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23rd July 2024

To,
BSE Limited, (Scrip Code: 532720)
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

National Stock Exchange of India Ltd., (Symbol: M&MFIN)
Exchange Plaza, 5th Floor, Plot No. C/1, "G" Block,
Bandra - Kurla Complex, Bandra (East),
Mumbai – 400 051

Dear Sir/ Madam,

Sub: Outcome of the Meeting of the Board of Directors held on 23rd July 2024

Further to our letter dated 10th July 2024 and in compliance with Regulations 30, 33, 51 and 52 read with Schedule III and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform you that basis the recommendation of the Audit Committee, the Board of Directors of Mahindra & Mahindra Financial Services Limited ("the Company") at its Meeting held today i.e. on Tuesday, 23rd July 2024 have, inter-alia, approved the unaudited standalone and consolidated financial results for the first quarter ended 30th June 2024.

Please find enclosed the following documents in connection with the above:

1. Unaudited standalone and consolidated financial results for the first quarter ended 30th June 2024 along with unmodified/ clean Limited Review Report thereon, issued by the Joint Statutory Auditors of the Company viz. M/s. Deloitte Haskins & Sells, Chartered Accountants and M/s. Mukund M. Chitale & Co., Chartered Accountants;
2. Extract of the newspaper publication of the unaudited standalone and consolidated financial results for the first quarter ended 30th June 2024, in the prescribed format, to be published in the print and electronic versions of the newspapers.

The meeting of the Board of Directors of the Company commenced at 12:25 p.m. (IST) and concluded at 2:05 p.m. (IST).

The financial results will also be filed in XBRL mode, as required.

This intimation along with the financial results is also being uploaded on the website of the Company at: <https://www.mahindrafinance.com/investor-relations/financial-information#outcome-of-board-meeting>

Kindly take the same on record.

Thanking you,
For **Mahindra & Mahindra Financial Services Limited**

Brijbala Batwal
Company Secretary
FCS No.: 5220

Enclosure: As above

**Mukund
M. Chitale
& Co.**

2nd Floor, Kapur House,
Paranjape B Scheme,
Road No 1, Vile Parle (E),
Mumbai – 400 057
Tel: + 91 22 2663 3500

**Deloitte
Haskins & Sells**

19th Floor, Shapath – V,
S.G. Highway,
Ahmedabad – 380 015
Tel: +91 79 6682 7300
Fax: +91 79 6682 7400

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF

Mahindra & Mahindra Financial Services Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Mahindra & Mahindra Financial Services Limited ("the Company"), for the quarter ended June 30, 2024 ("the Statement"), being submitted by the Company pursuant to the requirement of (Regulation 33, Regulation 52 and Regulation 54 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33, Regulation 52 and Regulation 54 read with Regulation 63(2) of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Our responsibility is to express a conclusion 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.



**Mukund
M. Chitale
& Co.**

**Deloitte
Haskins & Sells**

4. Based on our review conducted as stated in paragraph 3 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 33 Regulation 52 and Regulation 54 (of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Mukund M. Chitale & Co.

For Deloitte Haskins & Sells

Chartered Accountants
(Firm's Registration No.
106655W)

Chartered Accountants
(Firm's Registration No.
117365W)

M. M. Chitale
Partner
(Membership No. 14054)
UDIN: 24014054BKGTYZ*168
Place: Mumbai
Date: July 23, 2024

Rupen K. Bhatt
Partner
(Membership No. 046930)
UDIN: 24046930BKEZX*1081
Place: Mumbai
Date: July 23, 2024



Mahindra & Mahindra Financial Services Limited

CIN : L65921MH1991PLC059642

Registered Office: Gateway Building, Apollo Bunder, Mumbai 400 001. Tel. No. +91 22 68975500
Corporate Office: Mahindra Towers, 4th Floor, Dr. G.M. Bhosale Marg, Worli, Mumbai 400 018. Tel. No. +91 22 66526000
Website : www.mahindrafinance.com ; Email : investorhelpline_mmfs@mahindra.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

