

January 24, 2022

The BSE Limited

Corporate Relationship Department.
P J. Towers.
Dalal Street, Fort
Mumbai - 400 001

The National Stock Exchange of India Limited

Exchange Plaza,
Bandra-Kurla Complex.
Bandra (E), Mumbai - 400 051

SCRIP CODE: **543066**

SYMBOL: **SBICARD**

SECURITY: **Equity Shares/Debentures**

SECURITY: **Equity Shares**

Dear Sirs,

Re: Outcome of Board Meeting held on January 24, 2022

In continuation of our letter dated January 17, 2022, intimating about the Board Meeting to be held on January 24, 2022, we wish to inform you that the Board of Directors of the Company, at its meeting held today, has inter alia approved the unaudited Financial Results for the Quarter and the nine months ended December 31, 2021;

In this connection, we enclose herewith the following:-

- i. unaudited Financial Results for the Quarter and the nine months ended December 31, 2021; along with the Disclosures in accordance with Regulation 52(4) and 54 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- ii. Limited review report of the Statutory Auditors on the Financial Results of the Company for the Quarter and the nine months ended December 31, 2021, issued by the Statutory Auditors, M/s. S. Ramanand Aiyar & Co., Chartered Accountants as required under Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Results have been uploaded on the Stock Exchange websites at www.bseindia.com and www.nseindia.com and are also being simultaneously posted on the website of the Company at www.sbicard.com.

The Meeting of the Board of Directors commenced at 2.00 p.m. and concluded at 4.25 p.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For SBI Cards and Payment Services Limited


Payal Mittal Chhabra
Company Secretary & Compliance Officer



SBI Cards and Payment Services Ltd.

(Formerly known as SBI Cards and Payment Services Pvt. Ltd.)

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12th Floor, Block 2, Building 3,
DLF Cyber City, Gurugram - 122002,
Haryana, India

Tel.: 0124-4589803
Email: customercare@sbicard.com
Website: sbicard.com

Registered Office:
Unit 401 & 402, 4th Floor, Aggarwal Millennium Tower,
E 1,2,3, Netaji Subhash Place, Wazirpur, New Delhi - 110034
CIN - L65999DL1998PLC093849

SBI Cards and Payment Services Limited
Condensed Statement of Profit and Loss for the quarter and nine months ended December 31, 2021
(Figure in Rupees Crores, unless otherwise stated)

