financial results for the quarter and half year ended September 30, 2020 pursuant to Regulation 33 of the SEBI (LODR) Regulations, 2015.

Dear Sir/Madam,

This is to inform you that the Board of Directors at its meeting held today, Thursday, November 12, 2020, considered and approved the following:

1. Standalone Un-audited Financial results for the quarter and half year ended September 30, 2020.
2. Standalone Limited Review Report of the Statutory Auditors of the Company, on the Un-audited Financial Results for the quarter and half year ended September 30, 2020.

Please find enclosed the above mentioned financial results and Limited Review Report.

We request you to take on record and acknowledge the receipt of the same.

Thanking you,

**Yours Faithfully**

**For Fedbank Financial Services Limited**

RAJARAMAN Digitally signed  
by RAJARAMAN  
SUNDARESA SUNDARESAN  
N Date: 2020.11.12  
18:03:00 +05'30'

**S. Rajaraman**

**Company Secretary & Compliance Officer**

**Membership No.:F3514**

**LIMITED REVIEW REPORT**

To,  
The Board of Directors,  
Fedbank Financial Service Limited,

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results (the "Statement") of **FEDBANK FINANCIAL SERVICE LIMITED** ("the company") six months ended September 30, 2020 and has been approved by the board of directors. Our responsibility is to issue a report on these financials results based on our review attached herewith, being submitted by the company pursuant to be requirement of 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The preparation of this statement in accordance with the recognition and measurement principles laid down in India Accounting standard 34, (Ind AS 34) "Interim Financials reporting, prescribed under section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the listing regulations read with the relevant circulars issued by SEBI, is the responsibility of the company's Management and has been approved by the board of directors of the company's management. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 of unaudited financial results prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India has not disclosed the information required 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.
  
5. We draw attention to note 5 to the Statement, which describes that the impact of Covid-19 pandemic on the company is highly uncertain and will depend on future developments as stated in the note. Our conclusion is not modified in respect of this matter

For VARMA & VARMA  
Chartered Accountants  
FRN 004532S

Place: Bengaluru  
Date : 12.11.2020

GEORGY MATHEW  
Partner  
M. No. 209645  
UDIN: 20209645AAAAIY5183

Corporate Identity Number: U65910KL1995PLC008910

Registered Office: Federal Towers, Alwaye, Ernakulam, Kerala - 683101, India. Tel: 0484-2634411

Corporate Office: Kanakia Wall Street, A-Wing, 5th Floor, Unit No.501/502/511/512, Andheri-Kurla Road, Chakala, Andheri East, Mumbai, Maharashtra-400093

Tel: +91 22 68520601

Website: www.fedfina.com

**FEDBANK**  
FINANCIAL SERVICES LIMITED

Unaudited Standalone Statement of Assets and Liabilities as at September 30, 2020

Particulars	Rs. in Lakhs	
	As at September 30, 2020 (Unaudited)	As at March 31, 2020 (Audited)
<b>I ASSETS</b>		
<b>Financial Assets</b>	<b>4,38,427</b>	<b>3,95,719</b>
(a) Cash and cash equivalents	29,591	14,229
(b) Bank balances other than cash and cash equivalents	7,685	7,502
(c) Derivative financial instruments	-	-
(d) Stock in trade	-	-
(e) Receivables		
(i) Trade Receivables	172	231
(ii) Other Receivables	389	140
(f) Loans	3,98,731	3,68,652
(g) Investments	954	4,136
(h) Other financial assets	905	829
<b>Non-Financial Assets</b>	<b>16,494</b>	<b>12,900</b>
(a) Current tax assets (net)	1,191	839
(b) Deferred tax assets (net)	2,253	650
(c) Property, Plant & Equipment	10,801	10,466
(d) Capital work in progress	127	42
(e) Intangible assets under development	-	-
(f) Other Intangible assets	236	198
(g) Other non-financial assets	1,886	705
<b>TOTAL</b>	<b>4,54,921</b>	<b>4,08,619</b>
<b>I LIABILITIES AND EQUITY</b>		
<b>Financial Liabilities</b>	<b>3,81,601</b>	<b>3,36,079</b>
(a) Derivative financial instruments	-	-
(b) Payables		
(i) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	10
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	88	399
(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	325	485
(c) Debt securities	61,299	12,178
(d) Borrowing (other than debt securities)	2,81,707	3,09,581
(e) Subordinated liabilities	24,575	-
(f) Other financial liabilities	13,607	13,426
<b>Non-Financial Liabilities</b>	<b>1,906</b>	<b>3,424</b>
(a) Current tax liabilities (net)	600	-
(b) Provisions	258	192
(c) Deferred tax liabilities (net)	-	-
(d) Other non-financial liabilities	1,048	3,232
<b>Equity</b>	<b>71,414</b>	<b>69,116</b>
(a) Equity share capital	27,342	27,342
(b) Other equity	44,072	41,774
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>4,54,921</b>	<b>4,08,619</b>