		Rs. in Crore			
	Particulars	Quarter ended			Year ended
		30 June 2024	31 March 2024	30 June 2023	31 March 2024
		(Unaudited)	(Unaudited) Refer note 4	(Unaudited)	(Audited)
	Revenue from operations				
I	i) Interest income	3,612.18	3,547.11	3,034.89	13,108.76
	ii) Dividend income	-	-	-	-
	iii) Rental income	34.23	28.27	24.79	115.46
	iv) Fees, charges and commission income	75.30	76.36	23.34	174.67
	v) Net gain / (loss) on fair value changes	0.50	2.27	1.54	5.25
I	Total Revenue from operations	3,722.21	3,654.01	3,084.56	13,404.14
II	Other income	37.94	52.09	40.85	158.28
III	Total Income (I+II)	3,760.15	3,706.10	3,125.41	13,562.42
	Expenses				
	i) Finance costs	1,828.58	1,735.06	1,450.45	6,426.94
	ii) Fees and commission expense	23.22	35.09	20.07	109.90
	iii) Impairment on financial instruments (refer notes 7, 8 and 9)	448.16	341.47	526.41	1,822.79
	iv) Employee benefits expenses	470.34	424.31	417.36	1,712.63
	v) Depreciation, amortization and impairment	63.75	60.44	54.31	228.71
	vi) Other expenses	239.72	278.19	183.27	905.98
IV	Total expenses	3,073.77	2,874.56	2,651.87	11,206.95
V	Profit / (Loss) before exceptional items and tax (III-IV)	686.38	831.54	473.54	2,355.47
VI	Exceptional item	-	-	-	-
VII	Profit / (Loss) before tax (V+VI)	686.38	831.54	473.54	2,355.47
VIII	Tax expense :				
	i) Current tax	166.69	184.31	166.33	664.93
	ii) Deferred tax	6.73	28.24	(45.45)	(69.08)
		173.42	212.55	120.88	595.85
IX	Profit / (Loss) for the period / year (VII-VIII)	512.96	618.99	352.66	1,759.62
X	Other Comprehensive Income (OCI)				
A)	(i) Items that will not be reclassified to profit or loss				
	- Remeasurement gain / (loss) on defined benefit plans	6.30	0.27	(10.48)	(6.64)
	(ii) Income tax relating to the above items	(1.59)	(0.07)	2.64	1.67
	Subtotal (A)	4.72	0.20	(7.84)	(4.97)
B)	(i) Items that will be reclassified to profit or loss				
	- Net gain / (loss) on debt instruments through OCI	13.55	22.84	28.69	70.58
	- Effective portion of gain/(loss) on designated portion of hedging instruments in a cash flow hedge	(1.55)	(3.83)	4.83	(3.39)
	(ii) Income tax relating to the above items	(3.02)	(4.78)	(8.43)	(16.91)
	Subtotal (B)	8.98	14.23	25.09	50.28
	Other Comprehensive Income (A + B)	13.70	14.43	17.25	45.31
XI	Total Comprehensive Income for the period / year (IX+X)	526.66	633.42	369.91	1,804.93
XII	Earnings per equity share (face value of Rs.2/- each) #				
	Basic (Rupees)	4.16	5.01	2.86	14.26
	Diluted (Rupees)	4.15	5.00	2.85	14.25

Earnings per share for the interim period is not annualized.



Notes:

- 1) The above unaudited standalone 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 and accordingly, these unaudited financial results together with the results for the comparative reporting period have 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 ('the Act'), directions/ guidelines issued by the Reserve Bank of India ('RBI') and other recognized accounting practices generally accepted in India. The above unaudited standalone financial results are in compliance with Regulation 33 and Regulation 52, Regulation 54 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations'). The material accounting policies that are applied in preparation of these unaudited standalone financial results are consistent with those followed in the Standalone financial statements for the year ended 31 March 2024.

The above unaudited Standalone financial results are available on the websites of the Stock Exchanges, <http://www.nseindia.com/corporates> and <http://www.bseindia.com/corporates> and on the website of the Company at the URL <https://www.mahindrafinance.com/investor-relations/financial-information#financial-results>.

- 2) The above unaudited standalone financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 23 July 2024.
- 3) In compliance with Regulation 33 and Regulation 52 read with Regulation 63 (2) of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of standalone financial results for the quarter ended 30 June 2024 has been carried out by Joint Statutory Auditors of the Company.
- 4) The figures for the last quarter of the previous year are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the previous financial year which were subjected to limited review by the Joint Statutory Auditors of the Company.
- 5) During the quarter, the Company has received a Certificate of Registration from Insurance Regulatory and Development Authority of India (IRDAI) to act as a 'Corporate Agent (Composite)' under the Insurance Act, 1938.

The registration as 'Corporate Agent (Composite)' will enable the Company to undertake supplemental business activity of soliciting and procuring insurance business in the areas of life, health and general insurance, both group and individual. The corporate agency license would help in broadening Mahindra Finance's product portfolio by incorporating insurance solutions. It would help customers with their financial and insurance needs being met by a single entity. The process would augment the company's existing sources of revenue and profits as it would deploy its common infrastructure of branch network and feet on street.

