

**February 04, 2022**

**To**  
**BSE Limited**  
**Phiroze Jeejeebhoy Towers**  
**Dalal Street**  
**Mumbai- 400001**  
Scrip code: 541770

**National Stock Exchange of India Limited**  
**The Exchange Plaza, Bandra Kurla**  
**Complex Bandra (East)**  
**Mumbai -400051**  
Scrip code: CREDITACC

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting held on February 04, 2022:**

Further to our letter dated January 24, 2022 and in accordance with provisions of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform that the Board of Directors of the Company has, at its meeting held today i.e. on Friday, February 04, 2022, *inter-alia* considered and unanimously approved:

- i. The unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Nine months ended December 31, 2021;
- ii. Appointment of M/s. PKF Sridhar & Santhanam LLP, Chartered Accountants, Chennai, as Joint Statutory Auditors of the Company for three years from FY21-22, pursuant to applicable RBI Circular dated April 27, 2021;
- iii. The Notice of Postal Ballot for seeking approval of shareholders for the appointment of Joint Statutory Auditors of the Company.

The Meeting commenced at 3.15 PM and concluded at 6.35 PM.

We enclose the following documents:

1. The unaudited Standalone and Consolidated financial statements for the quarter ending December 2021 along with Limited Review Report and disclosures under Regulation 52 of SEBI LODR, 2015; and
2. Press Release.

These will also be made available on the Company's website at [www.creditaccessgrameen.in](http://www.creditaccessgrameen.in)

We request you to take the same on record.

