

3rd April 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: Updates for the month of March 2023

You are requested to take note of the following updates for the month of March 2023:

In March 2023, we estimate the overall disbursement at ~ Rs. 5,600 crores delivering a 42% Y-o-Y growth. The Q4FY2023 disbursements at ~ Rs. 13,750 crores registered a growth of 50% Y-o-Y. FY2023 disbursement was approximately at Rs. 49,500 crores registering a Y-o-Y growth of 80%.

Healthy disbursement trends during FY2023 have led to Business Assets at ~ Rs. 82,300 crores, growth of ~ 7% over December 2022 and ~ 27% over March 2022.

The Collection Efficiency (CE) was at 105% for March 2023. The current quarter's CE was at 99% (100% for Q4FY2022)

Stage-3 expected at 4.6% (5.9% as at December 2022) and Stage-2 expected at 6.7% (8.4% as at December 2022) have continued to improve.

Compared to Stage-3 assets, Gross Non-Performing Assets ('GNPA') (as per Income Recognition, Asset Classification and Provisioning norms) are estimated to be higher by ~ Rs. 1,200 crores, requiring no additional provisions over and above the Expected Credit Loss ('ECL') provision for FY2023.

The company continued to maintain comfortable liquidity chest of about 3 months' requirement.

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

Vivek Karve
Chief Financial Officer & Group Financial Services Sector