Corporate Identity Number: U65910KL1995PLC008910

Registered Office: Federal Towers, Alwaye, Ernakulam, Kerala - 683101, India. Tel: 0484-2634411  
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Chakala, Andheri East, Mumbai, Maharashtra-400093

Tel: +91 22 68520601

Website: www.fedfina.com

**FEDBANK**  
FINANCIAL SERVICES LIMITED

Statement of Unaudited Standalone Financial Results for the Half year ended September 30, 2020

Rs. in Lakhs

SI.No.	Particulars	For the Half year ended September 30, 2020 (Unaudited)	For the Half year ended September 30, 2019 (Unaudited)	For the Year ended March 31, 2020 (Audited)
<b>1</b>	<b>Revenue from Operations</b>			
	(a) Interest Income	30,289	16,868	42,588
	(b) Dividend Income	-	-	-
	(c) Fee and Commission Income	865	1,072	2,390
	(d) Net Gain on fair value changes	52	-	9
	<b>Total Revenue from Operations</b>	<b>31,206</b>	<b>17,940</b>	<b>44,988</b>
<b>2</b>	<b>Other Income</b>	688	485	1,665
<b>3</b>	<b>Total Income (1+2)</b>	<b>31,894</b>	<b>18,425</b>	<b>46,652</b>
<b>4</b>	<b>Expenses</b>			
	(a) Finance cost	14,864	8,446	20,110
	(b) Fees and commission expenses	291	590	1,239
	(c) Employee benefit expense	6,183	3,949	10,082
	(d) Depreciation and amortisation expense	1,213	733	1,921
	(e) Impairment on financial instruments & other receivable	4,015	56	2,188
	(f) Other expenses	2,958	2,109	5,512
	<b>Total Expenses</b>	<b>29,523</b>	<b>15,883</b>	<b>41,052</b>
<b>5</b>	<b>Profit / (Loss) before tax (3-4)</b>	<b>2,371</b>	<b>2,542</b>	<b>5,600</b>
<b>6</b>	<b>Tax expense</b>	<b>156</b>	<b>810</b>	<b>1,686</b>
	Current tax	1,756	725	1,802
	Deferred tax	(1,100)	85	-116
	Tax expense - Prior Period	(500)	-	-
<b>7</b>	<b>Net Profit / (Loss) for the period (5-6)</b>	<b>2,215</b>	<b>1,732</b>	<b>3,914</b>
<b>8</b>	<b>Other Comprehensive Income</b>	(8)	4	(15)
	(A) (i) Items that shall not be reclassified to profit and loss	(10)	6	(20)
	(ii) Income tax related to Items that shall not be reclassified to profit and loss	2	(2)	5
<b>9</b>	<b>Total Comprehensive Income (7+8)</b>	<b>2,207</b>	<b>1,736</b>	<b>3,899</b>
<b>10</b>	<b>Earnings Per Share (Face Value of Rs. 10/- each (Refer note 2))</b>			
	- Basic (Rs.)	0.81	0.75	1.61
	- Diluted (Rs.)	0.81	0.75	1.60

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

ANIL  
KOTHURI

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by ANIL KOTHURI  
Date: 2020.11.12  
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Anil Kothuri  
Managing Director & CEO  
DIN:00177945

Place : Mumbai

Date : November 12, 2020

**Notes:**

- 1 The above financial results have been approved by the Board of Directors at its meeting held on November 12, 2020 after review by the Audit Committee. The Statutory auditor have conducted limited review and issued an unmodified opinion on the financial results for the six months ended September 30, 2020.
- 2 The Company is a Non Banking Finance Company registered with Reserve Bank of India.
- 3 Earnings Per Share both basic & diluted for the half year ended are not annualized.
- 4 Fedbank Financial services Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the half year ended September 30, 2020 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulation s, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provision of the Companies Act, 2013, as applicable.
- 5 Since the first quarter of calendar year 2020, the Covid-19 pandemic has impacted most countries, including India. The Government of India initiated a nation wise lockdown from March 25, 2020 which was further extended until May 31, 2020. Though, a gradual and calibrated easing of lock-down measures started from June 2020, several regions are still following the extended lockdown measures to contain the spread of Covid-19.

