



SEC: 100:2024-25/VS  
August 5, 2024

The Manager - Listing  
National Stock Exchange of India Limited  
Capital Market – Listing  
Exchange Plaza, 5th Floor  
Plot No.C/1, G Block  
Bandra-Kurla Complex  
Bandra (E), Mumbai 400 051

Dear Sir,

Sub: Submission of Press Release

We have pleasure in enclosing the press release relating to the Unaudited Financial Results for the quarter ended 30<sup>th</sup> June 2024.

Thanking you,

Yours truly,  
For Sundaram Finance Limited

P.N. Srikant  
CCO & Company Secretary

Encl: a/a

CC: The Corporate Relationship  
Dept. of Corporate Services  
BSE Limited  
Floor 25, P J Towers  
Dalal Street  
Mumbai 400 001

**Sundaram Finance Limited**

Regd. Office: 21, Patullos Road, Chennai – 600 002, India PAN: AAACS4944A CIN: L65191TN1954PLC002429

+91 44 2852 1181 [www.sundaramfinance.in](http://www.sundaramfinance.in)





**PRESS RELEASE**

**Unaudited standalone & consolidated financial results for the quarter ended June 30, 2024**

**Sundaram Finance logs disbursements of Rs. 6,908 crores, 7% over Q1FY24; AUM grows 23% to Rs. 45,671 crores**

**Net profit for Q1FY25 up by 9% at Rs. 308 crores**

**Profits from Operations up by 22% in Q1FY25**

**Continued improvement in asset quality with Gross Stage 3 assets at 1.56% (1.90% as of June 30, 2023) and Net Stage 3 assets at 0.84% (1.00% as of June 30, 2023)**

**ROA at 2.38% for Q1FY25 (2.68% for Q1FY24)**

**Capital Adequacy Ratio at 19.3% (21.4% for Q1FY24)**

The Board of Directors of Sundaram Finance Ltd. (SFL) approved the unaudited standalone and consolidated financial results for the quarter ended Jun 30, 2024, at its meeting held on Aug 05, 2024, in Chennai.

"Team Sundaram has delivered a strong Q1FY25 despite lower-than-expected economic activity in the quarter. Assets under management grew by 23% to a new high of Rs. 45,671 crores, net stage 3 assets closed at 0.84% and profit after tax recorded a 9% growth to Rs. 308 crores over the prior year period. Our Group companies in asset management, general insurance and home finance have continued their trajectory from FY24 and recorded strong results. We continue to rely on our time-tested approach of steady and sustainable growth with best-in-class asset quality and consistent profitability," said Harsha Viji, Executive Vice Chairman.

Disbursements for Q1FY25 recorded a growth of 7% over Q1FY24. Net interest income rose 20% in Q1FY25 as compared to Q1FY24. Gross stage 3 assets improved substantially over the previous year. Gross stage 3 assets as on June 30, 2024, stood at 1.56% with provision cover of 47% as against 1.90% as on June 30, 2023, with provision cover of 48%. The profit from operations is up by 22% in Q1FY25. Profit after tax at Rs. 308 crores registered an increase of 9% in Q1FY25 as against Rs. 281 crores in Q1FY24. The dividend income was lower during Q1FY25 at Rs. 18 Cr as against Rs. 51 Cr in Q1FY24. Return on assets at 2.38% as against 2.68% for Q1FY24 and capital adequacy at 19.3% remains quite comfortable to support planned growth.

"As we expected, economic activity in Q1 was disrupted by the general elections as well as a particularly hot summer. We delivered a well-balanced GQP performance in a tough operating environment. Looking ahead, we expect seamless continuity in the policy agenda of the government

**Sundaram Finance Limited**



at the centre and that economic activity will pick up through the rest of the year. Team Sundaram will continue to remain sharply focused on delivering the Sundaram experience to our customers, our people and all stakeholders,” said Rajiv Lochan, Managing Director.

#### **STANDALONE PERFORMANCE HIGHLIGHTS FOR Q1FY25**

- Disbursements for Q1FY25 recorded a growth of 7% to Rs. 6,908 crores as compared to Rs. 6,489 crores registered in Q1FY24.
- The assets under management grew by 23% to Rs. 45,671 crores as on 30<sup>th</sup> June 2024 as against Rs.37,255 crores as on 30<sup>th</sup> June 2023.
- Net interest income rose 20% in Q1FY25 as compared to Q1FY24. Profit from operations increased by 22% in Q1FY25 as compared to Q1FY24.
- Gross stage 3 as on 30<sup>th</sup> June 2024 stood at 1.56% with 47% provision cover as against 1.90% with provision cover of 48% as on 30<sup>th</sup> June 2023. Net stage 3 as on 30<sup>th</sup> June 2024 closed at 0.84% as against 1.00% as on 30<sup>th</sup> June 2023.
- The Gross and Net NPA, as per RBI’s asset classification norms for NBFCs, are 2.21% and 1.41% respectively as against 2.96% and 2.00% as of 30<sup>th</sup> June 2023.
- Cost to income ratio closed at 32.90% in Q1FY25 as against 35.18% in Q1FY24.
- Profit after tax registered a 9% rise in Q1FY25, with net profit at Rs. 308 crores. The company had registered a net profit of Rs. 281 crores in Q1FY24.
- Return on assets (ROA) for Q1FY25 closed at 2.38% as against 2.68% for Q1FY24. Return on equity (ROE) was at 13.6% for Q1FY25 as against 14.3% for Q1FY24.
- Capital Adequacy Ratio stood at 19.3% (Tier I –16.2%) as of 30<sup>th</sup> June 2024 compared to 21.4% (Tier I – 17.0%) as of 30<sup>th</sup> June 2023.