Particulars	For the quarter ended			For the nine months ended		For the year ended
	December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Revenue from Operations						
(i) Interest Income	1,273.32	1,173.16	1,173.25	3,599.93	3,864.24	4,946.65
(ii) Income from fees and services	1,457.01	1,244.03	1,106.80	3,799.75	2,793.86	3,907.67
(iii) Net gain on fair value changes	-	0.47	-	-	0.43	0.53
(iv) Service Charges	37.41	35.90	43.70	97.03	99.21	134.18
(v) Business development incentive income	120.60	121.16	82.46	326.51	213.96	299.18
(vi) Insurance commission income	1.12	1.52	2.16	3.74	5.76	8.25
Total Revenue from operations	2,889.46	2,576.24	2,408.37	7,826.96	6,977.46	9,296.46
2 Other income	250.20	119.22	131.40	458.46	267.98	417.12
3 Total Income (1+2)	3,139.66	2,695.46	2,539.77	8,285.42	7,245.44	9,713.58
4 EXPENSES						
(i) Finance costs	276.81	254.13	260.93	759.95	799.74	1,043.40
(ii) Net loss on fair value changes	0.74	-	-	0.10	-	-
(iii) Net loss on derecognition of financial instruments under amortised cost category	-	-	-	1.71	-	61.45
(iv) Impairment losses & bad debts	625.48	593.91	648.27	1,863.07	1,995.32	2,638.55
(v) Employee benefits expenses	120.92	114.73	131.64	352.05	366.64	491.58
(vi) Depreciation, amortisation and impairment	36.94	39.80	31.19	109.38	89.15	123.26
(vii) Operating and other expenses	1,580.25	1,228.77	1,184.86	3,806.22	2,905.26	4,031.61
Total expenses	2,621.14	2,231.34	2,256.89	6,892.48	6,156.11	8,389.85
5 Profit before tax (3-4)	518.52	464.12	282.88	1,392.94	1,089.33	1,323.73
6 Tax expense:						
Current tax charge / (credit)	67.81	62.87	190.17	258.65	428.39	474.25
Current tax charge / (credit) - previous year	-	-	-	-	-	(10.77)
Deferred tax charge / (credit)	64.93	36.35	(116.95)	99.01	(148.16)	(134.03)
Deferred tax charge / (credit) - previous year	-	-	-	-	-	9.76
Total Tax Expenses	132.74	119.22	73.22	357.66	280.23	339.21
7 Profit after tax for the period/year (5-6)	385.78	344.90	209.66	1,035.28	809.10	984.52
8 Other Comprehensive Income						
A. Items that will not be reclassified to profit or loss						
- Remeasurements of the defined benefit liabilities / (asset)	1.77	5.13	0.55	3.52	4.66	7.42
- Tax impact on above	(0.45)	(1.29)	(0.14)	(0.89)	(1.17)	(1.87)
- Gain/(loss) on Investment in Equity	6.72	-	9.74	6.72	9.74	9.74
- Tax impact on above	(2.35)	-	(2.45)	(2.35)	(2.45)	(2.45)
Subtotal (A)	5.69	3.84	7.70	7.00	10.78	12.84
B. Items that will be reclassified to profit or loss						
- Gain/(loss) on forward contracts in hedging relationship	-	0.36	4.24	-	(0.08)	-
- Tax impact on above	-	(0.09)	(1.07)	-	0.02	-
Subtotal (B)	-	0.27	3.17	-	(0.06)	-
Other comprehensive income (A+B)	5.69	4.11	10.87	7.00	10.72	12.84
9 Total Comprehensive Income for the period/year (7+8)	391.47	349.01	220.53	1,042.28	819.82	997.36
10 Earnings per equity share (for continuing operation) (not annualised for quarters) :						
(1) Basic (Rs.)	4.10	3.67	2.23	11.01	8.61	10.48
(2) Diluted (Rs.)	4.07	3.63	2.21	10.93	8.53	10.38



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R. Balasubramanian

Partner- S. Ramanand Aiyar & Co.

Membership No. - 080432

Place: New Delhi

Date: January 24, 2022




Rama Mohan Rao Amara

MD & CEO

DIN: 08951394

Place: Gurugram

Date: January 24, 2022



Notes :

1. The above results have been approved by the audit committee and by the Board of Directors at their respective meetings held on January 24, 2022. The financial results for the quarter and nine months ended December 31, 2021 have been subjected to "Limited Review" by the statutory auditor of the Company. The information presented above is extracted from the reviewed financial statements for the quarter and nine months ended December 31, 2021.
2. Management has exercised necessary due diligence to ensure that the said comparative results provide a true and fair view of its affairs.
3. The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended. The Company has consistently applied its significant accounting policies in the preparation of its financials for the quarter and nine months ended December 31, 2021.
4. Information as required by Regulations 52(4) and 54(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed.
5. Previous period's/year's figures have been regrouped / reclassified wherever necessary to correspond with the current period's/year's classification /disclosure.
6. During the nine months ended December 31, 2021, the Company has allotted 25,63,083 equity shares of Rs 10/- each pursuant to exercise of options under the approved employee stock option scheme.
7. There is only one reportable segment ("Credit cards") as envisaged by Ind AS 108 Segment reporting, specified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules 2014. Further, the economic environment in which the Company operates is significantly similar and not subject to materially different risk and rewards.
8. India experienced a "second wave" of the COVID-19 pandemic during April-May 2021 which led to imposition of regional lockdowns. As the second wave subsided, restrictions were gradually lifted, and some industry sectors witnessed faster-than-expected ramp up in Q2 because of increasing vaccination pace and pent-up demand. With the outbreak of new variant of coronavirus, the world is now experiencing a "third wave" and as a precautionary measure, some states in India have started reimposition of localized/ regional restrictions. Due to such restrictions on business and individual activities, COVID-19 may continue to cause volatility in Indian economy including reduction in global and local economic activities. Since the pandemic is still ongoing, the extent to which it will continue to impact the Company's results will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic, and any action to contain its spread or mitigate its impact whether government-mandated or elected by us.