Since the easing of lockdown measures, there has been a gradual pickup in economic activity and growth in high frequency. Economic indicators are improving, albeit the recovery is uneven. Growth in several key factors continue to remain below the pre Covid-19 level, which may prevail even after lifting of restrictions related to Covid-19 Pandemic. The loan growth was impacted due to lower credit demand.

With an intention to mitigate the burden of debt servicing brought about by disruption on account of Covid-19 pandemic and to ensure the continuity of viable businesses, the RBI through its circular dated March 27, 2020 permitted to grant a moratorium to customers on the payment of instalments and /or interest, falling due between March 1, 2020 and May 31, 2020. This period was extended by RBI till August 31, 2020 through its circular dated May 23, 2020. The Company has accordingly extended the moratorium option to its borrowers in accordance with its Board approved policy and staging of account as per Indian Accounting Standard at September 30, 2020 is based on the days past due status considering the benefit of moratorium period.

The impact of Covid-19 pandemic on the Company is highly uncertain and will depend on ongoing spread of Covid-19, effectiveness of current and future steps taken by government and Central Bank to mitigate the economic impact, steps taken by the Company and time its takes for economic activity to return to pre-pandemic level. The Company's capital and liquidity position is strong and would continue to be the focus area for the Company during this period. Further, the underlying forecast and assumptions applied by the Company in determination of ECL Provision are subject to uncertainties which are often outside of the Company's control and accordingly, actuals may differ from these estimates.

Further, subsequent to the Balance sheet date, on October 23, 2020, the Government of India has approved a scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts (March 1, 2020 to August 31, 2020) as per which such eligible amounts will be reimbursed by the Government and consequently is not expected to have any impact on the financial results. Based on an assessment of the situation, the Company considers that the impairment loss/provision as stated in the financials, is adequate to cover any future uncertainties.

- 6 Disclosure pursuant to Reserve Bank of India Circular DOR.No.BP.BC.63/21.04.048/2019-20 dated 17 April 2020 pertaining to Asset Classification and Provisioning in terms of COVID19 Regulatory Package

Particulars	Rs. In Lakhs
	September 30, 2020
(i) Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended	1,90,116.89
(ii) Respective amount where asset classification benefits is extended.	1,90,116.89
(iii) General Provision made*	-
(iv) General Provision adjusted during the period against slippages and the residual provisions	-

\*The Company being NBFC has complied with Ind AS and guidelines duly approved by the Board for recognition of the impairment

- 7 The Previous period/year amounts have been regrouped/reclassified wherever necessary to conform to the current year's presentation.

## Annexure 1

1. During the period ended September 30, 2020 the Company has not received any complaint from its Non-convertible Debentures (NCD) investors and there is no investor complaint pending for redressal at the beginning and at the end of the above period. The shares of the Company are not listed at the stock exchange.

2. Credit rating and change in credit rating at the September 30, 2020:  
All the instrument wise credit ratings by the leading rating agencies are as follows:

Instrument	CRISIL	CARE	India Rating	Acuite
Commercial Paper	Crisil A1+			Acuite A1+
<b>Amount in Cr.</b>	<b>500</b>			<b>500</b>
Non-Convertible Debenture (NCD)			India rating AA-	
<b>Amount in Cr.</b>			<b>1100</b>	
<b>Long Term Bank Facilities</b>	-	Care AA-		-
<b>Amount in Cr.</b>		<b>3700</b>		

There is no change in credit rating during half year ended September 30, 2020.

3. Asset cover available: The Company has secured NCDs of Rs 187.5 Crs and Rs 100 Crs (face value) outstanding at September 30, 2020 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 and 1.25 times respectively of the Obligations.

The Company has also issued 9.90% Fedbank Financial services limited Unsecured Subordinated NCD 2027” to The Federal Bank Limited.

4. Key ratios:

Particulars	At September 30, 2020	At March 31, 2020	At September 30, 2019
Debt-equity ratio	5.15	4.66	3.73
Net worth (INR in Cr.)	716.16	691.15	586.16

5. Details of due dates of payment of interest and repayment of principal/maturity of NCDs due and made between April 1, 2020 to September 30, 2020 are given below:

Sr.No.	NCD Series	ISIN	Due Dates	Nature
1	9% Fedbank Financial Services Limited Tranche 1 NCDs 2023	INE007N07017	NA	NA
2	8.10% Fedbank Financial Services Limited NCDs 2022	INE007N07025	NA	NA
3	9.90% Fedbank Financial Services Limited Unsecured Subordinated NCD 2027	INE007N08015	NA	NA