Thanking you,

**Yours Truly**  
**For CreditAccess Grameen Limited**



**M.J. Mahadev Prakash**  
**Head- Compliance, Legal & Company Secretary**

**Statement of unaudited standalone financial results for the quarter and nine months period ended December 31, 2021**

₹ in crore

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-21 (Unaudited)	30-Sep-21 (Unaudited)	31-Dec-20 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-20 (Unaudited)	31-Mar-21 (Audited)
	<b>Revenue from operations</b>						
(a)	Interest income	544.89	492.02	412.98	1,520.51	1,366.57	1,877.13
(b)	Fees and commission	3.33	1.85	4.17	7.86	4.83	8.75
(c)	Net gain on fair value changes	0.64	4.11	21.05	25.15	47.20	130.64
(d)	Others	26.85	11.93	1.48	42.21	1.83	11.27
I	<b>Total revenue from operations</b>	<b>575.71</b>	<b>509.91</b>	<b>439.68</b>	<b>1,595.73</b>	<b>1,420.43</b>	<b>2,027.79</b>
II	<b>Other income</b>	<b>0.97</b>	<b>0.42</b>	<b>0.47</b>	<b>2.39</b>	<b>1.80</b>	<b>3.35</b>
		<b>0.97</b>	<b>0.42</b>	<b>0.47</b>	<b>2.39</b>	<b>1.80</b>	<b>3.35</b>
III	<b>Total income (I+II)</b>	<b>576.68</b>	<b>510.33</b>	<b>440.15</b>	<b>1,598.12</b>	<b>1,422.23</b>	<b>2,031.14</b>
	<b>Expenses</b>						
(a)	Finance costs	192.50	182.75	179.18	571.60	554.05	740.07
(b)	Fee and commission expense	0.06	0.39	-	0.49	1.03	3.01
(c)	Impairment of financial instruments	73.77	91.12	242.38	321.15	446.67	646.90
(d)	Employee benefits expenses	91.52	90.42	74.19	261.99	223.35	299.60
(e)	Depreciation and amortisation expenses	6.31	6.48	5.30	18.89	16.87	23.43
(f)	Other expenses	40.67	42.06	34.50	114.36	85.32	123.84
IV	<b>Total expenses (IV)</b>	<b>404.83</b>	<b>413.22</b>	<b>535.55</b>	<b>1,288.48</b>	<b>1,327.29</b>	<b>1,836.85</b>
V	<b>Profit/(Loss) before tax (III-IV)</b>	<b>171.85</b>	<b>97.11</b>	<b>(95.40)</b>	<b>309.64</b>	<b>94.94</b>	<b>194.29</b>
	<b>Tax expense</b>						
(1)	Current tax	34.47	21.05	8.72	91.78	103.07	93.44
(2)	Deferred tax	8.17	4.07	(32.51)	(12.91)	(78.26)	(41.54)
VI	<b>Total tax expense (VI)</b>	<b>42.64</b>	<b>25.12</b>	<b>(23.79)</b>	<b>78.87</b>	<b>24.81</b>	<b>51.90</b>
VII	<b>Profit/(Loss) for the period / year (V-VI)</b>	<b>129.21</b>	<b>71.99</b>	<b>(71.61)</b>	<b>230.77</b>	<b>70.13</b>	<b>142.39</b>
VIII	<b>Other comprehensive income</b>						
(a)	(1) Items that will not be reclassified to profit or loss	0.77	(2.43)	(0.08)	(0.77)	(0.98)	0.22
	(2) Income tax relating to items that will not be reclassified to profit or loss	(0.19)	0.61	0.02	0.19	0.25	(0.05)
	<b>Subtotal (a)</b>	<b>0.58</b>	<b>(1.82)</b>	<b>(0.06)</b>	<b>(0.58)</b>	<b>(0.73)</b>	<b>0.17</b>
(b)	(1) Items that will be reclassified to profit or loss	1.38	(9.24)	0.47	(9.77)	(3.84)	42.93
	(2) Income tax relating to items that will be reclassified to profit or loss	0.01	2.04	(0.12)	2.52	0.97	(10.80)
	<b>Subtotal (b)</b>	<b>1.39</b>	<b>(7.20)</b>	<b>0.35</b>	<b>(7.25)</b>	<b>(2.87)</b>	<b>32.13</b>
	<b>Other comprehensive income/(loss) (VIII = a+b)</b>	<b>1.97</b>	<b>(9.02)</b>	<b>0.29</b>	<b>(7.83)</b>	<b>(3.60)</b>	<b>32.30</b>
IX	<b>Total comprehensive income (VII+VIII) (comprising profit and other comprehensive income/(loss) for the period / year)</b>	<b>131.18</b>	<b>62.97</b>	<b>(71.32)</b>	<b>222.94</b>	<b>66.53</b>	<b>174.69</b>
X	<b>Paid-up equity share capital (face value of ₹ 10 each)</b>	155.79	155.74	155.49	155.79	155.49	155.58
XI	<b>Other Equity</b>						3,479.23
XII	<b>Earnings per equity share (face value of ₹ 10 each)</b>						
	Basic (EPS) *	8.29	4.62	(4.64)	14.82	4.75	9.52
	Diluted (DPS) *	8.26	4.60	(4.64)	14.76	4.72	9.46

\* The EPS and DPS for quarters ended December 31, 2021, September 30, 2021, and December 31, 2020 and for the nine months ended December 31, 2021 and December 31, 2020 are not annualised.



**Statement of unaudited standalone financial results for the quarter and nine months period ended December 31, 2021**

**Notes:**

- The above results for the quarter and nine months ended December 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 04, 2022 and subjected to limited review by statutory auditors in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and notified under Section 133 of the Companies Act, 2013 ("the Act").
- Details of resolution plans implemented under the resolution Framework for Covid-19 related stress of individual and small borrowers as per RBI circular dated May 5, 2021 (Resolution Framework 2.0)

(₹ in crores except number of accounts)

Sr. No	Description	Individual Borrowers		Small Businesses
		Personal Loans *	Business Loans	
(A)	Number of requests received for invoking resolution process under Part A	15,315	-	-
(B)	Number of accounts where resolution plan has been implemented under this window	15,315	-	-
(C)	Exposure to accounts mentioned at (B) before implementation of the plan	63.21	-	-
(D)	Of (C), aggregate amount of debt that was converted into other securities	-	-	-
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	21.27	-	-
(F)	Increase in provisions on account of the implementation of the resolution plan	\$	-	-

**Note:**

- Amount represents principal outstanding only.

\* Includes joint liability group loan (JLG) and individual loan (IL).

\$ The Management has made the required provision in accordance with the expected credit loss (ECL) model as per Ind AS 109 as approved by Board.



