

3rd February 2023

To,
BSE Limited, (Security 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 Board Meeting - unaudited standalone and consolidated financial results of the Company for the third quarter and nine months ended 31st December 2022

Further to our letter dated 4th January 2023 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 ("SEBI Listing Regulations"), we hereby inform you that basis the recommendation of the Audit Committee, Board of Directors of Mahindra & Mahindra Financial Services Limited at their Meeting held today i.e. Friday, 3rd February 2023 have, inter-alia, approved the unaudited standalone and consolidated financial results for the third quarter and nine months ended 31st December 2022.

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

1. Unaudited Standalone and Consolidated Financial Results for the third quarter and nine months ended 31st December 2022 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 third quarter and nine months ended 31st December 2022, 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 1:35 p.m. (IST) and concluded at 4.31 p.m. (IST).

This intimation is also being uploaded on the website of the Company at: <https://mahindrafinance.com/investors/disclosures-reg-46-62/financial-information#outcome-of-board-meeting> in compliance with Regulation 30(8) and 46(2) of the SEBI Listing Regulations.

Further, in compliance with Regulation 54 of SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated 19th May 2022, please find enclosed the Security Cover Certificate as at 31st December 2022, certified by M/s. Mukund M. Chitale & Co., Chartered Accountants, one of the Joint Statutory Auditors of the Company.

Kindly take the same on record.

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

Brijbala Batwal
Company Secretary

Enclosure: As above

**Mukund
M. Chitale
& Co.**

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**Deloitte
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**INDEPENDENT AUDITOR'S 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 and nine months ended December 31, 2022 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 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 and Regulation 52 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 and Regulation 52 read with Regulation 63(2) 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

Chartered Accountants

(Firm's Registration No. 106655W)

(Firm's Registration No. 117365W)



M.M. Chitale
Partner
(Membership No. 14054)
(UDIN: 23014054BGSXGE3781)
Place: Mumbai
Date: February 3, 2023

Rupen K. Bhatt
Partner
(Membership No. 046930)
(UDIN: 23046930BGXRIR8404)
Place: Mumbai
Date: February 3, 2023

MK

Mahindra & Mahindra Financial Services Limited

CIN : L65921MH1991PLC059642

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Website : www.mahindrafinance.com ; Email : investorhelpline_mmfsl@mahindra.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022

Rs. in Crore

	Particulars	Quarter ended			Nine months ended		Year ended
		31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
i)	Interest income	2,794.69	2,516.31	2,486.71	7,748.20	7,083.92	9,475.61
ii)	Rental income	24.08	22.36	6.73	60.94	15.50	26.31
iii)	Fees and commission Income	55.48	37.46	27.10	121.45	72.51	105.29
iv)	Net gain / (loss) on fair value changes	(11.75)	9.71	8.01	4.06	43.60	50.76
I	Total Revenue from operations	2,862.50	2,585.84	2,528.55	7,934.65	7,215.53	9,657.97
ii	Other income	29.05	23.48	14.44	64.77	36.91	60.83
III	Total income (I+II)	2,891.55	2,609.32	2,542.99	7,999.42	7,252.44	9,718.80
	Expenses						
i)	Finance costs	1,241.94	1,068.83	951.41	3,242.73	2,984.44	3,920.18
ii)	Fees and commission expense	13.12	17.14	11.97	40.23	31.19	44.91
iii)	Impairment on financial instruments (refer notes 5 to 7)	155.13	198.45	(147.36)	998.85	2,304.45	2,368.30
iv)	Employee benefits expenses	399.65	376.17	302.73	1,129.03	851.36	1,171.40
v)	Depreciation, amortization and impairment	52.20	45.88	29.42	133.96	84.78	126.83
vi)	Other expenses	186.37	237.63	185.25	645.77	473.39	730.27
IV	Total expenses	2,048.41	1,944.10	1,333.42	6,190.57	6,729.61	8,361.89
V	Profit / (Loss) before exceptional items and tax (III-IV)	843.14	665.22	1,209.57	1,808.85	522.83	1,356.91
VI	Exceptional item (refer note 8)	-	(54.51)	-	(54.51)	-	-
VII	Profit / (Loss) before tax (V+VI)	843.14	610.71	1,209.57	1,754.34	522.83	1,356.91
VIII	Tax expense :						
i)	Current tax	120.16	150.26	142.06	387.47	142.46	348.16
ii)	Deferred tax	94.03	12.12	173.70	66.67	(7.58)	20.00
		214.19	162.38	315.76	454.14	134.88	368.16
IX	Profit / (Loss) for the period / year (VII-VIII)	628.95	448.33	893.81	1,300.20	387.95	988.75
X	Other Comprehensive Income (OCI)						
A)	(i) Items that will not be reclassified to profit or loss						
	- Remeasurement gain / (loss) on defined benefit plans	1.53	(5.78)	(1.13)	(17.22)	(1.52)	(3.10)
	- Net gain / (loss) on equity instruments through OCI	-	-	-	-	-	26.01
	(ii) Income tax relating to the above items	(0.39)	1.46	0.28	4.33	0.38	(5.77)
	Subtotal (A)	1.14	(4.32)	(0.85)	(12.89)	(1.14)	17.14
B)	(i) Items that will be reclassified to profit or loss						
	- Net gain / (loss) on debt instruments through OCI	26.88	7.59	(32.28)	(103.21)	34.11	0.70
	(ii) Income tax relating to the above items	(6.76)	(1.91)	8.13	25.98	(8.58)	(0.18)
	Subtotal (B)	20.12	5.68	(24.15)	(77.23)	25.53	0.52
	Other Comprehensive Income (A + B)	21.26	1.36	(25.00)	(90.12)	24.39	17.66
XI	Total Comprehensive Income for the period / year (IX+X)	650.21	449.69	868.81	1,210.08	412.34	1,006.41
XII	Earnings per equity share (face value of Rs.2/- each) #						
	Basic (Rupees)	5.10	3.64	7.25	10.54	3.15	8.02
	Diluted (Rupees)	5.09	3.63	7.24	10.53	3.14	8.01

