

Date: 8th August, 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 first quarter ended June 30, 2023 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) 2015 ("SEBI Regulations") and other applicable regulations, if any, we hereby inform that the Board of Directors of the Company in their meeting held today i.e August 8, 2023 has inter- alia approved the Unaudited Financial Results of the Company for the first quarter ended June 30, 2023.

In this regard please find enclosed the following:

- Unaudited Financial results under IND AS for the quarter ended June 30, 2023 which was duly approved and taken on record 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.
- 2. Limited Review Report by M/s. BSR & Co. LLP, Statutory Auditors, on the Unaudited Financial Results for the quarter ended June 30, 2023. Further M/s BSR & Co. LLP, Statutory Auditors of the Company has issued unmodified opinion on the Unaudited results for the quarter ended June 30, 2023.
- 3. Disclosure in accordance with Regulation 52(4) of SEBI Regulations.
- 4. Disclosures of security cover in accordance with Regulation 54 of SEBI Regulations.
- 5. Statement of utilisation of issue proceeds of non convertible debentures pursuant to Reg 52(7) and statement of deviation/ variation in use of proceeds of non convertible debentures as per Reg 52(7A) of SEBI Regulations in Annexure 1



Further, in accordance with Regulation 52 of the SEBI Regulations, the Company would be publishing the Unaudited Financial Results for the first quarter ended June 30, 2023 in Business Standard newspaper within 2 working days of the conclusion of the said meeting.

The Board meeting is concluded at 07:15 p.m.

We request you to please take the above on records.

Thanking you,

Yours Faithfully

For Fedbank Financial Services Limited

S. Rafjaraman

Company Secretary & Compliance Officer

Membership No.:F3514

Fedbank Financial Services Limited Registered & Corporate Office: Kanakia Wall Street, A-Wing, 5th Floor, Unit No.511, Andheri–Kurla Road, Andheri East, Mumbai, Maharashtra–400093 Corporate Identity Number: U65910MH1995PLC364635 Tel: +91 22 68520601

Website: www.fedfina.com



### Statement of Unaudited Financial Results for the Quarter ended June 30, 2023

INR in Lakhs

SI.No.	Particulars	Foi	the Quarter en	ded	For the Year ended
	a willowing	June 30, 2023	June 30, 2022	Mar 31, 2023	Mar 31, 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from Operations				
	(a) Interest Income.	34,123	23,361	31,748	1,11,016
	(b) Fee and Commission Income	1,426	1.225	1,584	5,601
	(c) Net Gain on fair value changes	590	<u> </u>	460	1,262
	Total Revenue from Operations		164		
		36,139 648	24,750	33,792	1,17,879
	Other Income		854	873	3,588
	Total income (I + II)	36,787	25,604	34,665	1,21,467
	Expenses (a) Finance cost	16,358	9,784	14,102	47,215
	(b) Fees and commission expenses	460	9,764	14, 102 598	2,328
	(c) Impairment on financial instruments and other receivable	1.065	959	1,185	4,890
	(d) Employee benefit expense	6,923	5,694	6,891	24,760
	(e) Depreciation and amortisation expense	866	943	1,110	4,187
	(f) Other expenses	3.909	1,981	3,754	12,248
	Total Expenses	29,581	19,804	27,640	95,628
	Profit before exceptional items and tax (III-IV)	7,206	5,800	7,025	25,839
	Exceptional items	7,200		(1,537)	
	Profit before tax	7.206	5,800	5,488	24,302
	Tax expense	1,818	1,424	1,584	6,289
• • • • • • • • • • • • • • • • • • • •	Current tax	1,870	1,644	1,249	5,738
	Deferred tax	(52)	(220)	335	551
IX	Net Profit for the period/year (VII-VIII)	5,388	4,376	3,904	18,013
	Other Comprehensive Income	397	264	479	1,238
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement of net defined benefit plan.	(13)	8.	(33)	15
	(ii) Income tax related to Items that shall not be reclassified to	` '		· · · ·	
	profit and loss	3	(2)	g.	(4)
<del></del>	Total	(10)		(24)	11
	(b) Items that will be reclassified to profit or loss			ì	
	(i) Fair value gain / (loss) - OCI - Loans	512	349	641	1,633
	(ii) Fair value gain / (loss) - OCI - Investment in				
	Government Securities	32	-	17	6
	(lii) Tax effect on Fair value gain / (loss) - OCI -	Ī			
	Loans and Investment in Government Securities		1	i	
		(137)	(91)	(155)	(412)
	Total	407	258	503	1,227
Χŧ	Total Comprehensive Income (IX+X)	5,785	4,640	4,383	19,251
	Earnings Per Share (Face Value of Rs. 10/- each)#				
· ·	- Basic (Rs.)	1.67	1.36	1.21	5.60
	- Diluted (Rs.)	1.67	1.36	1.21	5.59