**Statement of unaudited standalone financial results for the quarter and nine months period ended December 31, 2021**

**Notes:**

4 The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant volatility in the financial markets and slowdown in the economic activities. Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional restrictions continued to be implemented in areas due to the "second wave" of COVID-19, which included a significant surge of COVID-19 cases. These were gradually lifted as the second wave subsided. The country is now experiencing another outbreak on account of new coronavirus variant.

The extent to which the COVID-19 pandemic will ultimately impact the Company's results and carrying value of assets will depend on future developments, which are highly uncertain. The Company's impairment loss allowance estimates are subject to a number of management judgments and estimates, which could undergo changes over the entire duration of the pandemic. Given the uncertainty over the potential macro-economic condition, the impact of the COVID-19 pandemic on the financial performance may be different from that estimated as at the date of approval of these financial results. Such changes will be prospectively recognized. The Company continues to closely monitor any anticipated material changes to future economic conditions.

5 In connection with amalgamation of Madura Micro Finance Limited (MMFL- "Transferor Company") with CreditAccess Grameen Limited (CAGL- "Transferee Company"), both the entities have been filed the First Motion Petitions before the jurisdictional benches of National Company Law Tribunal at Chennai and Bengaluru respectively. The Scheme of Merger provides for the amalgamation of Transferor Company into the Transferee Company and the consequent issuance of equity shares by the Transferee Company to the Shareholders of the Transferor Company under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. As at December 31, 2021, the aggregate shareholding of the Company stands at 76.25% in MMFL.

6 The Company operates in a single business segment i.e. lending to members, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic.

7 The Company, during the quarter and nine months ended December 31, 2021 has allotted 41,294 and 203,671 number of equity shares respectively, each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).

8 Pursuant to Regulation 54 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, the listed Non Convertible Debentures of the Company as on December 31, 2021 are secured by exclusive charge on standard receivables ("the Loans and advances") of the Company. The total asset cover is 1.15 times of the principal amount of the said debentures.

9 Disclosures in compliance with Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for nine months ended December 31, 2021 is attached as Annexure I.

10 Pursuant to the RBI circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning ('IRAC') pertaining to Advances – Clarifications", the Company has changed its NPA definition to comply with the norms/changes for regulatory reporting, as applicable. The Company has also on the basis of prudence, aligned Stage 3 definition to reflect the revised NPA norms. This change does not have a material impact on the financial results for the quarter/nine months ended December 31, 2021.

11 Details of loans transferred / acquired during the quarter ended December 31, 2021 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

- (i) The Company has not transferred any non-performing assets (NPAs).
- (ii) The Company has not acquired any loans through assignment.
- (iii) The Company has not acquired any stressed loan.

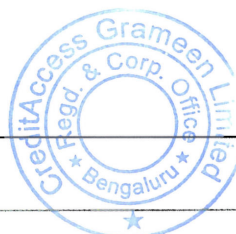
12 Previous year / periods figures have been regrouped / rearranged, wherever considered necessary, to conform with current period's classification.

For and on behalf of the Board of Directors of **CreditAccess Grameen Limited**



**Udaya Kumar Hebbar**  
Managing Director & CEO

Bangalore  
February 04, 2022



**Annexure I**

Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the nine months ended December 31, 2021		
Sr. No.	Particulars	Ratio
1	Debt-Equity Ratio: *	2.44
2	Debt service coverage ratio :	Not Applicable
3	Interest service coverage ratio:	Not Applicable
4	Outstanding redeemable preference share (quantity)	Not Applicable
5	Outstanding redeemable preference share (Rs. In cr)	Not Applicable
6	Capital redemption reserve (Rs. in cr)	Not Applicable
7	Debenture redemption reserve (Rs. in cr)	Not Applicable
8	Net worth (Rs. in cr): **	3,824.30
9	Net profit after tax (Rs. in cr)	230.77
10	Earnings per equity share (* not annualised)	
(a)	Basis (Rs.)	14.82
(b)	Diluted (Rs.)	14.76
11	Current ratio: #	Not Applicable
12	Long term debt to working capital: #	Not Applicable
13	Bad debts to account receivable ratio: #	Not Applicable
14	Current liability ratio:	Not Applicable
15	Total debts to total assets: \$	0.69
16	Debtors turnover: #	Not Applicable
17	Inventory turnover: #	Not Applicable
18	Operating margin: #	Not Applicable
19	Net profit margin: ##	14.44%
20	Sector specific equivalent ratios include following:	
(i)	Gross Stage III (%): @	5.50%
(ii)	Net Stage III (%): @@	2.22%
(iii)	Provision coverage: &	60.90%
(iv)	Capital risk adequacy ratio (CRAR) % - Total ###	29.44%

Notes:

\* Debt-equity ratio = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities)/Network.