- 6) The Company is engaged primarily in the business of financing in India. During the quarter, the Company has started the activities as Corporate Agent (Composite) for providing insurance solutions. There is no separate reportable segment as per Ind AS 108 'Operating Segments' at present.
- 7) The Company has been updating the Expected Credit Loss model (ECL) with the latest set of data inputs on reasonable periodic intervals to capture the expected significant changes in macro-economic growth prospects and shifts in market drivers and changes in risk profile of customer credit exposures. During the previous year (effective from quarter ended 31 December 2023), the Company had updated its ECL model by including multi-factor macro-economic variables and product classification of loan portfolio for its retail vehicle loans and used industry level benchmark allowance rate for its relatively new portfolio under leasing business, which was recommended by the Audit Committee and approved by Board of Directors. Consequently, as a result of the above change in estimate, ECL charge for the quarter ended 30 June 2024 was lower by Rs 108.22 crore. The Company holds provision towards expected credit loss on loans as at 30 June 2024 aggregating to Rs.3,527.99 crore (as at 31 March 2024: Rs.3,401.59 crore).
- 8) In the matter of fraud at its branch in Aizawl (Mizoram) reported during Q4 FY 24, the investigation by law enforcement authorities is in progress during the first quarter ended 30 June 2024. The Company continues to cooperate and provide necessary assistance to the police authorities as required. The Company is carrying necessary provision for the exposure relating to the above fraud.
- 9) In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning), as at 30 June 2024 and accordingly, no amount is required to be transferred to impairment reserve.
- 10) All the secured non-convertible debentures of the Company are fully secured by pari-passu charge on Aurangabad office (wherever applicable) and / or exclusive charge on present and/or future receivables under Loan contracts/Hire Purchase/Lease, owned Assets and book debts. Further, the Company in respect of secured listed non-convertible debt securities maintains required security cover as per the terms of Term Sheet/ Offer document/Information Memorandum and/or Debenture Trust Deed, sufficient to discharge the principal amount and the interest thereon.
- 11) The asset cover available as on 30 June 2024 in respect of listed secured debt securities is 1.08.
- 12) The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) read with Regulation 63 (2) of the Listing Regulations is made in Appendix 1.
- 13) Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.

For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Limited



Raul Rebello
Managing Director & CEO
[DIN:10052487]

Date : 23 July 2024
Place : Mumbai



Appendix - 1

Mahindra & Mahindra Financial Services Limited

Compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) read with Regulation 63 (2) of the Listing Regulations

Analytical Ratios and other disclosures based on unaudited Standalone financial results:

		Rs. in Crore, unless indicated otherwise			
	Particulars	Quarter ended		Year ended	
		30 June 2024	31 March 2024	30 June 2023	31 March 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a)	Debt equity ratio (no. of times) (refer note ii)	5.10	5.08	4.52	5.08
b)	Debt service coverage ratio	N/A	N/A	N/A	N/A
c)	Interest service coverage ratio	N/A	N/A	N/A	N/A
d)	Outstanding redeemable preference shares (quantity and value)	-	-	-	-
e)	Capital redemption reserve	50.00	50.00	50.00	50.00
f)	Debenture redemption reserve	N/A	N/A	N/A	N/A
g)	Net worth (refer note iii)	18,685.30	18,157.49	17,459.69	18,157.49
h)	Net profit (loss) after tax	512.96	618.99	352.86	1,759.62
i)	Earnings per share (face value of Rs.2/- each) (not annualized for the interim period)				
	- Basic (Rupees)	4.16	5.01	2.86	14.26
	- Diluted (Rupees)	4.15	5.00	2.85	14.25
j)	Current ratio	N/A	N/A	N/A	N/A
k)	Long term debt to working capital	N/A	N/A	N/A	N/A
l)	Bad debts to Account receivable ratio	N/A	N/A	N/A	N/A
m)	Current liability ratio	N/A	N/A	N/A	N/A
n)	Total debts to total assets % (refer note iv)	80.59%	80.08%	78.93%	80.08%
o)	Debtors turnover	N/A	N/A	N/A	N/A
p)	Inventory turnover	N/A	N/A	N/A	N/A
q)	Operating margin (%)	N/A	N/A	N/A	N/A
r)	Net profit margin (%) (refer note v)	13.64%	16.70%	11.28%	12.97%
s)	Sector specific equivalent ratios, as applicable.				
	1) Capital Adequacy Ratio (%) (refer note vi)	18.50%	18.86%	21.16%	18.86%
	2) Gross Stage - 3 Assets % (refer note vii)	3.56%	3.40%	4.35%	3.40%
	3) Net Stage - 3 Assets % (refer note viii)	1.46%	1.28%	1.78%	1.28%
	4) Provision Coverage Ratio for Stage - 3 assets (PCR %) (refer note ix)	59.80%	63.16%	60.13%	63.16%

