

Ref. No. AAVAS/SEC/2020-21/614

Date: January 21, 2021

To, The National Stock Exchange of India Limited The Listing Department Exchange Plaza, Bandra Kurla Complex, Mumbai - 400051 Scrip Symbol: AAVAS	To, BSE Limited Dept. of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400001 Scrip Code: 541988
---	---

Dear Sir/Madam,

Subject: Outcome of the Board Meeting held on Thursday, January 21, 2021

Pursuant to applicable provisions of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company ("Board") at its Meeting held today i.e. on Thursday, January 21, 2021, has *inter-alia*, considered and approved the Unaudited Financial (Standalone and Consolidated) Results of the Company for the quarter and nine months ended December 31, 2020 ("Financial Results").

Please find enclosed herewith the following:

1. Limited Review Report submitted by Statutory Auditors of the Company, S.R. BATLIBOI & ASSOCIATES LLP, Chartered Accountants;
2. Unaudited Financial Results of the Company for the quarter and nine months ended December 31, 2020.

Please note that the said Board Meeting commenced at 11:50 AM (IST) and concluded at 01:05 PM (IST).

Kindly take the same on record.

Thanks & Regards,

For Aavas Financiers limited


Sharad Pathak
Company Secretary & Compliance Officer
(FCS-9587)



Enclosed: a/a

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Aavas Financiers Limited**

1. We have reviewed the accompanying statement of unaudited Standalone financial results of Aavas Financiers Limited (the "Company") for the quarter ended December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
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 Indian Accounting Standard 34, (Ind AS 34) "Interim Financial 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. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review 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.
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 Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 4 of the Statement, which describes the extent to which the COVID-19 pandemic will impact the Company's operations and its financial metrics which are dependent on uncertain future developments. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Sarvesh Warty

Partner

Membership No.: 121411

UDIN: 21121411AAAAAI9136

Mumbai

January 21, 2021

AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of standalone financial results for the quarter and nine months ended December 31, 2020

(INR in lakh)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
I Revenue from operations						
Interest income	25,773.98	24,302.41	20,195.88	72,941.21	57,163.76	78,642.51
Fees and commission income	1,075.55	814.12	921.73	2,259.51	2,356.77	3,327.60
Gain on derecognition of financial instruments under amortised cost category	4,053.22	1,844.14	2,633.00	5,897.36	6,767.29	7,658.88
Net gain on fair value changes	91.48	76.52	179.29	278.44	505.78	600.43
Total revenue from operations	30,994.23	27,037.19	23,929.90	81,376.52	66,793.60	90,229.42
II Other income	10.20	3.19	2.71	27.72	14.66	79.99
III Total income (I+II)	31,004.43	27,040.38	23,932.61	81,404.24	66,808.26	90,309.41
IV Expenses						
Finance costs	11,689.02	11,436.49	9,493.01	34,307.58	25,866.82	35,607.15
Fees and commission expense	220.16	175.08	145.82	518.64	480.26	490.05
Impairment on financial instruments	1,616.36	805.60	134.07	3,017.53	907.17	1,533.78
Employee benefits expense	4,311.10	4,296.42	3,886.62	12,211.76	10,457.19	14,707.45
Depreciation, amortization and impairment	530.64	511.63	536.08	1,518.48	1,401.21	1,956.13
Other expenses	1,585.94	1,354.42	1,700.05	3,995.73	4,128.03	5,810.18
Total expenses (IV)	19,953.22	18,579.64	15,895.65	55,569.72	43,240.68	60,104.74
V Profit before tax (III-IV)	11,051.21	8,460.74	8,036.96	25,834.52	23,567.58	30,204.67
VI Tax expense:						
(1) Current tax	2,121.61	1,973.01	1,433.71	5,953.63	5,128.06	6,397.21
(2) Deferred tax expense/(credit)	367.57	(131.03)	(184.18)	(307.61)	(479.19)	(1,104.63)
Total tax expense (VI)	2,489.18	1,841.98	1,249.53	5,646.02	4,648.87	5,292.58
VII Profit for the period (V-VI)	8,562.03	6,618.76	6,787.43	20,188.50	18,918.71	24,912.09
Other comprehensive income						
a) Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit liability	-	48.13	-	48.13	8.91	(6.97)
Income Tax Effect	-	(12.11)	-	(12.11)	(2.24)	1.75
b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
VIII Other comprehensive income , net of income tax	-	36.02	-	36.02	6.67	(5.22)
IX Total comprehensive income for the period (VII+VIII)	8,562.03	6,654.78	6,787.43	20,224.52	18,925.38	24,906.87
X Earnings per equity share (EPS for the quarters/nine months are not annualised)						
Basic (Amount in INR)	10.92	8.45	8.68	25.77	24.21	31.86
Diluted (Amount in INR)	10.83	8.37	8.59	25.54	23.92	31.49
Face value per share (Amount in INR)	10.00	10.00	10.00	10.00	10.00	10.00