\*\* Network is calculated as defined in section 2(57) of Companies Act 2013.

# The Company is registered under the Reserve Bank of India Act, 1934 as Non-Banking Financial Company, hence these ratios are not applicable.

\$ Total debts to total assets = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities)/total assets.

## Net profit margin = Net profit after tax/ total income.

### Capital ratio = Adjusted net worth/ Risk weighted assets, calculated as per applicable RBI guidelines.

@ Gross Stage III (%) = Gross Stage III Loans EAD /Gross Total Loans EAD. Exposure at default (EAD) includes Loan Balance and interest thereon. Stage-III loans has been determined as per Ind AS 109.

@@ Net Stage III = (Gross Stage III Loans EAD - Impairment loss allowance for Stage III)/ (Gross Total Loans EAD - Impairment loss allowance for Stage III).

& Provision coverage= Total Impairment loss allowance for Stage III / Gross Stage III Loans EAD.

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

The Board of Directors  
**CreditAccess Grameen Limited**

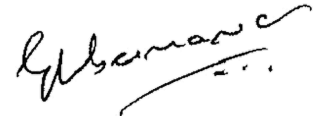
1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **CreditAccess Grameen Limited** (the "Company"), for the quarter and nine months ended December 31, 2021 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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. 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.
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.

# Deloitte Haskins & Sells

5. We draw attention to Note 4 of the Statement, which describes that the potential impact of the continuing COVID-19 pandemic on the Company's financial information are dependent on future developments, which are highly uncertain.

Our conclusion on the Statement is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm Registration No.008072S)