Notes :

- Certain ratios/line items marked with remark "N/A" are not applicable since the Company is a Non banking financial company registered with the RBI
- Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / [Equity Share capital + Other equity]
- Net worth = [Equity share capital + Other equity]
- Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / Total assets
- Net profit margin (%) = Profit after tax / Total income
- Capital Adequacy Ratio has been computed on a standalone basis as per relevant RBI guidelines.
- Gross Stage - 3 Assets % = Gross Stage - 3 Assets / Gross loan assets
- Net Stage - 3 Assets % = (Gross Stage - 3 Assets less Impairment loss allowance for Stage - 3 Assets) / (Gross loan assets less Impairment loss allowance for Stage - 3 Assets)
- Provision Coverage Ratio (PCR %) = Carrying amount of Impairment loss allowance for Stage - 3 Assets / Gross Stage - 3 Assets



**Mukund
M. Chitale
& Co.**

2nd Floor, Kapur House,
Paranjape B Scheme
Road No 1, Vile Parle (E),
Mumbai – 400 057
Tel: + 91 22 2663 3500

**Deloitte
Haskins & Sells**

19th Floor, Shapath – V,
S.G. Highway
Ahmedabad – 380 015
Tel: +91 79 6682 7300
Fax: +91 79 6682 7400

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF

Mahindra & Mahindra Financial Services Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Mahindra & Mahindra Financial Services Limited** ("the Parent" or the "Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associate and joint ventures for the quarter ended June 30, 2024 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33, Regulation 52 and Regulation 54 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS-34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 Regulation 52 and Regulation 54 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Our responsibility is to express a conclusion 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



4. The Statement includes the results of the following entities:

Sr. No.	Name of the Company
	Parent
1	Mahindra & Mahindra Financial Services Limited
	Subsidiaries
2	Mahindra Rural Housing Finance Limited
3	Mahindra Insurance Brokers Limited
4	Mahindra Finance CSR Foundation
5	Mahindra & Mahindra Financial Services Limited – Employees' Stock Option Trust
6	Mahindra Rural Housing Finance Limited Employee Welfare Trust
7	Mahindra Ideal Finance Limited
	Associate
8	Mahindra Finance USA, LLC
	Joint Ventures
9	Mahindra Manulife Investment Management Private Limited (erstwhile Mahindra Asset Management Company Private Limited)
10	Mahindra Manulife Trustee Private Limited (erstwhile Mahindra Trustee Company Private Limited)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors/ one of the joint auditor referred to in paragraph 6 below, 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 33, Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of a subsidiary included in the Statement, whose interim financial results reflect total revenues of Rs. 302.50 Crore for the quarter ended June 30, 2024, total net loss of Rs. 56.66 Crore for the quarter ended June 30, 2024, and total comprehensive loss of Rs. 56.42 Crore for the quarter ended June 30, 2024, as considered in the Statement. These interim financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Further, the interim financial results of a subsidiary included in the Statement, whose interim financial results reflect total revenues of Rs. 286.50 Crore for the quarter ended June 30, 2024, total net profit after tax of Rs. 21.34 Crore for the



**Mukund
M. Chitale
& Co.**

**Deloitte
Haskins & Sells**

quarter ended June 30, 2024, and total comprehensive income of Rs. 20.98 Crore for the quarter ended June 30 2024, , as considered in the Statement, have been reviewed by Mukund M. Chitale & Co., one of the joint auditors of the Parent whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the one of the joint auditor and the procedures performed by us as stated in paragraph 3 above.

The Statement also includes the Group's share of loss after tax (net) of Rs. 2.48 Crore and total comprehensive loss (net) of Rs 2.57 Crore for the quarter ended June 30, 2024, as considered in the Statement, in respect of 2 joint ventures. These interim financial results have been reviewed by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

7. The Statement includes the interim financial results of 4 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenues of Rs. 16.93 Crore for the quarter ended June 30, 2024, total profit (net) after tax of Rs. 0.31 Crore and total comprehensive income (net) of Rs. 0.31 Crore for the quarter ended June 30, 2024, as considered in the Statement. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

The Statement also includes the Group's share of profit after tax of Rs. 21.54 Crore and total comprehensive income of Rs. 21.54 Crore for the quarter ended June 30, 2024, in respect of an associate, based on their interim financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For Mukund M. Chitale & Co.
Chartered Accountants
(Firm's Registration No. 106655W)

For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No. 117365W)