9. The Company's Gross NPA* and Net NPA* as of December 31, 2021 is 2.40% and 0.83% respectively vs 1.61% and 0.56% respectively as of December 31, 2020** and 4.99% and 1.15% respectively as of March 31, 2021. Further, as of December 31, 2021, Company holds total expected credit loss on loan balances of Rs 1,160.66 crore (vs Rs 2,052.92 crore as of December 31, 2020) which includes a management overlay of Rs 162.34 crore (vs Rs 757.72 crore of December 31, 2020).

* NPA refers to Stage 3 balance

** Proforma GNPA and NNPA without giving effect to honorable Supreme Court Interim Order in the public interest litigation [Gajendra Sharma Vs. Union of India & ANR] dated September 03, 2020 was 4.51% and 1.58% respectively as at December 31, 2020.

10. Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated May 5, 2021 (Resolution Framework 2.0) are given below :

Rs. in crore except number of accounts

Sl. No.	Description	Individual Borrowers		Small Businesses
		Personal Loans *	Business Loans	
(A)	Number of requests received for invoking resolution process under Part A	41841	NA	NA
(B)	Number of accounts where resolution plan has been implemented under this window	41841	NA	NA
(C)	Exposure to accounts mentioned at (B) before implementation of the plan	359.69	NA	NA
(D)	Of (C), aggregate amount of debt that was converted into other securities	NIL	NA	NA
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	NIL	NA	NA
(F)	Increase in provisions on account of the implementation of the resolution plan **	11.11	NA	NA

* Represent Credit Card details

** Represent additional provision created as of December 31, 2021, as mandated by RBI Circular dated May 05, 2021 (Resolution Framework 2.0), over and above provision created as per ECL model. Company holds additional management overlay on these accounts as per current estimates.

11. The Company deposited GST on Interchange Income for the period April 2018 to December 2018 considering them as intra-state supplies for the year ended March 31, 2019. However, post receiving bank wise details of such Interchange Income from network partners, such supplies were held as Inter-state transactions on which IGST was applicable. Consequently, company had filed a refund claim under Section 77 of the CGST Act of Rs. 108.41 crore which was rejected by the adjudicating authority as well as the first Appellate Authority. The Company had created 100% Impairment loss against the refund claim as on March 31, 2019 to mitigate the uncertainty risk. The Writ Petition filed by the Company before Hon'ble Punjab & Haryana High Court against the said rejection has been allowed during the quarter ended December 31, 2021. The Company has received refund order from the GST department dated December 22, 2021 and subsequently refund amount was received on January 04, 2022.

In view of the above, aforesaid impairment loss has been reversed and effect thereof has been recognised in the Statement of Profit and Loss, under Other Income, during the quarter ended December 31, 2021.



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12. During the quarter ended December 31, 2021, the Company has triggered an early write-off of loan balances of Rs 225.56 crore on account of change in estimation for certain categories of retail accounts in stage 3 with respect to Company's write-off policy based on assessment of recoverability. There is no impact in the statement of Profit and Loss because of the early write-off as the same was fully provided under the expected credit loss (ECL) model including management overlay.
13. There is no impact in the statement of Profit and Loss on account of RBI Circular dated November 12, 2021 – "Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances Classification" as the Company is already compliant to the definition of default as directed in the said circular.
14. The results for the quarter and the nine months ended December 31, 2021 are available on the BSE Limited's website (URL: www.bseindia.com), the National Stock Exchange of India Limited's website (URL: www.nseindia.com) and on the Company's website (URL: www.sbicard.com).



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ADDITIONAL INFORMATION AS PER REGULATION 52 (4) of SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021.