Susheel K. Agarwal



AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of standalone financial results for the quarter and nine months ended December 31, 2020

Notes to the financial results :

- 1 The financial results have been prepared in accordance with applicable accounting standards prescribed under section 133 of Companies Act, 2013 read with (Indian Accounting Standard) Rules, 2015 (Ind AS), as amended from time to time, and other accounting principles generally accepted in India.
- 2 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 21, 2021 and subjected to limited review by the statutory auditors of the Company.
- 3 The Company has allotted 6,859 and 59,827 equity shares to eligible employees under Employee stock Option Plan (ESOP) 2016 at a price of INR 215.25 and INR 328 per equity share at premium of INR 205.25 and INR 318 per equity share respectively.
- 4 COVID-19 pandemic had led to a significant volatility in global and Indian financial markets and a significant decrease in global & local economic activities, which may persist. Based on the information available till date, the Company has used the principles of prudence to provide for the impact of pandemic on the Financial Statements specifically while assessing the expected credit loss on financial assets. This has resulted in an additional provision of INR 428.87 lakh against financial assets during the quarter, taking the overall additional provision of INR 1,902.62 lakh as of December 31, 2020. The extent to which COVID-19 pandemic will continue to impact the Company's operations and financial metrics will depend on future developments, which are highly uncertain.

In accordance with the COVID-19 Regulatory Packages announced by RBI on March 27, 2020, April 17, 2020 and May 23, 2020, the Company has offered moratorium on the payment of all installments and/or interest, as applicable, falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers. For all such accounts that were granted moratorium, the prudential assets classification remained standstill during the moratorium period.

- 5 In view of the Supreme Court interim order dated September 3, 2020 in public interest litigation (PIL) by Gajendra Sharma vs. Union of India & ANR, no additional borrower accounts have been classified as Non Performing Asset (NPA) which were not declared as NPA till August 31, 2020. However, the Company has classified such accounts as Stage 3 and provided for accordingly for the quarter and nine months ended December 31, 2020.
- 6 The Government of India, Ministry of Finance, vide its notification dated 23 October 2020, had announced COVID-19 Relief Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts ("the Scheme"), as per the eligibility criteria and other aspects specified therein and irrespective of whether RBI moratorium was availed or not. During the quarter ended December 31, 2020, the Company has credited accounts of eligible borrowers under the Scheme amounting to INR 1,493.17 lakh.
- 7 The Company is engaged primarily in the business of housing finance and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.
- 8 Figures for the previous year/period have been regrouped and / or reclassified wherever considered necessary.

Place: Jaipur
Date: January 21, 2021



For and on behalf of the Board of Directors
AAVAS FINANCIERS LIMITED

Sushil Kumar Agarwal
Sushil Kumar Agarwal
(Managing Director and CEO)

Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Aavas Financiers Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Aavas Financiers Limited (the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), for the quarter ended December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial 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. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - a. Aavas Finserv Limited
5. Based on our review conducted and procedures performed 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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 5 of the Statement, which describes the extent to which the COVID-19 pandemic will impact the Group's operations and its financial metrics which are dependent on uncertain future developments. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

Sarvesh Warty.
per Sarvesh Warty
Partner
Membership No.:121411

UDIN: 21121411AAAAAJ7781
Mumbai
January 21, 2021

AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of consolidated financial results for the quarter and nine months ended December 31, 2020