<sup>#</sup> EPS for the period is not annualised

#### Notes:

- 1 The Company is a Systemically Important Non Deposit taking Non Banking Finance Company (NBFC-ND-St), registered with Reserve Bank of India (RBI) classified as an investment and Credit Company.
- 2 The above 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 53 and regulation 33 of the Securities and Exchange Board of India (Justing Obligation and Disciosure Requirements), Regulation, 2015 is a immended (the Listing Regulations), as prescribed in Securities and Exchange Board of India operational circular SEBUHONDOHSPYCRX2021613 dated August 10, 2021, Any application guidance / clarification / directions issued by RBI or other regulators are implemented as and when they are issued / applicable. The interim financial statements, used to prepaire the financial results, are based on the notified Schedule III of the Act, as amended from time to time, for Non-Banking Financial Companies that are required to comply with Ind AS.
- 3 The aforesald unaudited financial results have been approved by the Board of Directors at its meeting held on August 08, 2023 after review by the Audit Committee. The statutory auditors have issued an unmodified review opinion on the aforesald unaudited financial results for the quarter ended June 30, 2023.
- 4 The figures for the quarter ended March 31, 2023 in the above financial results are the belancing figures between the audited figures for the year ended March 31, 2023 and the year to date unaudited figures published up to the nine months ended December 31, 2022.
- 5 Security cover available. The Company has secured NCDs of Rs 300 Crs (face value) outstanding at June 30, 2023 which are secured by way of first ranking part passu charge over the eligible receivables & Current assets to the extent of security cover of 1,10 times of the Obligations.

#### 6 Segment Information

	1	<del></del>		[ENR in Lakhs]
Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended
	Jüne 30; 2023	June 30, 2022	Mar 31, 2023	Mar 31, 2023
	(Unaudited)	(Unaudited)	(Unitedited)	(Audited)
(i) Segment Revenue			· · · · · · · · · · · · · · · · ·	
Retail Finance	33,857	23,521	31.876	1.11.479
Wholesale Finance	113	97	(23)	319
Distribution	811	704	997	3,407
Unallocated	2,006	1,282	1,815	6,262
Less: Inter Segment Revenue.		·		
tricome from Operations	36,787	25,604	34,665	1,21,467
(iii) Segment Result				
Retail Finance	6,334	5,465	4,886	21,809
Wholesale Finance	(25)	(139)	(119)	(1,005)
Distribution	35	33	41	151
Unallocated	962	441	2,218	4,884
Profit before tax	7,206	5,800	7,026	25,839
(iii) Capital Employed				
Segment Assets				
Relai Finance	9,34,192	6,89,290	8,96,543	8,96,542
Wholesale Finance	3,178	6,286	6.700	6.700
Distribution	918	620	476	476
Linallocated	2,961	4,240	3,380	3,380
Total Assels	9,41,249	7,00,436	9,07,099	9,07,099
Segment Liabilities				
Relad Finance	7,96,660	5,74,757	7,65,755	7,65,755
Wholesale Finance	2,583	4 968	5,293	5,293
Distribution	516	450	483	483
Unallocated:				-
Total Liabilities	7,99,759	5,80,185	7,71,531	7,71,531
(Segment assets - Segment Liabilities)	· · · · · · · · · · · · · · · · · · ·			
Relait Finance	1,37,532	1,14,533	1,30,788	1,30,788
Wholesals Finance	595	1,316	1,407	1,407
Distribution	402	160	(7)	(7,
Unallocated	2,961	4,240	3,380	3,380
Net Segment assets / (liabilities)	1,41,490	1,20,251	1,35,568	1,35,568

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 kabilities are apportioned on appropriate basis. Accordingly, the Company has identified following three reportable segment:

reportable orginetic.	
Business Segment	Principal Activilles
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, Oistribution	Distribution sagment comprises of sourcing business of Home Loan, Auto Loans, Personal Loans and
	SME Loans for Holding Company