**G. K. Subramaniam**  
Partner  
(Membership No. 109839)  
UDIN: 22109839AAIQSC5194

Place: Mumbai  
Date: February 4, 2022

**Statement of unaudited consolidated financial results for the quarter and nine months period ended December 31, 2021**

₹ in crore

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-21 (Unaudited)	30-Sep-21 (Unaudited)	31-Dec-20 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-20 (Unaudited)	31-Mar-21 (Audited)
	<b>Revenue from operations</b>						
(a)	Interest income	654.09	597.45	513.24	1,838.88	1,678.08	2,290.03
(b)	Fees and commission	3.33	1.85	4.17	7.86	4.84	8.76
(c)	Net gain on fair value changes	0.75	4.50	21.17	26.32	49.16	132.90
(d)	Others	29.22	13.60	2.96	47.87	4.75	29.31
I	<b>Total revenue from operations</b>	<b>687.39</b>	<b>617.40</b>	<b>541.54</b>	<b>1,920.93</b>	<b>1,736.83</b>	<b>2,461.00</b>
II	<b>Other income</b>	<b>2.30</b>	<b>1.18</b>	<b>1.49</b>	<b>4.72</b>	<b>3.04</b>	<b>5.07</b>
		<b>2.30</b>	<b>1.18</b>	<b>1.49</b>	<b>4.72</b>	<b>3.04</b>	<b>5.07</b>
III	<b>Total income (I+II)</b>	<b>689.69</b>	<b>618.58</b>	<b>543.03</b>	<b>1,925.65</b>	<b>1,739.87</b>	<b>2,466.07</b>
	<b>Expenses</b>						
(a)	Finance costs	239.09	228.56	224.20	716.99	691.45	928.72
(b)	Fee and commission expense	0.06	0.39	0.22	0.49	1.03	3.01
(c)	Impairment of financial instruments	117.94	139.93	275.65	445.73	520.93	771.36
(d)	Employee benefits expenses	112.84	111.93	94.97	325.40	284.30	379.99
(e)	Depreciation and amortisation expenses	11.58	11.95	10.46	34.77	32.42	44.07
(f)	Other expenses	52.59	47.03	42.88	139.29	107.93	158.52
IV	<b>Total expenses (IV)</b>	<b>534.10</b>	<b>539.79</b>	<b>648.38</b>	<b>1,662.67</b>	<b>1,638.06</b>	<b>2,285.67</b>
V	<b>Profit/(Loss) before tax (III-IV)</b>	<b>155.59</b>	<b>78.79</b>	<b>(105.35)</b>	<b>262.98</b>	<b>101.81</b>	<b>180.40</b>
	<b>Tax expense</b>						
(1)	Current tax	31.14	29.95	11.16	99.20	113.34	106.44
(2)	Deferred tax	7.51	(10.86)	(37.45)	(33.18)	(86.65)	(57.44)
VI	<b>Total tax expense (VI)</b>	<b>38.65</b>	<b>19.09</b>	<b>(26.29)</b>	<b>66.02</b>	<b>26.69</b>	<b>49.00</b>
VII	<b>Profit/(Loss) for the period / year (V-VI)</b>	<b>116.94</b>	<b>59.70</b>	<b>(79.06)</b>	<b>196.96</b>	<b>75.12</b>	<b>131.40</b>
VIII	<b>Other comprehensive income</b>						
(a)	(1) Items that will not be reclassified to profit or loss	1.00	(2.37)	(0.15)	(0.36)	(1.10)	0.17
	(2) Income tax relating to items that will not be reclassified to profit or loss	(0.27)	0.61	0.02	0.09	0.25	(0.04)
	<b>Subtotal (a)</b>	<b>0.73</b>	<b>(1.76)</b>	<b>(0.13)</b>	<b>(0.27)</b>	<b>(0.85)</b>	<b>0.13</b>
(b)	(1) Items that will be reclassified to profit or loss	1.38	(9.24)	0.47	(9.77)	(3.84)	42.93
	(2) Income tax relating to items that will be reclassified to profit or loss	0.01	2.04	(0.12)	2.52	0.97	(10.80)
	<b>Subtotal (b)</b>	<b>1.39</b>	<b>(7.20)</b>	<b>0.35</b>	<b>(7.25)</b>	<b>(2.87)</b>	<b>32.13</b>
	<b>Other comprehensive (loss)/income (VIII = a+b)</b>	<b>2.12</b>	<b>(8.96)</b>	<b>0.22</b>	<b>(7.52)</b>	<b>(3.72)</b>	<b>32.26</b>
IX	<b>Total comprehensive income (VII+VIII) (comprising profit and other comprehensive income/(loss) for the period / year)</b>	<b>119.06</b>	<b>50.74</b>	<b>(78.84)</b>	<b>189.44</b>	<b>71.40</b>	<b>163.66</b>
	<b>Profit/(loss) is attributable to:</b>						
	Owners of the Company	119.82	63.57	(77.29)	205.90	73.93	134.02
	Non-controlling interest	(2.88)	(3.87)	(1.77)	(8.94)	1.19	(2.62)
	<b>Other comprehensive income/(loss) is attributable to:</b>						
	Owners of the Company	2.08	(8.97)	0.23	(7.59)	(3.70)	32.27
	Non-controlling interest	0.04	0.01	(0.01)	0.07	(0.02)	(0.01)
	<b>Total comprehensive income/(loss) is attributable to:</b>						
	Owners of the Company	121.90	54.60	(77.06)	198.31	70.23	166.29
	Non-controlling interest	(2.84)	(3.86)	(1.78)	(8.87)	1.17	(2.63)
X	<b>Paid-up equity share capital (face value of ₹ 10 each)</b>	<b>155.79</b>	<b>155.74</b>	<b>155.49</b>	<b>155.79</b>	<b>155.49</b>	<b>155.58</b>
XI	<b>Other Equity</b>						<b>3,535.97</b>
XII	<b>Earnings per equity share (face value of ₹ 10 each)</b>						
	Basic (EPS) *	7.69	4.08	(5.12)	13.23	5.09	8.96
	Diluted (DPS) *	7.66	4.06	(5.12)	13.17	5.05	8.90

\* The EPS and DPS for quarters ended December 31, 2021, September 30, 2021, and December 31, 2020 and for the nine months ended December 31, 2021 and December 31, 2020 are not annualised.