#### **CONSOLIDATED PERFORMANCE HIGHLIGHTS FOR Q1FY25**

The consolidated results of SFL include the results of its standalone subsidiaries Sundaram Home Finance, Sundaram Asset Management and joint venture company Royal Sundaram General Insurance.

- The assets under management (AUM) in our lending and general insurance businesses stood at Rs. 69,234 crores as on 30<sup>th</sup> June 2024 as against Rs. 57,150 crores as on 30<sup>th</sup> June 2023, a growth of 21%. The assets under management of our asset management business stood at Rs. 80,565 crores as on 30<sup>th</sup> June 2024 as against Rs. 59,862 crores as on 30<sup>th</sup> June 2023, a growth of 35%.

#### **Sundaram Finance Limited**



- Profit after tax for Q1FY25 grew by 16% to Rs. 435 crores as compared to Rs. 375 crores in Q1FY24.

## **GROUP COMPANY PERFORMANCE HIGHLIGHTS**

Our group companies continued to perform well.

- The asset management business closed the quarter ended 30<sup>th</sup> June 2024 with assets under management of Rs. 80,565 crores (over 85% in equity) and consolidated profits from the asset management businesses was at Rs. 29 crores as against Rs. 24 crores in Q1FY24.
- Royal Sundaram reported a Gross Written Premium (GWP) of Rs. 1,114 crores as compared to Rs. 908 crores in the corresponding period of the previous year, representing a growth of 23%. The Company reported a profit after tax of Rs. 65 crores for Q1FY25 as against a profit of Rs. 95 crores in Q1FY24.
- Sundaram Home Finance continued to grow strongly with disbursements up by 24% to Rs.1,353 crores in Q1FY25. The profit for Q1FY25 was Rs. 66 crores, up by 16% as against Rs.57 crores in Q1FY24.

## **ABOUT SUNDARAM FINANCE**

Sundaram Finance was established in 1954 and the company has today grown into one of the most trusted and diversified financial services groups in India providing financing for commercial vehicles, cars & utility vehicles, tractors and farm equipment, construction equipment, SME finance and a range of working capital products for financing diesel, tyres, insurance as well as working capital for SMEs. Through its subsidiaries and group companies, the company offers home finance, loans against property, mutual funds and investment management solutions and the full range of general insurance products and services. It has a nationwide presence of over 700 branches, over 1.1 lakh depositors and over 4.6 lakh lending customers.

Sundaram Finance's vision is to be the most respected NBFC in the country and its mission is to deliver the Sundaram experience to all customers, big and small, in keeping with the ethos of the Company. Sundaram Finance embraces a philosophy that balances Growth with Quality and Profitability and remains rooted to its ideal of protecting and enhancing shareholder value. The founding philosophy of the company is that everything begins with the customer. Our founder, Late Sri T S Santhanam, enshrined in the company its core values - The Sundaram Way - that have been the company's guiding light over the decades. The company is deeply rooted in its values and proud of its heritage, also constantly innovating in terms of technology and processes to deliver the unique Sundaram experience to its customers and stakeholders.

## **Sundaram Finance Limited**



## **ABOUT TSF GROUP**

With a legacy spanning a century, the TSF Group's interests span the automotive and financial services sectors. Companies promoted by the TSF Group have combined revenue of more than Rs. 26,000 crores, 42,000 employees, 1,200 branches, and 36 factories. In the automotive industry, the TSF group operates across segments from component manufacturing, parts distribution, vehicle dealership and vehicle financing. The Group serves marquee customers across the globe and is known for high quality design-led manufacturing. The TSF Group companies are market leaders in their segments and include Brakes India, Wheels India, Axles India, Turbo Energy, IMPAL, Madras Auto Service, and Sundaram Motors. In financial services, the TSF Group promoted Sundaram Finance (founded 1954), one of the most respected names in the NBFC sector, with interests in automotive lending, general insurance, housing loans, and asset management. The financial services business has more than Rs. 69,000 crores in assets and a further Rs.80,500 crores in assets managed. The TSF Group comprises the T.S. Santhanam branch of the erstwhile TVS group and continues the tradition of Trust, Value and Service that the group has been known for this past century.

For more information, please visit: <https://www.sundaramfinance.in/>

For further details, please contact:

- P N Srikant, Sundaram Finance, +91 44 2888 1207

## **Sundaram Finance Limited**