#### Notes (continued):

7 Disclosure as per Regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015 as amended.

Particulars	As at	As at	As at
Particulars	June 30, 2023	June 30, 2022	Mar 31, 2023
Debt-Equity Ratio <sup>2</sup>	5.39	4,57	5.26
Debt Service Coverage Ratio	NA NA	NA NA	NA
Interest Service Coverage Ratio	NA NA	NA NA	NA
Outstanding redeemable preference shares (quantity and value)	NA.	NA NA	NA
Capital redemption reserve (INR in Lakhs)	200	200	200
Debenture redemption reserve	NA	NA NA	NA
Current liability ratio <sup>3</sup>	0.34	0.41	0.33
Total debts to total assets	0.81	0.78	0.79
Net worth <sup>4</sup> (INR in Lakhs)	1,41,490	1,20,252	1,35,568
Sector specific equivalent ratios			
- CRAR	19.71%	21.00%	17.94%
- Gross Non Performing Assets (GNPA) <sup>5</sup>	2.26%	2.05%	2,03%
- Net Non Performing Assets (NNPA) <sup>6</sup>	1,76%	1.57%	1.59%
- Liquidity Coverage ratio	103,00%	83.00%	108.00%
- Provision Coverage Ratio (PCR) <sup>7</sup>	22,33%	23.72%	22.19%

Particulars	7	Quarter ended		Year ended
Particulars	June 30, 2023	June 30, 2022	Mar 31, 2023	Mar 31, 2023
Net profit margin (%)	14,65%	17.09%	11.26%	14,83%
Net Profit after tax (INR in Lakhs)	5,388	4,376	3,904	18,013
Earning Per Share ('EPS') - Not annualised				
- Basic	1.67	1.36	1.21	5.60
- Diluted	1,67	1,36	1.21	5.59

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

- 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

ervices

- (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 June 30, 2023;

Particulars	Amount
Aggregate amount of Loan transferred (Rs. In lakhs)	22,779
Weighted average residual maurity (in months)	99
Weighted average holding period by originator (in months)	14
Retention of beneficial economic interest	5%/10%/40%
Coverage of tangible security coverage (in %)	49%
Rating-wise distribution of rated loans	NA.

- (iv) The Company has not acquired any loans through assignment.
- (v) The Company has not acquired any stressed loan.

Place: Mumbai Date : August 08, 2023 For and on behalf of Board of Directors

Managing Director & CEC DIN: 00177945

	_					1								
		_			/			tio	Pari-passu security cover ratio	Pari-pass		Exclusive Security cover ratio	7 W m	
														COVEL OU INTUKEL ABILE
									1.10					over on Book Value
					1,991.59		4,404.07							
					205.92		26.502		6 725 73					Total
					7.41		1.41		NA S		No.			Others
					128.62		70.071		NA		No			Provisions
					36.13		120 50		NA.	0	No			ease Liabilities
					200,40		36 13		AN	0	N			rade payables
					305 40	-	25.00		180.49	0	Z			Cinera
					391.03		391.03		NA	0	2	т-		Orhor.
		-			6,247.49				6,247.49	0	No	not to be fined		Societies
												Not be no felled		Bank
					467.76		467.76		NA			_		Borrowings
												_		Sub orginated debt
									NA			_		Other Debt
									NA					debt
							-							passu charge with above
														r cebt sharing pari-
					307.74	÷	,	2	307.74	Yes	*		Debentures	this certificate pertains
													Non - Convertible	Debt securities to which
														JABILITIES
7,965.75		397.10			9,412.49		1,440.14		.,					
49.40	49.40				154./4		#6.cot		7 965 75					Total
							106 30		49.40	No	2			Others
4	•	r				w.	,	2						Equivalents
									9	No.	,			Cash and Cash
237.93	237.93													Bank Balances other than
					247 77		9.84		237.93	Yes	,		Equivalents	Equivalents
.	-				20.23		20.23		NA	0	-		Cach and Cach	Cash and Cash
1,401.34	1,000.00						,		NA	Vo	1			Trade Becainship
7701	7 781 27				8,296.60		1,015.28		7,281.32	Yes			LOAN PORTIONO	nventories
397.10		201.40											runus	
207		397 10			548.48		151.38		397.10	Yes	_		Securities & Mutual	investments
													Government	
						í	t.	ï	AN	No				under Development
					2.83		2.00		1000					Intangible Assets
							7 60		NA S	No				Intangible Assets
					111.27		111.27		200	No				Goodwill
,									***	No				Right of Use Assets
					1.16		1.16	*	NA	No				Progress
		,			04.00									Capital Work-in-
					29 40		29.40		NA	N				Equipment
														Property, Plant and
														ASSETS
	B co continu							Book Value	Book Value	Yes/No	Book Value	Book Value		
1	e to Column E	Relating												
	Bank Balance, DSRA market value is not applicable)	1-71 Feb. A	applicable (For Eg. Bank Balance, DSRA market value is not applicable)	basis		pari passu harge)		covered in column F)	debt with paripassu charge)					
Total Value (=K+L+M+N)	ascertainable or	for Pari passu	value is not ascertainable or	charged on Exclusive		than once (due to exclusive plus		(excludin	this certificate is	this certificate being issued	Secured Debt	certificate being issued	relate	
	charge assets where	Market Value	where market	for Assets		considered more		pari- Passu	debt for which	Debt for which	Other	which this	certificate	
	value for pari passu		charge assets	Market Value		debt amount		which there is	pari passu debt			Debt for	of asset for which this	
	Carrying value /book							Other assets on	Assets shared by				Description	
	Related to only those items covered by this certificate	se items covere	Related to only tho		(lotal C to H)	negative )	Security	Charge	Charge	Charge	Charge	Charge		
		•				Elimination	offered as	Pari-Passu	Pari-Passu	Pari-Passu	Exclusive	Exclusive		Particulars
Column O	Column N	Column M	Column L	Column K	Column J	Column						The second secon		