M. M. Chitale
Partner
(Membership No. 14054)
UDIN: 24014054 BKGTZA7703
Place: Mumbai
Date: July 23, 2024

Rupen K. Bhatt
Partner
(Membership No. 046930)
UDIN: 24046930 BKEZXN3302
Place: Mumbai
Date: July 23, 2024



Mahindra & Mahindra Financial Services Limited CIN : L65921MH1991PLC059642 Registered Office: Gateway Building, Apollo Bunder, Mumbai 400 001. Tel. No. +91 22 68975500 Corporate Office: Mahindra Towers, 4th Floor, Dr. G.M. Bhosale Marg, Worli, Mumbai 400 018. Tel. No. +91 22 66526000 Website : www.mahindrafinance.com ; Email : investorhelpline_mmfsl@mahindra.com				
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024				
Rs. in Crore				
	Particulars	Quarter ended		Year ended
		30 June 2024 (Unaudited)	31 March 2024 (Unaudited) Refer note 5	30 June 2023 (Unaudited) 31 March 2024 (Audited)
	Revenue from operations			
i)	Interest income	3,923.06	3,865.78	3,368.83
ii)	Dividend income	-	-	-
iii)	Rental income	34.23	28.27	24.79
iv)	Fees and commission Income	78.24	79.14	24.11
v)	Net gain / (loss) on fair value changes	3.88	5.76	9.80
vi)	Sale of services	276.11	301.37	155.67
I	Total Revenue from operations	4,315.52	4,280.32	3,583.20
II	Other income	39.41	52.62	53.71
III	Total income (I+II)	4,354.93	4,332.94	3,636.91
	Expenses			
i)	Finance costs	1,960.33	1,860.88	1,597.19
ii)	Fees and commission expense	241.04	258.50	115.92
iii)	Impairment on financial instruments (refer notes 8, 9 and 10)	554.55	369.64	592.82
iv)	Employee benefits expenses	591.62	560.08	558.46
v)	Depreciation, amortization and impairment	75.82	72.18	66.36
vi)	Other expenses	289.17	331.37	237.13
IV	Total expenses	3,712.53	3,452.65	3,167.88
V	Profit / (Loss) before exceptional items, Share of profit / (loss) of associate & joint ventures and tax (III-IV)	642.40	880.29	469.03
VI	Exceptional item	-	-	-
VII	Share of profit / (loss) of associate & joint ventures	19.07	15.44	13.77
VIII	Profit / (Loss) before tax (V+VI+VII)	661.47	895.73	482.80
IX	Tax expense :			
i)	Current tax	175.80	197.71	173.67
ii)	Deferred tax	(11.34)	27.38	(53.09)
		164.46	225.09	120.58
X	Profit / (Loss) for the period / year (VIII-IX)	497.01	670.64	362.22
XI	Other Comprehensive Income (OCI)			
A)	(i) Items that will not be reclassified to profit or loss			
	- Remeasurement gain / (loss) on defined benefit plans	6.65	(1.37)	(11.01)
	- Net gain/(loss) on equity instruments through OCI	-	-	-
	- Share of other comprehensive income / (loss) of equity accounted investees	(0.09)	(0.03)	(0.11)
	(ii) Income tax relating to the above items	(1.75)	0.36	2.58
	Subtotal (A)	4.81	(1.04)	(8.53)
B)	(i) Items that will be reclassified to profit or loss			
	- Exchange differences in translating the financial statements of foreign operations	(1.32)	6.07	4.85
	- Net gain/(loss) on debt instruments through OCI	13.14	23.95	29.64
	- Effective portion of gain/(loss) on designated portion of hedging instruments in a cash flow hedge	(1.55)	(3.83)	4.83
	- Share of other comprehensive income / (loss) of equity accounted investees	0.69	2.15	(1.35)
	(ii) Income tax relating to the above items	(2.92)	(5.06)	(8.67)
	Subtotal (B)	8.03	23.28	29.29
	Other Comprehensive Income (A + B)	12.85	22.24	20.76
XII	Total Comprehensive Income for the period / year (X+XI)	509.86	692.88	382.98
	Profit / (Loss) for the period attributable to:			
	Owners of the Company	497.66	670.35	358.69
	Non-controlling interests	(0.65)	0.29	3.53
		497.01	670.64	362.22
	Other Comprehensive Income for the period / year attributable to:			
	Owners of the Company	13.40	19.69	18.89
	Non-controlling interests	(0.55)	2.55	1.87
		12.85	22.24	20.76
	Total Comprehensive Income for the period / year attributable to:			
	Owners of the Company	511.06	690.04	377.58
	Non-controlling interests	(1.20)	2.84	5.40
		509.86	692.88	382.98
XIII	Earnings per equity share (face value of Rs.2/- each) #			
	Basic (Rupees)	4.03	5.43	2.91
	Diluted (Rupees)	4.02	5.42	2.90

Earnings per share for the interim period is not annualized.