Earnings per share for the interim period is not annualized.



Notes:

- 1) The above 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 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 Standalone financial results are in compliance with Regulation 33 and Regulation 52 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The significant accounting policies applied in preparation of these Standalone financial results are consistent with those followed in the annual Standalone financial statements for the year ended 31 March 2022.

These 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 <http://www.mahindrafinance.com/financial-results.aspx>
- 2) The above 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 03 February 2023.
- 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 financial results for the quarter and nine months ended 31 December 2022 has been carried out by Joint Statutory Auditors of the Company.
- 4) The Company is engaged primarily in the business of financing and accordingly there is no separate reportable segment as per Ind AS 108 'Operating Segments'.
- 5) The methodologies and assumptions applied in the impairment loss allowance calculations have primarily remained unchanged from those applied while preparing the financial results for the year ended 31 March 2022. The Company has been updating the ECL model with the latest set of data on reasonable periodic intervals and continued the same during the current quarter, to capture the significant changes in macro-economic growth prospects and shifts in market drivers and changes in risk profile of customer credit exposures. Output of ECL model refresh is also factored in computation of provisions. The Company holds provision towards expected credit loss on financial assets as at 31 December 2022 aggregating Rs.3,895.87 crore (as at 31 March 2022: Rs. 4,508.83 crore).
- 6) On 12 November 2021, the Reserve Bank of India (RBI) had issued circular no. RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22, requiring changes to and clarifying certain aspects of Income Recognition, Asset Classification and Provisioning norms (IRACP norms) pertaining to Advances. On 15 February 2022, the RBI had issued another circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 providing time till 30 September 2022 for implementation of provisions of above mentioned circular. Accordingly, the Company has implemented the updated norms under IRACP w.e.f. 1 October 2022.

The RBI has also clarified that this circular does not, in any way, interfere with the extant guidelines on implementation of Ind-AS by NBFCs. Accordingly, the financial results for the quarter / nine months ended 31 December 2022 and previous year ended 31 March 2022 have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended, as the Company continues to follow the extant model provisioning norms, as per the Board approved Expected Credit Loss (ECL) policy.
- 7) 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 31 December 2022 and accordingly, no amount is required to be transferred to impairment reserve.
- 8) During the quarter ended 30 September 2022, in relation to recent evolving serious economic crisis resulting in currency devaluation and worsening business situation in Sri Lanka, the Company had reviewed future cash flow estimates of its Sri Lankan subsidiary, Mahindra Ideal Finance Limited (MIFL). Based on these projections, the Company had obtained a valuation report from an independent valuer for valuation of its equity stake in MIFL. As per the valuation report, which is prepared using discounted cash flow method, and based on the management assessment, the recoverable amount of the investment in MIFL is lower than the carrying amount of investment and accordingly an impairment loss provision of Rs. 54.51 crore was recognised as an exceptional item in the Statement of profit and loss for the quarter ended 30 September 2022 and the same has been carried forward in the results for the nine months ended 31 December 2022.
- 9) The Reserve Bank of India, under Scale Based Regulations (SBR), has categorised the Company in Upper Layer (NBFC-UL) vide its press release dated 30 September 2022. The Company has put in place a Board approved policy for adoption of enhanced regulatory framework and implementation plan for adhering to new set of regulations under SBR framework as per the prescribed timelines.
- 10) On 21 October 2022, the Company entered into a Share Purchase Agreement with Inclusion Resources Private Limited (IRPL) to acquire balance 20% equity stake in its subsidiary Mahindra Insurance Brokers Ltd (MIBL) at a consideration of Rs. 206.30 crore. This proposed transaction is subject to the approval of Insurance Regulatory and Development Authority of India (IRDAI). Subsequent to the acquisition, MIBL will become a wholly owned subsidiary of the Company.
- 11) All the secured non-convertible debentures of the Company including those issued during the nine months ended 31 December 2022 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/lire Purchase/Lease, owned Assets and book debts. Further, the Company in respect of secured listed non-convertible debt securities maintains 100% security cover or higher 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.
- 12) The asset cover available as on 31 December 2022 in respect of listed secured debt securities is 110.
- 13) The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) of the Listing Regulations is made in Appendix 1.
- 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

Ramesh Iyer
Vice-Chairman & Managing Director
[DIN: 00220759]

Date : 03 February 2023
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) of the Listing Regulations

