

Ref. No. AAVAS/SEC/2021-22/383

Date: July 29, 2021

To, The National Stock Exchange of India Limited The Listing Department Exchange Plaza, Bandra Kurla Complex, Mumbai – 400051	To, BSE Limited Dept. of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400001
Scrip Symbol: AAVAS	Scrip Code: 541988

Dear Sir/Madam,

Subject: Outcome of the Board Meeting held on Thursday, July 29, 2021

Pursuant to applicable provisions of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of Aavas Financiers Limited ("Company") at its Meeting held on Thursday, July 29, 2021 has *inter-alia*, considered and approved the Unaudited Financial (Standalone and Consolidated) Results of the Company for the quarter ended June 30, 2021 ("Financial Results").

Please find enclosed herewith the following:

1. Limited Review Report submitted by Statutory Auditors of the Company, S.R. BATLIBOI & ASSOCIATES LLP, Chartered Accountants;
2. Unaudited Financial Results of the Company for the quarter ended June 30, 2021.

Please note that the said Board Meeting commenced at 12:14 P.M. (IST) and concluded at 02:26 P.M. (IST).

You are requested to take the same on your record.

Thanks & Regards,

For Aavas Financiers Limited


Sharad Pathak
Company Secretary & Compliance Officer
(FCS-9587)

Enclosed: a/a



AAVAS FINANCIERS LIMITED

(Formerly known as "Au HOUSING FINANCE LIMITED")

An ISO 9001: 2015 Certified Company | CIN NO.: L65922RJ2011PLC034297

Regd. & Corp. Office: 201-202, 2nd Floor, Southend Square,
Mansarovar Industrial Area, Jaipur-302020

Tel: +91 141 661 8888 | E-Mail: info@aavas.in, Website: www.aavas.in



**Review Report to
The Board of Directors
Aavas Financiers Limited****Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Aavas Financiers Limited (the "Company") for the quarter ended June 30,2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
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 Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons 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 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 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 Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.


Emphasis of Matter

5. We draw attention to Note 5 of the Statement, which describes the continuing impact of the COVID-19 pandemic on the Company's operations and its financial metrics, particularly on the expected credit loss on financial assets, which are dependent on uncertain future events. Our opinion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Amit Kabra

Partner

Membership No.: 094533

UDIN: 21094533AAAAIB7455

Place: Gurugram

Date: July 29, 2021



AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of standalone financial results for the quarter ended June 30, 2021

Particulars	(INR in lakh)			
	Quarter ended		Year ended	
	30.06.2021 (Unaudited)	31.03.2021 (Audited) (refer note 2)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
I Revenue from operations				
Interest income	26,303.86	24,698.19	22,864.81	97,639.40
Fees and commission income	740.79	1,395.86	369.84	3,655.37
Gain on derecognition of financial instruments under amortised cost category	-	2,738.16	-	8,635.53
Net gain on fair value changes	145.05	108.71	110.44	387.16
Total revenue from operations	27,189.70	28,940.92	23,345.09	1,10,317.46
II Other Income	9.33	188.33	14.33	216.05
III Total income (I+II)	27,199.03	29,129.25	23,359.42	1,10,533.51
IV Expenses				
Finance costs	11,279.37	11,516.69	11,182.07	45,824.27
Fees and commission expense	197.23	99.82	123.40	618.46
Impairment on financial instruments	1,700.62	696.32	595.58	3,713.86
Employee benefits expense	4,550.04	5,001.85	3,604.23	17,213.61
Depreciation, amortization and impairment	500.50	541.89	476.21	2,060.37
Other expenses	1,479.07	1,774.28	1,055.37	5,770.00
Total expenses (IV)	19,706.83	19,630.85	17,036.86	75,200.57
V Profit before tax (III-IV)	7,492.20	9,498.40	6,322.56	35,332.94
VI Tax expense:				
(1) Current tax	2,371.75	747.81	1,859.01	6,701.45
(2) Deferred tax expense/(credit)	(868.33)	(10.42)	(544.15)	(318.03)
Total tax expense (VI)	1,502.92	737.39	1,314.85	6,383.42
VII Profit for the period (V-VI)	5,989.28	8,761.01	5,007.71	28,949.52
Other comprehensive income				
a) Items that will not be reclassified to profit or loss				
Remeasurements of defined benefit liability	-	63.32	-	111.45
Income Tax Effect	-	(15.94)	-	(28.05)
b) Items that will be reclassified to profit or loss	-	-	-	-
VIII Other comprehensive income, net of income tax	-	47.38	-	83.40
IX Total comprehensive income for the period (VII+VIII)	5,989.28	8,808.39	5,007.71	29,032.92
X Earnings per equity share (EPS for the quarters are not annualised)				
Basic (Amount in INR)	7.53	11.17	6.39	36.94
Diluted (Amount in INR)	7.56	11.08	6.33	36.62
Face value per share (Amount in INR)	10.00	10.00	10.00	10.00