**Statement of unaudited consolidated financial results for the quarter and nine months period ended December 31, 2021**

**Notes:**

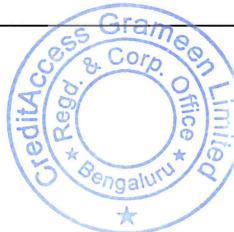
- 1 The above consolidated financial results of CreditAccess Grameen Limited (the 'Holding Company') and its three subsidiaries (collectively referred to as the 'Group') for the quarter and nine months ended December 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on February 04, 2022 respectively and subjected to limited review by statutory auditors in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- 2 The financial results of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and notified under Section 133 of the Companies Act, 2013 ("the Act").
- 3 The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant volatility in the financial markets and slowdown in the economic activities. Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional restrictions continued to be implemented in areas due to the "second wave" of COVID-19, which included a significant surge of COVID-19 cases. These were gradually lifted as the second wave subsided. The country is now experiencing another outbreak on account of new coronavirus variant.  
  
The extent to which the COVID-19 pandemic will ultimately impact the Group's results and carrying value of assets will depend on future developments, which are highly uncertain. The Group's impairment loss allowance estimates are subject to a number of management judgments and estimates, which could undergo changes over the entire duration of the pandemic. Given the uncertainty over the potential macro-economic condition, the impact of the COVID-19 pandemic on the financial performance may be different from that estimated as at the date of approval of these financial results. Such changes will be prospectively recognized. The Group continues to closely monitor any anticipated material changes to future economic conditions.
- 4 Pursuant to the RBI circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning ('IRAC') pertaining to Advances – Clarifications", the Group has changed its NPA definition to comply with the norms/changes for regulatory reporting, as applicable. The Group has also on the basis of prudence, aligned Stage 3 definition to reflect the revised NPA norms. This change does not have a material impact on the financial results for the quarter/nine months ended December 31, 2021.
- 5 In connection with amalgamation of Madura Micro Finance Limited (MMFL- "Transferor Company") with CreditAccess Grameen Limited (CAGL- "Transferee Company"), both the entities have been filed the First Motion Petitions before the jurisdictional benches of National Company Law Tribunal at Chennai and Bengaluru respectively. The Scheme of Merger provides for the amalgamation of Transferor Company into the Transferee Company and the consequent issuance of equity shares by the Transferee Company to the Shareholders of the Transferor Company under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013. As at December 31, 2021, the aggregate shareholding of the Company stands at 76.25% in MMFL.
- 6 The Group operates in a single business segment i.e. lending to members, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Group operates in a single geographical segment i.e. domestic.
- 7 The Holding Company, during the quarter and nine months ended December 31, 2021 has allotted 41,294 and 203,671 number of equity shares respectively, each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).
- 8 Previous year / periods figures have been regrouped / rearranged, wherever considered necessary, to conform with current period's classification.

For and on behalf of the Board of Directors of **CreditAccess Grameen Limited**



**Udaya Kumar Hebbar**  
Managing Director & CEO

Bangalore  
February 04, 2022



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

The Board of Directors  
**CreditAccess Grameen Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **CreditAccess Grameen Limited** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), for the quarter and nine months ended December 31, 2021 (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. 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.

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

<b>Sr. No.</b>	<b>Name of the Company</b>	<b>Nature of relationship</b>
1	CreditAccess Grameen Limited	Parent
2	Madura Micro Finance Limited	Subsidiary
3	Madura Micro Education Private Limited	Step-down Subsidiary
4.	CreditAccess India Foundation	Subsidiary

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 referred to in paragraph 7 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 draw attention to Note 3 of the Statement, which describes that the potential impact of the continuing COVID-19 pandemic on the Group's financial information are dependent on future developments, which are highly uncertain.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the interim financial results of two subsidiaries included in the Statement, whose interim financial results reflect total revenues of ₹113.11 crore and ₹328.47 crore for the quarter and nine months ended December 31, 2021 respectively, total net loss after tax of ₹9.01 crore and ₹29.09 crore for the quarter and nine months ended December 31, 2021 respectively and total comprehensive loss of ₹8.84 crore and ₹28.79 crore for the quarter and nine months ended December 31, 2021 respectively, as considered in the Statement. These interim financial results have been reviewed by the other auditors whose reports have 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 subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

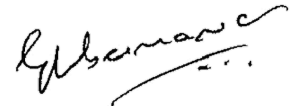
Our conclusion on the Statement is not modified in respect of this matter.