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

Rs. in Crore, unless indicated otherwise

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a) Debt equity ratio (no. of times) (refer note ii)	4.33	4.28	3.80	4.33	3.80	3.57
b) Debt service coverage ratio	N/A	N/A	N/A	N/A	N/A	N/A
c) Interest service coverage ratio	N/A	N/A	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	50.00	50.00
f) Debenture redemption reserve	N/A	N/A	N/A	N/A	N/A	N/A
g) Net worth (refer note iii)	16,397.63	15,746.06	15,032.51	16,397.63	15,032.51	15,628.09
h) Net profit (loss) after tax	628.95	448.33	893.81	1,300.20	387.95	988.75
i) Earnings per share (face value of Rs.2/- each) (not annualized for the interim period)						
- Basic (Rupees)	5.10	3.64	7.25	10.54	3.15	8.02
- Diluted (Rupees)	5.09	3.63	7.24	10.53	3.14	8.01
j) Current ratio	N/A	N/A	N/A	N/A	N/A	N/A
k) Long term debt to working capital	N/A	N/A	N/A	N/A	N/A	N/A
l) Bad debts to Account receivable ratio	N/A	N/A	N/A	N/A	N/A	N/A
m) Current liability ratio	N/A	N/A	N/A	N/A	N/A	N/A
n) Total debts to total assets (refer note iv)	77.86%	77.96%	75.51%	77.86%	75.51%	74.13%
o) Debtors turnover	N/A	N/A	N/A	N/A	N/A	N/A
p) Inventory turnover	N/A	N/A	N/A	N/A	N/A	N/A
q) Operating margin (%)	N/A	N/A	N/A	N/A	N/A	N/A
r) Net profit margin (%) (refer note v)	21.75%	17.18%	35.15%	16.25%	5.35%	10.17%
s) Sector specific equivalent ratios, as applicable.						
1) Capital Adequacy Ratio (%) (refer note vi)	23.43%	23.84%	26.79%	23.43%	26.79%	27.75%
2) Gross Stage - 3 Assets % (refer note vii)	5.93%	6.70%	11.30%	5.93%	11.30%	7.66%
3) Net Stage - 3 Assets % (refer note viii)	2.52%	2.91%	5.63%	2.52%	5.63%	3.36%
4) Provision Coverage Ratio for Stage - 3 assets (PCR %) (refer note ix)	59.00%	58.19%	53.19%	59.00%	53.19%	58.08%

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

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



Date : 03 February 2023
Place : Mumbai

Ramesh Iyer
Vice-Chairman & Managing Director
[DIN: 00220759]

**Mukund
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**INDEPENDENT AUDITOR'S 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 and nine months ended December 31, 2022 (the 'Statement') being submitted by the Parent pursuant to the requirement of Regulation 33 and Regulation 52 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 and Regulation 52 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
	Subsidiaries
1	Mahindra Rural Housing Finance Limited



Sr. No.	Name of the Company
2	Mahindra Insurance Brokers Limited
3	Mahindra Finance CSR Foundation
4	Mahindra & Mahindra Financial Services Limited – Employees' Stock Option Trust
5	Mahindra Rural Housing Finance Limited Employee Welfare Trust
6	Mahindra Ideal Finance Limited (Joint Venture upto July 7, 2021, Subsidiary w.e.f. July 8, 2021)
	Associate
7	Mahindra Finance USA, LLC
	Joint Ventures
8	Mahindra Manulife Investment Management Private Limited (erstwhile Mahindra Asset Management Company Private Limited)
9	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 and one of the joint auditors 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 and Regulation 52 read with Regulation 63(2) 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. 337.99 Crore and Rs. 995.10 Crore for the quarter and nine months ended December 31, 2022, respectively, total net profit after tax of Rs. 14.17 Crore and Rs. 47.67 Crore for the quarter and nine months ended December 31, 2022, respectively and total comprehensive income of Rs. 14.91 Crore and Rs. 45.69 Crore for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement. These interim financials 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, whose interim financial results reflect total revenues of Rs. 122.96 Crore and Rs. 305.51 Crore for the quarter and nine months ended December 31, 2022, respectively, total net profit after tax of Rs. 13.37 Crore and Rs. 21.71 Crore for the quarter and nine months ended December 31, 2022, respectively and total comprehensive income of Rs. 14.12 Crore and Rs. 22.58 Crore for the quarter and nine months ended December 31, 2022, respectively, 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 auditors and the procedures performed by us as stated in paragraph 3 above. .

The Statement also includes the Group's share of loss after tax of Rs. 3.67 Crore and Rs. 13.02 Crore and total comprehensive loss of Rs. 3.62 Crore and Rs. 12.96 Crore for the quarter and nine months ended December 31, 2022, respectively, as considered in the Statement, in respect of two 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 above matters.

7. The Statement includes the interim financial results of four subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 11.47 Crore and Rs. 32.63 Crore for the quarter and nine months ended December 31, 2022, respectively, total profit after tax (net) of Rs. 0.55 Crore and Rs. 2.39 Crore and total comprehensive income (net) of Rs. 0.55 Crore and Rs. 2.39 Crore for the quarter and nine months ended December 31, 2022, respectively, 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. 11 Crore and Rs. 43.90 Crore and total comprehensive income of Rs. 11 Crore and Rs. 43.90 Crore for the quarter and nine months ended December 31, 2022, respectively 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 is not modified in respect of our reliance on the interim financial results certified by the Management.

