

Independent Auditor's Review Report on quarterly and year-to-date Financial Results of the Company Pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**The Board of Directors,
TVS Credit Services Limited,**

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of TVS Credit Services Limited (the 'Company'), for the quarter ended 31st December 2021 and year to date from 01st April 2021 to 31st December 2021 (the 'Statement').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations). Our responsibility is to issue a report 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedure 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.
4. 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 accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 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 or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters, so far as it does not contradict Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder.



Other Matter

5. We draw reference to Note No. 11e which state that the figures for the third quarter in each of the financial years are the balancing figures between year-to-date figures in respect of the nine-months ended and the year-to-date figures upto the end of the half year of the respective financial years. The figures pertaining to the quarter ended December 2020 and nine-months ended December 2020 were reviewed by another firm of chartered accountants. The financial results of the company and the year-to-date results for the period April 1, 2020, to March 31, 2021, were audited by another firm of chartered accountants who issued their unmodified conclusion on April 26, 2021, respectively. Our Conclusion is not modified is respect of this matter.

For Sundaram & Srinivasan
Chartered Accountants
Firm Regn. No. 004207S

Digitally signed
by USHA
Date: 2022.02.04
'14:04:20 +05'30

USHA

S. Usha
Partner

Membership Number: 211785
UDIN: 22211785AAILBQ2352



Place: Chennai
Date: 4th February 2022

TVS CREDIT SERVICES LIMITED

Regd office: "Chaitanya", No.12, Khader Nawaz Khan Road, Chennai 600 006

Tel : 044-2833 2115 Fax : 044 - 2833 2113

Website : www.tvscredit.com Email : corpsec@sundaramclayton.com CIN : U65920TN2008PLC069758

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rs. In crores)

S.No	Particulars	Quarter Ended			Nine months ended		Year ended
		December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
		(Unaudited)			(Unaudited)		(Audited)
	Revenue from Operations						
i)	Interest income	636.96	589.34	524.89	1,776.82	1,444.74	2,041.06
ii)	Fee and Commission Income	84.89	70.17	63.36	202.05	122.32	196.76
I)	Total Revenue from Operations	721.85	659.51	588.25	1,978.87	1,567.06	2,237.82
II)	Other Income	1.75	1.76	3.65	5.27	7.51	3.11
III)	Total Income (I + II)	723.60	661.27	591.90	1,984.14	1,574.57	2,240.93
	Expenses						
i)	Finance Costs	197.18	178.95	188.09	559.39	549.45	729.44
ii)	Fees and commission expenses	44.90	46.26	45.93	135.22	89.46	135.17
iii)	Impairment on Financial Instruments	135.56	151.78	88.84	442.28	279.90	466.79
iv)	Employee Benefit expenses	175.87	177.33	158.42	526.51	451.56	584.81
v)	Depreciation, Amortization and Impairment	4.70	4.26	4.95	13.15	14.10	19.92
vi)	Other expenses	90.72	67.40	47.93	225.56	145.24	199.40
IV)	Total Expenses	648.93	625.98	534.16	1,902.11	1,529.71	2,135.53
V)	Profit/(Loss) before exceptional items and tax	74.67	35.29	57.75	82.03	44.86	105.40
VI)	Exceptional items	-	-	-	5.00	-	-
VII)	Profit/(Loss) before tax	74.67	35.29	57.75	77.03	44.86	105.40
VIII)	Tax Expenses						
	Current Tax	37.44	0.95	16.91	38.40	16.91	46.52
	Deferred Tax (credit)/charge	(18.65)	7.93	(2.38)	(19.01)	(5.62)	(38.10)
IX)	Profit/(Loss) for the period	55.88	26.41	43.22	57.64	33.57	96.98
X)	Other Comprehensive Income						
A.	<i>Items that will not be reclassified to Profit or Loss - Itemwise</i>						
	Remeasurement of the defined benefit plans	(0.09)	(1.55)	(1.84)	(3.37)	(4.14)	(3.50)
	Income Tax relating to these items	0.02	0.39	0.46	0.85	1.04	0.88
B.	<i>Items that will be reclassified to Profit or Loss - Itemwise</i>						
	Fair value change on cash flow hedge	12.76	(6.51)	5.63	6.12	(10.30)	(3.55)
	Income Tax relating to these items	(3.21)	1.64	(1.41)	(1.54)	2.60	0.89
	Other Comprehensive Income (A+B)	9.48	(6.03)	2.84	2.06	(10.80)	(5.28)
XI)	Total Comprehensive Income for the period (Comprising Profit/(Loss) and other comprehensive income for the period)	65.36	20.38	46.06	59.70	22.77	91.70
XII)	Paid-up equity share capital (Face value of Rs. 10/- each)	198.11	195.02	188.56	198.11	188.56	191.94
XIII)	Other Equity				1,525.29	1,256.34	1,371.76
XIV)	Earnings Per share *						
	Basic (Rs.)	2.82	1.36	2.29	2.96	1.80	5.19
	Diluted (Rs.)	2.82	1.36	2.29	2.96	1.80	5.19

* Earnings per share for the interim period is not annualized.