Details of due dates of payment of interest and repayment of principal/maturity of NCDs due and to be made from October 1, 2020 to March 31, 2021 are given below:

Sr.No.	NCD Series	ISIN	Due Dates	Nature
1	9% Fedbank Financial Services Limited Tranche 1 NCDs 2023	INE007N07017	NA	NA
2	8.10% Fedbank Financial Services Limited NCDs 2022	INE007N07025	NA	NA
3	9.90% Fedbank Financial Services Limited Unsecured Subordinated NCD 2027	INE007N08015	NA	NA

6. Pursuant to notification issued by Ministry of Corporate Affair on Companies (Share Capital and Debentures) Rules, 2014 dated August 16, 2019, as amended, the Issuer being registered as Non-Banking Finance Company with RBI under section 45-IA of the Reserve Bank of India Act, 1934 Debenture Redemption Reserve is not required in case of privately placed debentures. Therefore, the Issuer will not be maintaining DRR in respect of the NCDs issued herein. Creating of Capital Redemption Reserve (CRR) is not applicable to the Company.

For FedBank Financial Services Limited

Place: Mumbai

ANIL  
KOTHURI  
Anil Kothuri  
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ANIL KOTHURI  
Date: 2020.11.12  
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Date: November 12, 2020

Managing Director & CEO

DIN: 00177945



**Corporate Identity Number:** U65910KL1995PLC008910  
**Registered Office:** Federal Towers, Always, Ernakulam, Kerala - 683101,  
 India, T.91: 0484-2634411  
**Corporate Office:** Kanakia Wall Street, A-Wing, 5th Floor,  
 Unit No.501/502/51/512, Andheri-Kurla Road, Chakala, Andheri East, Mumbai,  
 Maharashtra-400093  
**Tel: +91 22 68820601**  
**Website: www.fedfina.com**

**FEDBANK**  
 FINANCIAL SERVICES LIMITED

**Statement of Unaudited Standalone Financial Results for the Half year ended September 30, 2020**

Rs. in Lakhs

Sl.No.	Particulars	For the Half year ended September 30, 2020 (Unaudited)	For the Half year ended September 30, 2019 (Unaudited)	For the Year ended March 31, 2020 (Audited)
1	Total Income from Operations	31,206	17,940	44,988
2	Net Profit/ (Loss) for the period (before Tax, Exceptional and/or Extraordinary Items#)	2,371	2,542	5,600
3	Net Profit/ (Loss) for the period before tax (after Exceptional and/or Extraordinary Items#)	2,371	2,542	5,600
4	Net Profit/ (Loss) for the period after tax (after Exceptional and/or Extraordinary Items#)	2,215	1,732	3,914
5	Total Comprehensive Income for the period [Comprising Profit/ (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	2,207	1,736	3,899
6	Paid up Equity Share Capital	27,342	25,676	27,342
7	Reserves (excluding Revaluation Reserve)	44,072	32,941	41,774
8	Net worth	71,414	58,617	69,116
9	Paid up Debt Capital / Outstanding Debt	3,67,581	2,18,529	3,21,759
10	Outstanding Redeemable Preference Shares *	-	-	-
11	Debt Equity Ratio *	5.15	3.73	4.66
12	Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) -			
	1. Basic	0.81	0.75	1.61
	1. Diluted	0.81	0.75	1.60
13	Capital Redemption Reserve *	NA	NA	NA
14	Debiture Redemption Reserve *	NA	NA	NA
15	Debt Service Coverage Ratio *	NA	NA	NA
16	Interest Service Coverage Ratio *	NA	NA	NA

Note:

- The above unaudited financial results for the half year ended September 30, 2020 have been reviewed and approved by the Board of Directors at its meeting held on November 12, 2020.
- The above is an extract of the detailed format of the financial results for the half year ended September 30, 2020 filed with the Stock Exchanges under Regulation 52 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015 as amended. The full format of the half yearly financial results are available on the websites of the Stock Exchange "www.bseindia.com" and on the Company's website "www.fedfina.com".
- For the items referred in sub-clauses (a), (b), (d) and (e) of the Regulation 52 (4) of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015, the pertinent disclosures have been made to the BSE India and can be accessed on the "www.bseindia.com".
- Fedbank Financial services Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the half year ended September 30, 2020 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provision of the Companies Act, 2013, as applicable.

For and on behalf of Fedbank Financial Services Limited

Chartered Accountant  
**SRI KOTHURI**  
MEMBER OF ICAI

**Anil Kothuri**  
 Managing Director & CEO  
 DIN:00177945

Place : Mumbai  
 Date : November 12, 2020