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: 23014054BGSXGF2548)
Place: Mumbai
Date: February 3, 2023

Rupen K. Bhatt
Partner
(Membership No. 046930)
(UDIN: 23046930BGXRIS6429)
Place: Mumbai
Date: February 3, 2023

MR

Mahindra & Mahindra Financial Services Limited

CIN : L65921MH1991PLC059642

Registered Office: Gateway Building, Apollo Bunder, Mumbai 400 001. Tel. No +91 22 68975500 Fax: +91 22 22875485
Corporate Office: Mahindra Towers, 4th Floor, Dr. G.M. Bhosale Marg, Worli, Mumbai 400 018. Tel. No +91 22 66526000 Fax: +91 22 24984170 / 71
Website : www.mahindrafinance.com ; Email : investorhelpline_mmfsl@mahindra.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022

Rs. in Crore

	Particulars	Quarter ended			Nine months ended		Year ended
		31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
i)	Interest income	3,133.54	2,848.32	2,845.59	8,747.78	8,128.85	10,858.08
ii)	Dividend income	0.01	-	0.01	0.01	0.01	0.02
iii)	Rental income	24.08	22.36	6.73	60.94	15.50	26.31
iv)	Fees and commission Income	57.22	39.90	27.71	130.96	74.44	109.88
v)	Net gain / (loss) on fair value changes	(6.42)	13.95	16.11	17.94	48.51	51.34
vi)	Sale of services	115.34	86.42	78.13	279.21	185.18	271.94
I	Total Revenue from operations	3,323.77	3,010.95	2,974.28	9,236.84	8,452.49	11,317.57
II	Other income	29.05	18.33	11.37	59.21	50.58	82.94
III	Total income (I+II)	3,352.82	3,029.28	2,985.65	9,296.05	8,503.07	11,400.51
	Expenses						
i)	Finance costs	1,372.97	1,191.81	1,070.72	3,616.90	3,364.43	4,417.37
ii)	Fees and commission expense	75.12	60.71	43.86	184.70	103.16	156.11
iii)	Impairment on financial instruments (refer notes 7 to 9)	182.10	207.64	(129.70)	1,098.54	2,560.13	2,690.38
iv)	Employee benefits expenses	534.26	506.34	414.61	1,516.10	1,161.89	1,613.12
v)	Depreciation, amortization and impairment	63.04	54.57	35.37	160.98	102.34	151.99
vi)	Other expenses	249.14	296.11	227.20	823.80	589.67	887.71
IV	Total expenses	2,476.63	2,317.18	1,662.06	7,401.02	7,881.62	9,916.68
V	Profit / (Loss) before exceptional items, Share of profit / (loss) of associate & joint ventures and tax (III-IV)	876.19	712.10	1,323.59	1,895.03	621.45	1,483.83
VI	Exceptional item (refer note 6 (a) and (b))	-	(56.06)	-	(56.06)	20.57	20.57
VII	Share of profit / (loss) of associate & joint ventures	7.35	11.85	10.57	30.90	38.93	45.02
VIII	Profit / (Loss) before tax (V+VI+VII)	883.54	667.89	1,334.16	1,869.87	680.95	1,549.42
IX	Tax expense :						
i)	Current tax	115.66	157.57	150.21	395.96	156.78	411.38
ii)	Deferred tax	103.50	18.28	191.66	77.63	2.34	(12.30)
		219.16	175.85	341.87	473.59	159.12	399.08
X	Profit / (Loss) for the period / year (VIII-IX)	664.38	492.04	992.29	1,396.28	521.83	1,150.34
XI	Other Comprehensive Income (OCI)						
A)	(i) Items that will not be reclassified to profit or loss						
	- Remeasurement gain / (loss) on defined benefit plans	3.05	(4.61)	(1.89)	(16.27)	(2.50)	(4.13)
	- Net gain/(loss) on equity instruments through OCI	-	-	-	-	-	26.01
	- Share of other comprehensive income / (loss) of equity accounted investees	0.05	0.04	-	0.05	-	(0.07)
	(ii) Income tax relating to the above items	(0.67)	1.31	0.46	4.22	0.56	(5.50)
	Subtotal (A)	2.43	(3.26)	(1.43)	(12.00)	(1.94)	16.31
B)	(i) Items that will be reclassified to profit or loss						
	- Exchange differences in translating the financial statements of foreign operations	0.45	0.77	0.24	(9.39)	8.71	(27.39)
	- Net gain/(loss) on debt instruments through OCI	27.24	7.75	(32.67)	(105.81)	33.47	(0.16)
	- Share of other comprehensive income / (loss) of equity accounted investees	9.89	22.18	-	58.50	-	16.57
	(ii) Income tax relating to the above items	(6.85)	(1.94)	8.23	26.63	(8.42)	0.04
	Subtotal (B)	30.73	28.76	(24.20)	(30.07)	33.76	(10.94)
	Other Comprehensive Income (A + B)	33.16	25.50	(25.63)	(42.07)	31.82	5.37
XII	Total Comprehensive Income for the period / year (X+XI)	697.54	517.54	966.66	1,354.21	553.65	1,155.71
	Profit / (Loss) for the period attributable to:						
	Owners of the Company	661.43	490.38	987.03	1,391.07	513.09	1,136.87
	Non-controlling interests	2.95	1.66	5.26	5.21	8.74	13.47
		664.38	492.04	992.29	1,396.28	521.83	1,150.34
	Other Comprehensive Income for the period / year attributable to:						
	Owners of the Company	32.79	25.05	(26.03)	(38.33)	31.50	18.23
	Non-controlling interests	0.37	0.45	0.40	(3.74)	0.32	(12.86)
		33.16	25.50	(25.63)	(42.07)	31.82	5.37
	Total Comprehensive Income for the period / year attributable to:						
	Owners of the Company	694.22	515.43	961.00	1,352.74	544.59	1,155.10
	Non-controlling interests	3.32	2.11	5.66	1.47	9.06	0.61
		697.54	517.54	966.66	1,354.21	553.65	1,155.71
XIII	Earnings per equity share (face value of Rs.2/- each) #						
	Basic (Rupees)	5.36	3.98	8.01	11.28	4.16	9.23
	Diluted (Rupees)	5.35	3.97	8.00	11.27	4.15	9.21