Notes:

- 1) The above unaudited consolidated financial results of the Group have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended 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 laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act"), directions/ guidelines issued by the Reserve Bank of India ('RBI') and other recognized accounting practices generally accepted in India. The above unaudited consolidated financial results are in compliance with Regulation 33 and Regulation 52, Regulation 54 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). The material accounting policies applied in preparation of these unaudited consolidated financial results are consistent with those followed in the consolidated financial statements for the year ended 31 March 2024.

The above unaudited consolidated financial results are available on the websites of the Stock Exchanges, <http://www.nseindia.com/corporates> and <http://www.bseindia.com/corporates> and on the website of the Company at the URL <https://www.mahindrafinance.com/investor-relations/financial-information#financial-results>.

- 2) The above unaudited consolidated financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their meeting held on 23 July 2024.
- 3) The unaudited consolidated financial results for the quarter ended 30 June 2024 comprise the following entities of the group -

i) The unaudited financial results of Mahindra & Mahindra Financial Services Limited (the "Parent"), its subsidiaries, Mahindra Insurance Brokers Limited (100%) and Mahindra Rural Housing Finance Limited (98.43%), and joint ventures, Mahindra Manulife Investment Management Private Limited (MMIMPL: 51%) (Formerly known as "Mahindra Asset Management Company Private Limited") and Mahindra Manulife Trustee Private Limited (MMTPL: 51%) (Formerly known as "Mahindra Trustee Company Private Limited"). The unaudited financial results of the Parent, subsidiaries and joint ventures have been subjected to limited review by the Statutory Auditors of respective entities. The joint ventures, MMIMPL and MMTPL have been consolidated under equity method of accounting;

ii) The Management certified financial results of subsidiaries, Mahindra & Mahindra Financial Services Limited Employees' Stock Option Trust (MMFSL ESOP Trust), Mahindra Rural Housing Finance Limited Employee Welfare Trust (MRHFL EWT), Mahindra Finance CSR Foundation and foreign subsidiary, Mahindra Ideal Finance Limited (58.20%), in Sri Lanka. The standalone financial results of these entities do not constitute a material component of the consolidated financial results; and

iii) The Management certified financial results of associate, Mahindra Finance USA LLC (49%), in the United States. The standalone financial results of Mahindra Finance USA LLC do not constitute a material component of the consolidated financial results and these have been consolidated as associate, under equity method of accounting.

- 4) In compliance with Regulation 33 and Regulation 52 read with Regulation 63 (2) of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of consolidated financial results for the quarter ended 30 June 2024 has been carried out by Joint Statutory Auditors of the Company.
- 5) The figures for the last quarter of the previous year are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the previous financial year which were subjected to limited review by the Joint Statutory Auditors of the Parent.
- 6) During the quarter, the Parent has received a Certificate of Registration from Insurance Regulatory and Development Authority of India (IRDAI) to act as a 'Corporate Agent (Composite)' under the Insurance Act, 1938.


The registration as 'Corporate Agent (Composite)' will enable the Parent to undertake supplemental business activity of soliciting and procuring insurance business in the areas of life, health and general insurance, both group and individual. The corporate agency license would help in broadening Mahindra Finance's product portfolio by incorporating insurance solutions. It would help customers with their financial and insurance needs being met by a single entity. The process would augment the Parent's existing sources of revenue and profits as it would deploy its common infrastructure of branch network and feet on street.