(INR in lakh)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
I Revenue from operations						
Interest income	25,777.45	24,307.98	20,202.48	72,956.12	57,182.33	78,667.67
Fees and commission income	1,075.55	814.12	921.73	2,259.51	2,356.77	3,327.60
Gain on derecognition of financial instruments under amortised cost category	4,053.22	1,844.14	2,633.00	5,897.36	6,767.29	7,658.88
Net gain on fair value changes	91.48	76.52	179.29	278.44	505.78	600.43
Total revenue from operations	30,997.70	27,042.76	23,936.50	81,391.43	66,812.17	90,254.58
II Other Income	10.20	3.19	2.71	27.72	14.66	79.99
III Total income (I+II)	31,007.90	27,045.95	23,939.21	81,419.15	66,826.83	90,334.57
IV Expenses						
Finance costs	11,689.02	11,436.49	9,493.01	34,307.58	25,866.82	35,607.15
Fees and commission expense	220.16	175.08	145.82	518.64	480.26	490.05
Impairment on financial instruments	1,616.35	805.60	124.07	2,017.53	607.17	2,133.70
Employee benefits expense	4,335.26	4,318.52	3,886.62	12,278.44	10,457.19	14,740.79
Depreciation, amortization and impairment	530.82	511.81	536.08	1,519.02	1,401.21	1,956.26
Other expenses	1,586.49	1,356.97	1,700.61	3,999.22	4,130.18	5,812.90
Total expenses (IV)	19,978.11	18,604.47	15,896.21	55,640.43	43,242.83	60,140.93
V Profit before tax (III-IV)	11,029.79	8,441.48	8,043.00	25,778.72	23,584.00	30,193.64
VI Tax expense:						
(1) Current tax	2,121.61	1,973.01	1,435.16	5,953.63	5,131.93	6,397.21
(2) Deferred tax expense/(credit)	362.07	(135.99)	(184.18)	(322.00)	(479.19)	(1,107.73)
Total tax expense (VI)	2,483.68	1,837.02	1,250.98	5,631.63	4,652.74	5,289.48
VII Profit for the period (V-VI)	8,546.11	6,604.46	6,792.02	20,147.09	18,931.26	24,904.16
Other comprehensive income						
a) Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit liability	-	48.13	-	48.13	8.91	(6.97)
Income Tax Effect	-	(12.11)	-	(12.11)	(2.24)	1.75
b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
VIII Other comprehensive income, net of income tax	-	36.02	-	36.02	6.67	(5.22)
IX Total comprehensive income for the period (VII+VIII)	8,546.11	6,640.48	6,792.02	20,183.11	18,937.93	24,898.94
X Earnings per equity share (EPS for the quarters/nine months are not annualised)						
Basic (Amount in INR)	10.90	8.43	8.68	25.71	24.22	31.85
Diluted (Amount in INR)	10.81	8.36	8.59	25.49	23.94	31.48
Face value per share (Amount in INR)	10.00	10.00	10.00	10.00	10.00	10.00

Susli K. Jangam



AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of consolidated financial results for the quarter and nine months ended December 31, 2020

Notes to the financial results :

- 1 The consolidated financial results have been prepared in accordance with Ind AS 110 – Consolidated Financial Statements, prescribed under section 133 of the Companies Act, 2013 (the "Act") read with the relevant rules issued thereunder and the other relevant provisions of the Act.
- 2 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 21, 2021 and subjected to limited review by the statutory auditors of the Company.
- 3 The consolidated financial results include result of the following Company:

Name of the Company	% Shareholding and voting power of Aavas Financiers Limited	Consolidated as
Aavas Finserv Limited	100%	Subsidiary

- 4 The Holding Company has allotted 6,859 and 59,827 equity shares to eligible employees under Employee stock Option Plan (ESOP) 2016 at a price of INR 215.25 and INR 328 per equity share at premium of INR 205.25 and INR 318 per equity share respectively.
- 5 COVID-19 pandemic had led to a significant volatility in global and Indian financial markets and a significant decrease in global & local economic activities, which may persist. Based on the information available till date, the Company has used the principles of prudence to provide for the impact of pandemic on the Financial Statements specifically while assessing the expected credit loss on financial assets. This has resulted in an additional provision of INR 428.87 lakh against financial assets during the quarter, taking the overall additional provision of INR 1,902.62 lakh as of December 31, 2020. The extent to which COVID-19 pandemic will continue to impact the Company's operations and financial metrics will depend on future developments, which are highly uncertain.

In accordance with the COVID-19 Regulatory Packages announced by RBI on March 27, 2020, April 17, 2020 and May 23, 2020, the Company has offered moratorium on the payment of all installments and/or interest, as applicable, falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers. For all such accounts that were granted moratorium, the prudential assets classification remained standstill during the moratorium period.

- 6 In view of the Supreme Court interim order dated September 3, 2020 in public interest litigation (PIL) by Gajendra Sharma vs. Union of India & ANR, no additional borrower accounts have been classified as Non Performing Asset (NPA) which were not declared as NPA till August 31, 2020. However, the Company has classified such accounts as Stage 3 and provided for accordingly for the quarter and nine months ended December 31, 2020.
- 7 The Government of India, Ministry of Finance, vide its notification dated 23 October 2020, had announced COVID-19 Relief Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts ("the Scheme"), as per the eligibility criteria and other aspects specified therein and irrespective of whether RBI moratorium was availed or not. During the quarter ended December 31, 2020, the Company has credited accounts of eligible borrowers under the Scheme amounting to INR 1,493.17 lakh.
- 8 The Holding Company is engaged primarily in the business of housing finance and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.
- 9 Figures for the previous year/period have been regrouped and / or reclassified wherever considered necessary.

Place: Jaipur
Date: January 21, 2021



For and on behalf of the Board of Directors
AAVAS FINANCIERS LIMITED

Sushil Kumar Agarwal
Sushil Kumar Agarwal
(Managing Director and CEO)