Earnings per share for the interim period is not annualized.



Notes:

- 1) The above 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 Consolidated financial results are in compliance with Regulation 33 and Regulation 52 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The significant accounting policies applied in preparation of these Consolidated financial results are consistent with those followed in the annual consolidated financial statements for the year ended 31 March 2022.

These 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 <http://www.mahindrafinance.com/financial-results.aspx>

- 2) The above Consolidated 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 03 February 2023.
- 3) The Consolidated financial results for the quarter and nine months ended 31 December 2022 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 (80%) 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 and nine months ended 31 December 2022 has been carried out by Joint Statutory Auditors of the Company.

- 5) The Segment Reporting in respect of the Consolidated Financial Results is given in Appendix 1.

6) **Exceptional items:**

- a) For the nine months ended 31 December 2021 and year ended 31 March 2022 -

Pursuant to the Share Subscription, Share Purchase and Shareholders' Agreement dated 20 August, 2019 with Mahindra Ideal Finance Limited (erstwhile Ideal Finance Limited), Sri Lanka ("Mahindra Ideal Finance") and its existing shareholders for investment of the third and final tranche for acquisition of shares of Mahindra Ideal Finance from its existing shareholders, the Company completed the acquisition of the balance 20% of the Equity Share Capital aggregating 2,91,29,032 Equity Shares of Ideal Finance from its existing shareholders for Rs. 33.97 crore on 8 July 2021, resulting in an increase in the Company's stake in Mahindra Ideal Finance from 38.20% to 58.20%. Consequent to this investment, Mahindra Ideal Finance became a Subsidiary of the Company effective 8 July, 2021. With this change in status from associate to subsidiary, it has been consolidated as foreign subsidiary for the purpose of preparation and presentation of consolidated financial statements of the Company effective from the quarter ended 30 September 2021. Based on the fair valuation of Mahindra Ideal Finance and in accordance with applicable Accounting Standard, a capital gain of Rs.20.57 crore was recognized as an exceptional item in the Consolidated Statement of profit and loss for the quarter ended 30 September 2021 along with recognition of Goodwill of Rs.43.40 crore and Non-controlling interest of Rs.39.88 crore in the Consolidated Balance sheet.

- b) For the quarter ended 30 September 2022 and nine months ended 31 December 2022 -

During the quarter ended 30 September 2022, in relation to recent evolving serious economic crisis resulting in currency devaluation and worsening business situation in Sri Lanka, the Company reviewed future cash flow estimates of its Sri Lankan subsidiary, Mahindra Ideal Finance Limited (MIFL). Based on these projections, the Company obtained a valuation report from an independent valuer for valuation of its equity stake in MIFL. As per the valuation report, which was prepared using discounted cash flow method, and based on the management assessment, the recoverable amount of the investment in MIFL was lower than the carrying amount of underlying assets of MIFL in the consolidated books and accordingly, an impairment loss provision of Rs. 56.06 crore was recognised in the Consolidated Statement of profit and loss as an exceptional item with Rs. 43.40 crore being charged off to Goodwill and the balance of Rs.12.66 crore adjusted against identified assets and the same has been carried forward in the results for the nine months ended 31 December 2022.

- 7) The methodologies and assumptions applied in the impairment loss allowance calculations have primarily remained unchanged from those applied while preparing the financial results for the year ended 31 March 2022. The Parent and its subsidiary in the housing finance business have been updating the ECL model with the latest set of data on reasonable periodic intervals and continued the same during the current quarter, to capture the significant changes in macro-economic growth prospects and shifts in market drivers and changes in risk profile of customer credit exposures. Output of ECL model refresh is also factored in computation of provisions. The Parent and its subsidiary in the housing finance business holds a provision towards expected credit loss on financial assets as at 31 December 2022 aggregating Rs.4,439.34 crore (as at 31 March 2022: Rs. 5,086.93 crore).

- 8) On 12 November 2021, the Reserve Bank of India (RBI) had issued circular no. RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22, requiring changes to and clarifying certain aspects of Income Recognition, Asset Classification and Provisioning norms (IRACP norms) pertaining to Advances. On 15 February 2022, the RBI had issued another circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 providing time till 30 September 2022 for implementation of provisions of above mentioned circular. Accordingly, the Parent and its subsidiary in the housing finance business have implemented the updated norms under IRACP w.e.f. 1 October 2022.