Particulars	For the quarter ended December 31, 2021	For the nine months ended December 31, 2021
(a) Debt Equity Ratio : (Total outstanding debt over Net worth)		2.82
(b) Debt Service Coverage Ratio :		Not applicable, being an NBFC
(c) Interest Service Coverage Ratio :		Not applicable, being an NBFC
(d) Outstanding Redeemable Preference Shares :		NIL
(e) Capital Redemption Reserve :		Rs 3.40 (crore)
(f) Net Worth :		Rs 7467.84 (crore)
(g) Net Profit After Tax :	Rs 385.78 (crore)	Rs 1035.28 (crore)
(h) Earnings Per Share [not annualised]:		
Basic	Rs 4.10	Rs 11.01
Diluted	Rs 4.07	Rs 10.93
(i) Current Ratio :		Not applicable, being an NBFC
(j) Long Term Debt to Working Capital :		Not applicable, being an NBFC
(k) Bad Debts to Account Receivable Ratio :		Not applicable, being an NBFC
(l) Current Liability Ratio :		Not applicable, being an NBFC
(m) Total Debts to Total Assets :		0.66
(n) Debtors Turnover :		Not applicable, being an NBFC
(o) Inventory Turnover :		Not applicable, being an NBFC
(p) Operating Margin (%) :		Not applicable, being an NBFC
(q) Net Profit Margin (%) : (Profit after tax over Total Income)	12.29%	12.50%
(r) Sector Specific Equivalent Ratios, as applicable:		
(i) Capital Adequacy Ratio :		24.24%
(ii) Gross Non Performing Asset [Stage 3 asset] Ratio :		2.40%
(iii) Net Non Performing Asset [Stage 3 asset] Ratio :		0.83%
(iv) Provision Coverage Ratio :		65.92%
(s) There was no deviation in the use of the proceeds of the issue of Non Convertible Debt Securities.		



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INFORMATION PERTAINING TO ASSET COVER AS PER REGULATION 54 (3) of SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

The total assets of the Company provide coverage of 1.74 times of the principal, which is in accordance with the terms of issue (as per requirement of Regulation 54 read with Regulation 56(1)(d) of LODR Regulations).

SI No	Particulars	Amount - Rs Cr
A	Net assets of the listed entity available for unsecured lenders (Property Plant & Equipment (excluding intangible assets and prepaid expenses) + Investments + Cash & Bank Balances + Other current/ Non-current assets excluding deferred tax assets (-) Total assets available for secured lenders/creditors on pari passu/exclusive charge basis under the above heads (-) unsecured current/ non- current liabilities (-) interest accrued/ payable on unsecured borrowings)	14,560.22
	Borrowings unsecured	
	• Term loan	-
	• Non-convertible Debt Securities	8,171.02
	• CC/ OD Limits	-
	• Other Borrowings	-
	IND - AS adjustment for effective Interest rate on unsecured Borrowings	216.54
B	Total unsecured borrowings	8,387.56
C	Asset Coverage Ratio [A/B]	173.59%



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S. Ramanand Aiyar & Co.

CHARTERED ACCOUNTANTS

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Tels : 91 11 2331 9284 2335 2721 4151 0045
sraiyar@yahoo.com, bala@sraco.in
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Limited review report for unaudited quarterly and year to date financial results of the Company Pursuant to the Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report

To

The Board of Directors of
SBI Cards and Payment Services Limited

We have reviewed the accompanying statement of unaudited financial results of SBI Cards and Payment Services Limited for the quarter and nine months ended December 31, 2021 (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.

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ("Ind AS") 34 'Interim Financial Reporting' ("Ind AS 34"), specified in Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.

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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards and other recognized accounting practices and policies 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to note 8 to the Statement. The extent to which the COVID 19 pandemic will continue to impact the Company's results is dependent on the future developments, which are highly uncertain. Our conclusion is not modified in respect of this matter.

For S. Ramanand Aiyar & Co.
Chartered Accountants
Firm's Registration Number: 000990N

R. Balasubramanian
Partner
Membership No. 080432
UDIN: 22080432AAAABJ8474
Place: New Delhi
Date: January 24, 2022