Subil K. Ganesan

AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of standalone financial results for the quarter ended June 30, 2021

Notes to the financial results :

- 1 The financial results have been prepared in accordance with applicable accounting standards prescribed under section 133 of Companies Act, 2013 read with (Indian Accounting Standard) Rules, 2015 (Ind AS), as amended from time to time, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
- 2 The figures for the quarter ended March 31, 2021 represent balancing figures between the audited figures for the year ended March 31, 2021 and year to date figures upto December 31, 2020 which were subjected to limited review by Statutory auditors.
- 3 The above results for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 29, 2021 and subjected to limited review by the statutory auditors of the Company.
- 4 The Company has allotted 6,764 and 1,500 equity shares to eligible employees under Employee stock Option Plan (ESOP) 2016 at a price of INR 215.25 and INR 328 per equity share at premium of INR 205.25 and INR 318 per equity share respectively.
- 5 A disruption in economic activities due to the continued outbreak of COVID-19 pandemic may persist. The Company has used the principles of prudence to provide for the impact of pandemic on the Financial Statements specifically while assessing the expected credit loss on financial assets by applying management overlays, which was INR 1,481.70 lakhs as on June 30, 2021, as approved by its Board of Directors. The extent to which COVID-19 pandemic will continue to impact the Company's operations and financial metrics will depend on future developments, which are highly uncertain.
During the quarter, the Company offered resolution plan to its eligible borrowers pursuant to RBI circular "Resolution Framework 2.0 for COVID-19 related Stress" dated May 05, 2021.
- 6 The Company is engaged primarily in the business of housing finance and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.
- 7 Figures for the previous year/period have been regrouped and / or reclassified wherever considered necessary.



Place: Jaipur
Date: July 29, 2021

For and on behalf of the Board of Directors
AAVAS FINANCIERS LIMITED



Sushil Kumar Agarwal
Sushil Kumar Agarwal
(Managing Director and CEO)

**Review Report to
The Board of Directors
Aavas Financiers Limited****Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Aavas Financiers Limited (the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), for the quarter ended June 30, 2021 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons 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 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 No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.
4. The Statement includes the results of the following entities:
 - a. Aavas Finserv Limited
5. Based on our review conducted and procedures performed 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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

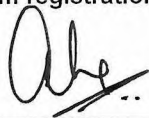
Emphasis of Matter

6. We draw attention to Note 6 of the Statement, which describes the continuing impact of the COVID-19 pandemic on the Group's operations and its financial metrics, particularly on the expected credit loss on financial assets, which are dependent on uncertain future events. Our opinion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Amit Kabra

Partner

Membership No.: 094533

UDIN: 21094533AAAAAIC5177

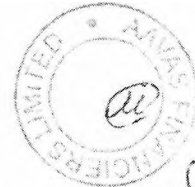
Place: Gurugram

Date: July 29, 2021



AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)
Statement of consolidated financial results for the quarter ended June 30, 2021