The RBI has also clarified that this circular does not, in any way, interfere with the extant guidelines on implementation of Ind-AS by NBFCs. Accordingly, the consolidated financial results for the quarter / nine months ended 31 December 2022 and previous year ended 31 March 2022 have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended, as the Parent and its subsidiary in the housing finance business continue to follow the extant model provisioning norms, as per the respective Board approved Expected Credit Loss (ECL) policy.

- 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 Parent and its subsidiary in the housing finance business exceeds the total provision required under IRACP (including standard asset provisioning), as at 31 December 2022 and accordingly, no amount is required to be transferred to impairment reserve.

- 10) The Reserve Bank of India, under Scale Based Regulations (SBR), has categorised the Parent in Upper Layer (NBFC-UL) vide its press release dated 30 September 2022. The Parent has put in place a Board approved policy for adoption of enhanced regulatory framework and implementation plan for adhering to new set of regulations under SBR framework as per the prescribed timelines.



- 11) On 21st October 2022, the Parent has entered into a Share Purchase Agreement with Inclusion Resources Private Limited (IRPL) to acquire balance 20% equity stake in its subsidiary, Mahindra Insurance Brokers Ltd (MIBL) at a consideration of Rs. 206.39 crore. This proposed transaction is subject to the approval of Insurance Regulatory and Development Authority of India (IRDAI). Subsequent to the acquisition, MIBL will become a wholly owned subsidiary of the Parent.
- 12) All the secured non-convertible debentures (NCDs) of the Parent Company including those issued during the nine months ended 31 December 2022 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 100% security cover or higher 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.
- 13) The asset cover available as on 31 December 2022 in respect of listed secured debt securities for the Parent is 1.10 and for the subsidiary company in the housing finance business is 1.06.
- 14) The compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) of the Listing Regulations is made in Appendix 2.
- 15) 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




Ramesh Iyer
Vice-Chairman & Managing Director
[DIN: 00220759]

Date : 03 February 2023
Place : Mumbai

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, 2016, as amended

Rs. in Crore

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(a) Segment Revenue						
- Financing activities	3,240.84	2,949.12	2,908.68	9,026.96	8,324.69	11,136.28
- Others	123.13	93.62	96.93	305.61	233.90	348.00
Total	3,363.97	3,042.74	3,005.61	9,332.57	8,558.59	11,484.28
Less : Inter-segment revenue	11.15	13.46	19.96	36.52	55.52	83.77
Net revenue	3,352.82	3,029.28	2,985.65	9,296.05	8,503.07	11,400.51
(b) Segment Results (Profit / (Loss) before tax) :						
- Financing activities	865.51	659.67	1,309.80	1,840.66	647.03	1,487.49
- Others	18.03	8.22	24.36	29.21	33.92	61.93
Net Profit / (Loss) before tax	883.54	667.89	1,334.16	1,869.87	680.95	1,549.42
(c) Segment Assets :						
- Financing activities	97,746.68	92,126.30	81,744.51	97,746.68	81,744.51	81,745.63
- Others	641.16	606.90	612.19	641.16	612.19	625.50
- Other unallocable assets	1,466.51	1,562.42	1,506.42	1,466.51	1,506.42	1,437.52
Total	99,854.35	94,295.62	83,863.12	99,854.35	83,863.12	83,808.65
(d) Segment Liabilities :						
- Financing activities	81,644.51	76,795.65	67,338.23	81,644.51	67,338.23	66,618.17
- Others	143.15	116.62	131.27	143.15	131.27	125.12
- Other unallocable liabilities	109.63	126.80	16.22	109.63	16.22	27.59
Total	81,897.29	77,039.07	67,485.72	81,897.29	67,485.72	66,770.88

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



[Handwritten Signature]

Ramesh Iyer

Vice-Chairman & Managing Director
[DIN: 00220759]

Date : 03 February 2023
Place : Mumbai

Appendix - 2

Mahindra & Mahindra Financial Services Limited

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

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

Rs. in Crore, unless indicated otherwise

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
a) Debt equity ratio (no. of times) (refer note ii)	4.34	4.27	3.90	4.34	3.90	3.68
b) Debt service coverage ratio	N/A	N/A	N/A	N/A	N/A	N/A
c) Interest service coverage ratio	N/A	N/A	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	50.00	50.00
f) Debenture redemption reserve	N/A	N/A	N/A	N/A	N/A	N/A
g) Net worth (refer note iii)	17,813.10	17,116.78	16,229.12	17,813.10	16,229.12	16,896.31
h) Net profit (loss) after tax	664.38	492.04	992.29	1,396.28	521.83	1,150.34
i) Earnings per share (face value of Rs.2/- each) (not annualized for the interim period)						
- Basic (Rupees)	5.36	3.98	8.01	11.28	4.16	9.23
- Diluted (Rupees)	5.35	3.97	8.00	11.27	4.15	9.21
j) Current ratio	N/A	N/A	N/A	N/A	N/A	N/A
k) Long term debt to working capital	N/A	N/A	N/A	N/A	N/A	N/A
l) Bad debts to Account receivable ratio	N/A	N/A	N/A	N/A	N/A	N/A
m) Current liability ratio	N/A	N/A	N/A	N/A	N/A	N/A
n) Total debts to total assets (refer note iv)	77.46%	77.50%	75.38%	77.46%	75.38%	74.13%
o) Debtors turnover	N/A	N/A	N/A	N/A	N/A	N/A
p) Inventory turnover	N/A	N/A	N/A	N/A	N/A	N/A
q) Operating margin (%)	N/A	N/A	N/A	N/A	N/A	N/A
r) Net profit margin (%) (refer note v)	19.82%	16.24%	33.24%	15.02%	6.14%	10.09%