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8. The consolidated unaudited financial results includes the interim financial information of one subsidiary which has not been reviewed/audited by their auditors, whose interim financial results reflect total revenues of ₹0.07 crore and ₹4.12 crore for the quarter and nine months ended December 31, 2021 respectively, total net (loss) / profit after tax of ₹(0.11) crore and ₹3.87 crore for the quarter and nine months ended December 31, 2021 respectively and total comprehensive (loss) / income of ₹(0.11) crore and ₹3.87 crore for the quarter and nine months ended December 31, 2021 respectively, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

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

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm Registration No.008072S)



**G. K. Subramaniam**

Partner

(Membership No. 109839)

UDIN: 22109839AAIRDE5271

Place: Mumbai

Date: February 4, 2022



## CreditAccess Grameen Limited – Third Quarter FY21-22 Results

**Portfolio grew 18.4% YoY to INR 14,587 crore**  
**Pre-provision Operating Profit grew 60.6% YoY to INR 274 crore**  
**Profit After Tax grew 247.9% YoY to INR 117 crore**  
**Crossed Major Landmark of USD 2 Billion Portfolio in Jan-22**

**Bengaluru, 4<sup>th</sup> February 2022:** CreditAccess Grameen Limited (NSE: CREDITACC, BSE: 541770, 'CA Grameen'), the country's leading microfinance institution, today announced its unaudited and limited reviewed financial performance for the third quarter and nine months of the period ended 31 December 2021.

### Consolidated Business Highlights: Q3 FY22

- GLP grew by **18.4% YoY** from INR 12,321 crore to **INR 14,587 crore**
- Disbursements grew by **2.8% YoY** to **INR 4,720 crore**
- Collection Efficiency in Dec-21 at CA Grameen was **95%** (excl. arrears)/**98%** (incl. arrears). **Excluding the non-paying NPA customers**, Collection Efficiency in Dec-21 was **98%** (excl. arrears)/**101%** (incl. arrears)
- Collection Efficiency in Dec-21 at MMFL was **89%** (excl. arrears)/**91%** (incl. arrears). **Excluding the non-paying NPA customers**, Collection Efficiency in Dec-21 was **91%** (excl. arrears)/**94%** (incl. arrears)
- Branch network increased by **14.7% YoY** to **1,593** with **48 new branches** opened primarily in newer markets. Over **2 lakh new borrowers** were added

### Consolidated Financial Highlights: Q3 FY22

- Total income increased by **27.0% YoY** from INR 543.0 crore to **INR 689.7 crore**
- Net interest income (NII) increased by **35.5% YoY** from INR 304.1 crore to **INR 412.0 crore**
- Pre-provision operating profit (PPOP) increased by **60.6% YoY** from INR 170.3 crore to **INR 273.5 crore**
- Impairment of financial instruments declined by **57.2% YoY** from INR 275.7 crore to **INR 117.9 crore**
  - Total ECL provisions were **INR 671.0 crore (4.74%)** against GNPA (largely @ 60+ dpd) of **6.02%**, and PAR 90+ of **4.67%**
  - Write-offs were **INR 190.0 crore**
- Profit After Tax (PAT) increased by **247.9% YoY** from INR -79.1 crore to **INR 117.0 crore**
- Liquidity remained strong at **INR 1,625.3 crore** of cash & cash equivalents at the end of December 2021, amounting to **10.3%** of the total assets
- Healthy capital position with standalone **CRAR of 29.4%** and consolidated **CRAR of 24.8%**
- **A+ (Stable) Credit Rating** affirmed by leading rating agencies in India

### Key Metrics: Q3 FY22

Particulars	CA Grameen	MMFL	Consolidated
Gross Loan Portfolio (INR Cr)	12,180.3	2,406.2	14,587
Borrowers (Lakh) *	28.14	9.63	37.39
Branches	1,126	467	1,593