- Notes:

  1. The Company has compiled 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 Ioans as defined in ind AS 109.

  3. Column F include book value of all assets having part passu charge and outstanding book value of corresponding debt.

  4. The value mention in Colomn 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.



# BSR&Co.LLP

#### Chartered Accountants

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center, Western Express Highway, Goregaon (East), Mumbai – 400063, India 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 30 June 2023 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

- 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 30 June 2023 ("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.

legistered Office:



- 4. Attention is drawn to the fact that the figures for the three months ended 31 March 2023 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- 5. 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 BSR & Co. LLP

Chartered Accountants

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

Ashwin Suvarna

Partner

Membership No.: 109503 UDIN:23109503BGXUQI4044

Mumbai 08 August 2023



# Annexure-1

# A. Statement of utilization of issue proceeds:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
Fedbank Financial Services Limited	INE007N08023	Private placement	Non- convertible Securities – Subordinated Debt	26-05- 2023	Rs. 200 Crores	Partially Utilised	No	NA	-
Fedbank Financial Services Limited	INE007N07041	Private placement	Non- convertible Securities - Secured	26-06- 2023	Rs.100 Crores	Partially Utilised	No	NA	-

## B. Statement of deviation/ variation in use of Issue proceeds:

object, if

any

object

edbank Financial Services Limited rivate placement on-convertible Securities NE007N08023 - 26.05.2023 NE007N07041 - 26.06.2023 NE007N07041 - 26.05.2023 - Rs.200 Cr. NE007N07041 - 26.06.2023 - Rs. 100 Cr. O-06-2023				
on-convertible Securities NE007N08023 - 26.05.2023 NE007N07041 - 26.06.2023 NE007N08023 - 26.05.2023 - Rs.200 Cr. NE007N07041 - 26.06.2023 - Rs. 100 Cr. 0-06-2023				
NE007N08023 - 26.05.2023 NE007N07041 - 26.06.2023 NE007N08023 - 26.05.2023 - Rs.200 Cr. NE007N07041 - 26.06.2023 - Rs. 100 Cr. O-06-2023				
NE007N07041 - 26.06.2023 NE007N08023 - 26.05.2023 - Rs.200 Cr. NE007N07041 - 26.06.2023 - Rs. 100 Cr. 0-06-2023				
NE007N08023 - 26.05.2023 - Rs.200 Cr. NE007N07041 - 26.06.2023 - Rs. 100 Cr. 0-06-2023				
NE007N07041 – 26.06.2023 – Rs. 100 Cr. 0-06-2023				
0-06-2023				
lo				
No				
Yes/ No - Not applicable				
Li - V-bl-				
lot applicable				
Not applicable				
Not applicable				
1				

allocation,

if any

allocation



utilised

deviation/

variation

for the quarter

any



according
to
applicable
applicable object (in
Rs, crore
and in %)

Deviation could mean:

a. Deviation in the objects or purposes for which the funds have been raised.

b. Deviation in the amount of funds actually utilized as against what was originally disclosed.

For Fedbank Financial Services Limited

Name of signatory: C.V. Ganesh Designation: Chief Financial Officer

Date: 08-08-2023