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

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

Date : 03 February 2023
Place : Mumbai



Ramesh Iyer
Vice-Chairman & Managing Director
[DIN: 00220759]

Mahindra & Mahindra Financial Services Limited

CIN : L65921MH1991PLC059642

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EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022

Rs. in Crore

Particulars	STANDALONE			CONSOLIDATED		
	Quarter ended 31 December 2022	Nine months ended 31 December 2022	Quarter ended 31 December 2021	Quarter ended 31 December 2022	Nine months ended 31 December 2022	Quarter ended 31 December 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1) Total Revenue from operations	2,862.50	7,934.65	2,528.55	3,323.77	9,236.84	2,974.28
2) Net Profit / (Loss) for the period / year (before tax, exceptional and /or extraordinary items)	843.14	1,808.85	1,209.57	876.19	1,895.03	1,323.59
3) Net Profit / (Loss) for the period / year before tax (after exceptional and /or extraordinary items)	843.14	1,754.34	1,209.57	883.54	1,869.87	1,334.16
4) Net Profit / (Loss) for the period / year after tax (after exceptional and /or extraordinary items)	628.95	1,300.20	893.81	664.38	1,396.28	992.29
5) Total Comprehensive income for the period / year [comprising Profit / (Loss) for the period / year (after tax) and Other Comprehensive income (after tax)]	650.21	1,210.08	868.81	697.54	1,354.21	966.66
6) Paid-up Equity Share Capital (face value of Rs.2/- each)	246.67	246.67	246.52	246.67	246.67	246.52
7) Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year	15,381.49	15,381.49	14,465.11	16,649.71	16,649.71	15,529.97
8) Earnings per share (face value of Rs.2/- each) (for continuing and discontinuing operations)						
Basic (Rs.)	5.10	10.54	7.25	5.36	11.28	8.01
Diluted (Rs.)	5.09	10.53	7.24	5.35	11.27	8.00

Notes :

- The above is an extract of the detailed format of Quarterly / Annual Financial Results filed with Stock Exchanges under Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations. The full format of the Quarterly/ Annual Financial Results and pertinent disclosures related to other line items referred in the regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) 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 <http://www.mahindrafinance.com/financial-results.aspx>
- The above Standalone and Consolidated 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 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 Standalone and Consolidated financial results are in compliance with Regulation 33 and Regulation 52 read with Regulation 63 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The significant accounting policies applied in preparation of these Standalone and Consolidated financial results are consistent with those followed in the annual Standalone financial statements for the year ended 31 March 2022.



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

Ramesh Iyer
Ramesh Iyer
Vice-Chairman & Managing Director
[DIN: 00220759]

Date : 03 February 2023
Place : Mumbai

The Board of Directors
Mahindra & Mahindra Financial Services Limited
Mahindra Towers, 4th Floor,
Dr. D.G.M. Bhosale Marg, Worli, Mumbai — 400 018

February 3, 2023

Auditor's report on Statement of Information on security cover maintained as at 31 December 2022 with respect to listed non-convertible debentures as at 31 December 2022

1. This report is issued in accordance with the terms of our engagement letter dated November 23, 2021.
2. The management has requested us to certify the particulars contained in the accompanying Statement of Information for listed Non-Convertible Debentures ('NCDs') attached herewith (the 'Statement') for Mahindra & Mahindra Financial Services Limited (the 'Company') as at 31 December 2022. This Statement has been prepared by the Company to comply with Regulation 56(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended, and Regulation 15 (1) (t) of the Securities and Exchange Board Of India (Debenture Trustees) Regulations, 1993, as amended (together referred to as the 'Regulations').

Management's responsibility

3. The preparation and presentation of the Statement is the responsibility of the Company's management including the preparation and maintenance of all accounting and other records supporting its contents. This responsibility includes the design, implementation, and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Company's management is also responsible for ensuring that the Company complies with the requirements of the Regulations and the Debenture Trust Deeds ('DTDs') for all listed NCDs issued during the nine months ended 31 December 2022 or outstanding as at 31 December 2022 and for providing all relevant information to the Company's Debenture Trustee.