\*only 37,702 common borrowers



Particulars (INR Cr)	CA Grameen	MMFL	Consolidated
Net Interest Income (NII)	349.4	62.7	412.0
Pre-Provision Operating Profit (PPOP)	245.6	32.2	273.5
Profit After Tax (PAT)	129.2	-9.0	117.0
Key Ratios	CA Grameen	MMFL	Consolidated
Net Interest Margin (NIM)	11.7%	10.2%	11.4%
Cost/Income Ratio	36.1%	51.6%	39.3%
Opex/GLP Ratio	4.7%	6.0%	5.1%
Gross NPA	5.5%	8.6%	6.0%
Provisioning	4.4%	6.4%	4.7%
Return on Assets (ROA)	3.8%	-1.5%	3.0%
Return on equity (ROE)	13.6%	-9.6%	11.9%

#### **January 2022 Business Update\*:**

- GLP grew by **19.5% YoY** from INR 12,767 crore to **INR 15,260 crore**
- Disbursements grew by **19.7% YoY** from INR 1,494 crore to **INR 1,789 crore**
- Collection Efficiency in Jan-22 at CA Grameen was **95.6%** (excl. arrears)/**98%** (incl. arrears). **Excluding the non-paying NPA customers**, Collection Efficiency in Jan-22 was **99%** (excl. arrears)/**101%** (incl. arrears)
- Collection Efficiency in Jan-22 at MMFL was **90%** (excl. arrears)/**92%** (incl. arrears). **Excluding the non-paying NPA customers**, Collection Efficiency in Jan-22 was **92%** (excl. arrears)/**94%** (incl. arrears)
- Branch network further increased to **1,617** with 24 new branches opened in Jan-22

\* Please note that the numbers mentioned above as of 31 January 2022 are provisional. It is subject to review by the Audit Committee, Board of Directors, and limited review by the Statutory Auditors of the company.

**Commenting on the performance, Mr. Udaya Kumar Hebbar, MD and CEO of CreditAccess Grameen, said,** "Our financial performance during Q3 FY22 was marked by significant improvement in operating profitability coupled with consistent improvement in asset quality, which helped us to reclaim our quarterly PAT of more than INR 100 crore after 2 years. Our consolidated loan portfolio grew by 18.4% YoY to INR 14,587 crore in Q3 FY22. Our collection efficiency excluding arrears consistently improved to 95% at CA Grameen and 89% at MMFL in Dec-21.

Overall, we opened 204 branches in the calendar year 2021 and added 5.42 lakh new borrowers of which 48% were outside the top 3 states, in line with our vision of being the preferred financial partner of households across the breadth and depth of the country.

We are elated to announce that we have achieved a major milestone in January 2022 with our consolidated loan portfolio crossing USD 2 billion mark. It is a testament to our commitment towards the women empowerment journey and promoting egalitarian growth. We draw immense strength from our resilient business model and deep rural presence which helped us to consistently outperform despite temporary challenges due to the Omicron variant. Our collection efficiency excluding arrears further improved to 95.6% at CA Grameen and 90% at MMFL in Jan-22.

As we witness the pandemic severity gradually waning, we stand firm to our yearly guidance and are on track to achieve the same. Our learnings from previous waves and the pragmatic approach adopted give us enough confidence to weather the odds. The government has made its stance clear during the Budget 2022-23 with capital expenditure push and inclusive development agenda being the drivers of creating long-term job opportunities for millions of low-income households. Given our strategic position of deep rural presence, we are proud to partner in this growth journey and contribute towards the next level of the capital creation story of Bharat."



### **About CreditAccess Grameen Limited**

CreditAccess Grameen Limited is a leading Indian microfinance institution headquartered in Bengaluru, focused on providing micro-loans to women customers predominantly in rural areas across India. The Company, on a consolidated basis, is now operating in 312 districts in the 14 states (Karnataka, Maharashtra, Tamil Nadu, Chhattisgarh, Madhya Pradesh, Odisha, Kerala, Goa, Gujarat, Rajasthan, Uttar Pradesh, Bihar, Jharkhand, and West Bengal) and one union territory (Puducherry) in India through 1,593 branches. The Company's Promoter is CreditAccess India N.V., a multinational company specializing in micro and small enterprise financing. It is backed by institutional investors and has a micro-lending experience in India of over more than a decade.

### **For more information, please contact:**

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