Particulars	(INR in lakh)			
	Quarter ended			Year ended
	30.06.2021 (Unaudited)	31.03.2021 (Audited) (refer note 2)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
I Revenue from operations				
Interest income	26,307.41	24,701.80	22,870.70	97,657.92
Fees and commission income	740.79	1,395.86	369.84	3,655.37
Gain on derecognition of financial instruments under amortised cost category	-	2,738.16	-	8,635.53
Net gain on fair value changes	145.05	108.71	110.44	387.16
Total revenue from operations	27,193.25	28,944.53	23,350.98	1,10,335.98
II Other Income	9.33	188.33	14.33	216.05
III Total income (I+II)	27,202.58	29,132.86	23,365.31	1,10,552.03
IV Expenses				
Finance costs	11,280.33	11,516.69	11,182.07	45,824.27
Fees and commission expense	197.23	99.82	123.40	618.46
Impairment on financial instruments	1,700.62	696.32	595.58	3,713.86
Employee benefits expense	4,665.36	5,026.71	3,624.66	17,305.14
Depreciation, amortization and impairment	500.56	542.07	476.39	2,061.09
Other expenses	1,479.34	1,774.63	1,055.76	5,773.85
Total expenses (IV)	19,823.44	19,656.24	17,057.86	75,296.67
V Profit before tax (III-IV)	7,379.14	9,476.62	6,307.45	35,255.36
VI Tax expense:				
(1) Current tax	2,371.75	747.81	1,859.01	6,701.45
(2) Deferred tax expense/(credit)	(897.38)	(16.01)	(548.07)	(338.01)
Total tax expense (VI)	1,474.37	731.80	1,310.94	6,363.44
VII Profit for the period (V-VI)	5,904.77	8,744.82	4,996.51	28,891.92
Other comprehensive income				
a) Items that will not be reclassified to profit or loss				
Remeasurements of defined benefit liability	-	63.32	-	111.45
Income Tax Effect	-	(15.94)	-	(28.05)
b) Items that will be reclassified to profit or loss	-	-	-	-
VIII Other comprehensive income, net of income tax	-	47.38	-	83.40
IX Total comprehensive income for the period (VII+VIII)	5,904.77	8,792.20	4,996.51	28,975.32
X Earnings per equity share (EPS for the quarters are not annualised)				
Basic (Amount in INR)	7.52	11.15	6.38	36.86
Diluted (Amount in INR)	7.46	11.06	6.32	36.54
Face value per share (Amount in INR)	10.00	10.00	10.00	10.00



Susmita Pattnayak

AAVAS FINANCIERS LIMITED
(CIN: L65922RJ2011PLC034297)

Statement of consolidated financial results for the quarter ended June 30, 2021

Notes to the financial results :

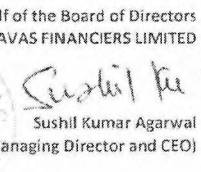
- 1 The consolidated financial results have been prepared in accordance with Ind AS 110 – Consolidated Financial Statements, prescribed under section 133 of the Companies Act, 2013 (the “Act”) read with the relevant rules issued thereunder and the other relevant provisions of the Act.
- 2 The figures for the quarter ended March 31, 2021 represent balancing figures between the audited figures for the year ended March 31, 2021 and year to date figures upto December 31, 2020 which were subjected to limited review by Statutory auditors.
- 3 The consolidated financial results include result of the following Company:

Name of the Company	% Shareholding and voting	Consolidated as
Aavas Finserv Limited	100%	Subsidiary

- 4 The above results for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 29, 2021 and subjected to limited review by the statutory auditors of the Company.
- 5 The Holding Company has allotted 6,764 and 1,500 equity shares to eligible employees under Employee stock Option Plan (ESOP) 2016 at a price of INR 215.25 and INR 328 per equity share at premium of INR 205.25 and INR 318 per equity share respectively.
- 6 A disruption in economic activities due to the continued outbreak of COVID-19 pandemic may persist. The Company has used the principles of prudence to provide for the impact of pandemic on the Financial Statements specifically while assessing the expected credit loss on financial assets by applying management overlays, which was INR 1,481.70 lakhs as on June 30, 2021, as approved by its Board of Directors. The extent to which COVID 19 pandemic will continue to impact the Company's operations and financial metrics will depend on future developments, which are highly uncertain.
During the quarter, the Company offered resolution plan to its eligible borrowers pursuant to RBI circular “Resolution Framework 2.0 for COVID-19 related Stress” dated May 05, 2021.
- 7 The Holding Company is engaged primarily in the business of housing finance and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.
- 8 Figures for the previous year/period have been regrouped and / or reclassified wherever considered necessary.



Place: Jaipur
Date: July 29, 2021

For and on behalf of the Board of Directors
AAVAS FINANCIERS LIMITED

Sushil Kumar Agarwal
(Managing Director and CEO)