Auditor's responsibility

5. Pursuant to the request from management and as required by the Regulations, we are required to provide a limited assurance on whether the Company has maintained the required security cover, provided details of value of receivables / book debts as per the requirements of DTDs for all outstanding listed NCDs for the nine months ended on 31 December 2022.
6. For the purpose of this report, we have planned and performed the following procedures to determine whether anything has come to our attention that causes us to believe that, in all material respects, that the Company has not maintained security cover, or not provided details of the value of receivables/ book debts (as set out in the Statement) as per the requirements of the DTDs in relation to all outstanding listed NCDs:

Annexure I : Security cover

- a) Obtained a list of securities / collaterals/ properties/ assets pledged as security against the outstanding listed NCDs as at 31 December 2022;
 - b) Verified the computation of security cover as at 31 December 2022, prepared by management, as specified in the format given under SEBI Circular SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022
 - c) Traced the amounts forming part of the Statement with the unaudited financial statements as at 31 December 2022, underlying books of account and other relevant records and documents maintained by the Company and verified the arithmetical accuracy of the Statement;
 - d) On sample basis verified, the details of the outstanding amount and assets required to be maintained as collateral for each series of the listed NCDs from the underlying books of account and other relevant records and documents maintained by the Company for the nine months ended 31 December 2022;
 - e) Recomputed the security coverage ratio;
7. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
8. We conducted our examination in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) ('the Guidance Note') issued by the ICAI. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
9. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Conclusion

10. Based on our procedures performed as mentioned in paragraph 6 above, information and explanation given to us and representations provided by the Company, nothing has come to our attention that causes us to believe that:
- a) the book values furnished in the Statement have not been accurately extracted from the unaudited financial statements as at December 31, 2022;



**CHARTERED
ACCOUNTANTS**

- b) the details of value of receivables / book debts are incorrect;
- c) the Statement is not arithmetically accurate.

Restriction of use

11. This report has been issued for the sole use of the Board of Directors, to whom it is addressed, for onward submission to the Stock exchange pursuant to the requirements of the abovementioned Regulations. Accordingly, our report should not be quoted or referred to in any other document or made available to any other person or persons without our prior written consent. We neither accept nor assume any duty or liability for any other purpose or to any other party to whom our report is shown or into whose hands it may come without our prior consent in writing.

For Mukund M Chitale & Co.
Chartered Accountants
Firm Regn. No. 106655W

(V. A. Chougule)
Partner
M. No. 132680

UDIN: 23132680BGYVLA1760

Place: Mumbai
Date: February 3, 2023

Security Cover Certificate as on 31st December, 2022

Rs. In crores

Column A	Column B	Column C [i]	Column D [ii]	Column E [iii]	Column F [iv]	Column G [v]	Column H [vi]	Column I [vii]	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as	Elimination (amount in	(Total C to H)	Related to only those items covered by this certificate				
			Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with	Other assets on which there is pari-Passu charge (excluding items covered in column F)		Market Value for Assets charged on Exclusive basis		Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance,	Market Value for Pari passu charge Assets [viii]	Carrying /book value for pari pasu charge assets where market value is not ascertainable or applicable	Total Value (=K+L+M+N)	
		Book Value	Book Value	Yes/ No	Book Value	Book Value								
ASSETS														
Property, Plant and Equipment ^A	Aurangabad property	-	0.03	Yes	0.03	-	314.39	0.03	314.42	-	-	0.58	-	0.58
Capital Work-in-Progress	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Right of Use Assets	-	-	-	-	-	-	315.56	-	315.56	-	-	-	-	-
Goodwill	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	11.56	-	11.56	-	-	-	-	-
Intangible Assets under Development	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investments	-	-	552.06	-	-	-	10630.5	-	11182.56	-	-	-	-	-
Loans	Book Debt receivables	19722.68	41455.53	No	-	-	12238.08	-	73416.29	-	19722.68	-	-	19722.68
Inventories	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Receivables	-	-	-	-	-	-	33.1	-	33.10	-	-	-	-	-
Cash and Cash Equivalents	-	-	-	-	-	-	251.46	-	251.46	-	-	-	-	-
Bank Balances other than Cash and Cash	-	-	-	-	-	-	3463.16	-	3463.16	-	-	-	-	-
Others	-	-	-	-	-	-	807.15	-	807.15	-	-	-	-	-
Total		19722.68	42007.62	-	0.03	-	28064.96	0.03	89795.26	0	19722.68	0.58	0	19723.26
LIABILITIES														
Debt securities to which this certificate pertains	Secured and Listed non-convertible debentures*	17945.51	-	-	6464.64	-	-	6464.64	17945.51	-	-	-	-	-
Other debt sharing pari-passu charge with above	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subordinated debt	-	-	-	-	-	-	3479.92	-	3479.92	-	-	-	-	-
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bank	-	-	36836.15	-	-	-	1271.91	-	38108.06	-	-	-	-	-
Debt Securities#	-	not to be filled	1021.60	-	-	-	5186.72	-	6208.32	-	-	-	-	-
Others	-	-	-	-	-	-	5930.06	-	5930.06	-	-	-	-	-
Trade payables	-	-	-	-	-	-	1129.1	-	1129.10	-	-	-	-	-
Lease Liabilities	-	-	-	-	-	-	344.93	-	344.93	-	-	-	-	-
Provisions	-	-	-	-	-	-	205.61	-	205.61	-	-	-	-	-
Others	-	-	-	-	-	-	1125.35	-	1125.35	-	-	-	-	-
Total		17945.51	37857.75	0	6464.64	0	18673.6	6464.64	74476.86	0	0	0	0	0
Cover on Book Value														
Cover on Market Value														
	Exclusive Security Cover Ratio	1.10		Pari-Passu Security Cover Ratio										

^A Market valuation of Aurangabad Property as on 10th May 2022

includes unlisted & secured debenture and Masala bond (principal plus accrued interest)

* includes principal and interest accrued on secured and listed Non-convertible debenture



or Mahindra & Mahindra Financial Services Ltd.

[Signature]
Authorised Signatory