- 7) The Segment Reporting in respect of the Consolidated Financial Results is given in Appendix 1.
- 8) The Parent and its subsidiary in the housing finance business have been updating the Expected Credit Loss model (ECL) model with the latest set of data inputs on reasonable periodic intervals to capture the expected significant changes in macro-economic growth prospects and shifts in market drivers and changes in risk profile of customer credit exposures. During the previous year (effective from December 2023), the Parent has updated its ECL model by including multi-factor macro-economic variables and product classification of loan portfolio for its retail vehicle loans and used industry level benchmark allowance rate for its relatively new portfolio under leasing business, which has been recommended by the Audit Committee and approved by the Board of Directors. Consequently, as a result of the above change in estimate, ECL charge for the quarter ended 30 June 2024 was lower by Rs 108.22 crore. The Parent and its subsidiary in the housing finance business holds provision towards expected credit loss on loans as at 30 June 2024 aggregating to Rs.3,817.61 crore (as at 31 March 2024: Rs.3,677.37 crore).
- 9) In the matter of fraud at Parent's branch in Aizawl (Mizoram) reported during Q4 FY 24, the investigation by law enforcement authorities is in progress during the first quarter ended 30 June 2024. The Parent continues to cooperate and provide necessary assistance to the police authorities as required. The Parent is carrying necessary provision for the exposure relating to the above fraud.
- 10) In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Parent and its subsidiary in the housing finance business exceeds the total provision required under IRACP (including standard asset provisioning), as at 30 June 2024 and accordingly, no amount is required to be transferred to impairment reserve.
- 11) All the secured non-convertible debentures (NCDs) of the Parent Company are fully secured by pari-passu charge on Aurangabad office (wherever applicable) and / or exclusive charge on present and/or future receivables under Loan contracts/Hire Purchase/Lease, owned Assets and book debts. Further, the Parent Company in respect of secured listed non-convertible debt securities maintains required security cover as per the terms of Term Sheet/ Offer document/Information Memorandum and/or Debenture Trust Deed, sufficient to discharge the principal amount and the interest thereon. All secured NCDs issued by its subsidiary Company in the housing finance business are secured by pari-passu charges on its Pune office and/or exclusive charge on receivables under loan contracts, owned assets and book debts to the extent of 100% of outstanding secured NCDs.
- 12) The asset cover available as on 30 June 2024 in respect of listed secured debt securities for the Parent is 1.08 and for the subsidiary company in the housing finance business is 1.04.
- 13) The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) read with Regulation 63 (2) of the Listing Regulations is made in Appendix 2.
- 14) Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.

For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Limited



Date : 23 July 2024
Place : Mumbai


Raul Rebello
Managing Director & CEO
[DIN:10052487]

Appendix 1				
Mahindra & Mahindra Financial Services Limited				
Segment-wise Revenue, Results, Assets and Liabilities for Consolidated results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended				
Rs. in Crore				
Particulars	Quarter ended			Year ended
	30 June 2024	31 March 2024	30 June 2023	31 March 2024
	(Unaudited)	(Unaudited) Refer note 5	(Unaudited)	(Audited)
(a) Segment Revenue				
- Financing activities	4,079.43	4,032.65	3,482.69	14,919.74
- Others #	286.51	311.41	163.91	1,094.93
Total	4,365.94	4,344.06	3,646.60	16,014.67
Less : Inter-segment revenue	11.01	11.12	9.69	44.35
Net revenue	4,354.93	4,332.94	3,636.91	15,970.32
(b) Segment Results (Profit / (Loss) before tax) :				
- Financing activities	631.36	849.43	459.21	2,420.70
- Others #	30.11	46.30	23.59	167.48
Net Profit / (Loss) before tax	661.47	895.73	482.80	2,588.18
(c) Segment Assets :				
- Financing activities	1,24,012.20	1,21,353.89	1,06,818.34	1,21,353.89
- Others #	863.45	826.63	702.77	826.63
- Other unallocable assets	1,529.76	1,535.27	1,395.72	1,535.27
Total	1,26,405.41	1,23,715.79	1,08,916.83	1,23,715.79
(d) Segment Liabilities :				
- Financing activities	1,05,532.75	1,03,363.70	89,517.64	1,03,363.70
- Others #	264.82	248.63	185.08	248.63
- Other unallocable liabilities	121.41	128.60	127.70	128.60
Total	1,05,918.98	1,03,740.93	89,830.42	1,03,740.93

'Others' includes Insurance Broking, Insurance Corporate Agency (w.e.f quarter ended 30 June 2024 - refer note 6) and Asset Management Services and Trusteeship.



Appendix - 2

Mahindra & Mahindra Financial Services Limited

Compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) read with Regulation 63 (2) of the Listing Regulations

Analytical Ratios and other disclosures based on unaudited Consolidated financial results:

Rs. in Crore, unless indicated otherwise				
Particulars	Quarter ended			Year ended
	30 June 2024	31 March 2024	30 June 2023	31 March 2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a) Debt equity ratio (no. of times) (refer note ii)	4.94	4.93	4.51	4.93
b) Debt service coverage ratio	N/A	N/A	N/A	N/A
c) Interest service coverage ratio	N/A	N/A	N/A	N/A
d) Outstanding redeemable preference shares (quantity and value)	-	-	-	-
e) Capital redemption reserve	50.00	50.00	50.00	50.00
f) Debenture redemption reserve	N/A	N/A	N/A	N/A
g) Net worth (refer note iii)	20,445.72	19,933.25	18,939.51	19,933.25
h) Net profit (loss) after tax	497.01	670.64	362.22	1,943.05
i) Earnings per share (face value of Rs.2/- each) (not annualized for the interim period)				
- Basic (Rupees)	4.03	5.43	2.91	15.66
- Diluted (Rupees)	4.02	5.42	2.90	15.65
j) Current ratio	N/A	N/A	N/A	N/A
k) Long term debt to working capital	N/A	N/A	N/A	N/A
g) Bad debts to Account receivable ratio	N/A	N/A	N/A	N/A
m) Current liability ratio	N/A	N/A	N/A	N/A
n) Total debts to total assets (%) (refer note iv)	79.94%	79.47%	78.44%	79.47%
o) Debtors turnover	N/A	N/A	N/A	N/A
p) Inventory turnover	N/A	N/A	N/A	N/A
q) Operating margin (%)	N/A	N/A	N/A	N/A
r) Net profit margin (%) (refer note v)	11.41%	15.48%	9.96%	12.17%

Notes :

- i) Certain ratios/line items marked with remark "N/A" are not applicable since the Company is a Non banking financial company registered with the RBI
- ii) Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / [Equity Share capital + Other equity]
- iii) Net worth = [Equity share capital + Other equity]
- iv) Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / Total assets
- v) Net profit margin (%) = Profit after tax / Total income



Mahindra & Mahindra Financial Services Limited

CIN : L65921MH1991PLC059642

Registered Office: Gateway Building, Apollo Bunder, Mumbai 400 001. Tel. No. +91 22 68975500
Corporate Office: Mahindra Towers, 4th Floor, Dr. G.M. Bhosale Marg, Worli, Mumbai 400 018. Tel. No. +91 22 66526000
Website : www.mahindrafinance.com ; Email : investorhelpline_mmfsl@mahindra.com

EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

Rs. in Crore

	Particulars	STANDALONE			CONSOLIDATED		
		Quarter ended 30 June 2024	Quarter ended 30 June 2023	Year ended 31 March 2024	Quarter ended 30 June 2024	Quarter ended 30 June 2023	Year ended 31 March 2024
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1)	Total Revenue from operations	3,722.21	3,084.56	13,404.14	4,315.52	3,583.20	15,796.85
2)	Net Profit / (Loss) for the period / year (before tax, exceptional and /or extraordinary items)	686.38	473.54	2,355.47	642.40	469.03	2,532.07
3)	Net Profit / (Loss) for the period / year before tax (after exceptional and /or extraordinary items)	686.38	473.54	2,355.47	661.47	482.80	2,588.18
4)	Net Profit / (Loss) for the period / year after tax (after exceptional and /or extraordinary items)	512.96	352.66	1,759.62	497.01	362.22	1,943.05
5)	Total Comprehensive income for the period / year [comprising Profit / (Loss) for the period / year (after tax) and Other Comprehensive income (after tax)]	526.66	369.91	1,804.93	509.86	382.98	2,006.72
6)	Paid-up Equity Share Capital (face value of Rs.2/- each)	246.89	246.74	246.88	246.89	246.74	246.88
7)	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet	17,910.61	16,842.19	17,910.61	19,686.37	18,313.37	19,686.37
8)	Earnings per share (face value of Rs.2/- each) (for continuing and discontinuing operations) #						
	Basic (Rs.)	4.16	2.86	14.26	4.03	2.91	15.66
	Diluted (Rs.)	4.15	2.85	14.25	4.02	2.90	15.65

Earnings per share for the interim period is not annualized.

Notes :

- The above is an extract of the detailed format of Quarterly / Annual Financial Results filed with Stock Exchanges under Regulation 33, Regulation 52 and Regulation 54 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). The full format of the Quarterly/ Annual Financial Results and pertinent disclosures related to other line items referred in the regulation 52 (4) read with Regulation 63 (2) of the Listing Regulations, are available on the websites of the Stock Exchanges, <http://www.nseindia.com/corporates> and <http://www.bseindia.com/corporates> and on the website of the Company at the URL <https://www.mahindrafinance.com/investor-relations/financial-information#financial-results>.
- The above unaudited standalone 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 and accordingly, these unaudited financial results together with the results for the comparative reporting period have 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 ("the Act"), directions/ guidelines issued by the Reserve Bank of India ('RBI') and other recognized accounting practices generally accepted in India. The above unaudited standalone financial results are in compliance with Regulation 33 and Regulation 52, Regulation 54 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). The material accounting policies that are applied in preparation of these unaudited standalone financial results are consistent with those followed in the Standalone financial statements for the year ended 31 March 2024.



For and on behalf of the Board of Directors
Mahindra & Mahindra Financial Services Limited

[Signature]

Raul Rebello
Managing Director & CEO
[DIN:10052487]

Date : 23 July 2024
Place : Mumbai