For TVS Credit Services Limited

VENU SRINIVASAN
 Digitally signed by
 VENU SRINIVASAN
 Date: 2022.02.04
 13:58:15 +05'30'
 Chairman

Place: Chennai
Date : February 04, 2022



Notes:

- 1) The above financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under section 133 of the Companies Act 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Besides, the Company follows application guidance, clarifications, circulars and directions issued by the Reserve Bank of India (RBI) for Non-Banking Financial Companies (NBFC) or other regulators, as and when they are issued and applicable
- 2) The above financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on February 04, 2022 and subject to limited review carried out by statutory auditors, pursuant to regulation 33 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3) The Consolidated financial results include the audited financial results of the wholly owned subsidiaries: TVS Housing Finance Private Limited, TVS Two-Wheeler Mall Private Limited, TVS Commodity Financial Solutions Private Limited and Harita ARC Private Limited.
- 4) There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 5) The company allotted 30,86,400 equity shares of face value of Rs 10 to TVS Motor Company Limited by way of preferential issue during the quarter.
- 6) Exceptional items of Rs 5 Cr represents the contribution made by the company towards COVID related expenses for the period ended December 31, 2021.
- 7) In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 on Implementation of Indian Accounting Standards, Non- Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the company exceeds the total provision required under IRACP (including standard asset provisioning), as at December 31, 2021 and accordingly, no amount is required to be transferred to impairment reserve.
- 8) The Reserve Bank of India (RBI) vide its circular no. RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22, dated November 12, 2021 on "Prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) pertaining to Advances - Clarifications", had clarified / harmonized certain aspects of extant regulatory guidelines with a view to ensuring uniformity in the implementation of IRACP norms across all lending institutions. The Company has since taken necessary steps to implement the provisions of this circular under IRACP norms for regulatory purpose. The aforementioned circular has no impact on the financial results for the quarter and nine months ended 31 December 2021, as the Company continues to prepare financial statements in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended and the RBI circular dated March 13, 2020 on "Implementation of Indian Accounting Standards.



- 9) During the year, to relieve COVID-19 pandemic related stress, the Company has invoked resolution plans for eligible borrowers based on the parameters laid down in accordance with the resolution policy approved by the Board of Directors of the Company and in accordance with the applicable guidelines issued by the RBI.

Details of resolution plan implemented under the RBI Resolution Framework - 2.0: Resolution of COVID-19 related stress of Individuals and Small Businesses dated May 05, 2021 are given below:

SI No.	Particulars	Personal Loans	Business Loans
A	Number of Request received for invoking Resolution frame work	37,104	159
B	Number of accounts where resolution plan has been implemented under this window	24,493	159
C	Exposure to accounts mentioned in (B) before implementation of plan	146.90	19.50
D	Of (C) aggregate amount of Debt that converted into other securities		
E	Additional funding sanctioned if any including between invocation of the plan and implementation		
F	Increase in the provisions on account of the implementation of the resolution plan	14.70	1.90

There were 3,716 borrower accounts having an aggregate exposure of Rs.33.77 crore to the company, where resolution plans had been implemented under RBI's Resolution Framework 1.0 dated August 06, 2020 and now modified under RBI's Resolution Framework 2.0 dated May 05, 2021.

- 10) Pursuant to SEBI Circular no. SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated 22 October 2019, all Commercial Paper issuance on or after January 01, 2020 have been listed on the National Stock Exchange (NSE)

11) Disclosure under Regulation 52(4) of Securities and Exchange Board of India (LODR) Regulations

- a) Asset cover :

The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum. Further, the Company has maintained more than 100% asset cover, which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.

- b) Debenture Redemption Reserve: Pursuant to Rule 18(7)(b)(iii) of the Companies (Share Capital and Debentures) Rules, 2014, as amended vide the Companies (Share Capital and Debentures) Amendment Rules, 2019, the Company, being an NBFC registered with the Reserve Bank of India under Section 45 IA of the RBI Act, 1934, is not required to create a Debenture Redemption Reserve, in respect debentures issued by it on a private placement basis.



c) Analytical Ratios and Other disclosures (Standalone):

Disclosures in compliance of Sec 52(4) of the Securities and Exchange board of India (Listing obligation and Disclosure requirements) Regulations, 2015 for the quarter and nine months ends December 31, 2021.

Sl. No.	Description	December 31, 2021
1	Net Worth (Rs. In Crores)	1,723.40
2	Net Profit After Tax (Rs. In Crores)	57.64
3	Earnings Per Share*	2.96
4	Capital Adequacy Ratio	18.80%
5	Debt Equity Ratio	7.09
6	Total Debt to Total Assets	83.69%
7	Debt service coverage ratio	NA
8	Interest service coverage ratio	NA
9	Outstanding redeemable preference shares (quantity and value)	NA
10	Capital redemption reserve/debenture redemption reserve	NA
11	Current ratio	NA
12	Long term debt to working capital	NA
13	Bad debt to account receivable ratio	NA
14	Current liability ratio	NA
15	Debtors turnover	NA
16	Inventory turnover	NA
17	Operating margin	NA
18	Net profit margin	2.91%
	Sector specific Ratio:	
19	Gross stage 3 to Gross Advances	3.85%
20	Net Stage 3 to Net Advances	2.24%
21	Capital Adequacy Ratio	18.80%
22	Liquidity Coverage Ratio	186%

* Earnings Per Share is not annualized.

Notes:

- i. Certain ratios/line items marked with remark "N/A" are not applicable since the Company is a non-banking financial company registered with the Reserve Bank of India
- ii. Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / [Equity Share capital + Other equity]
- iii. Net worth = [Equity share capital + Other equity]
- iv. Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / Total assets
- v. Net profit margin (%) = Profit after tax / Total income
- vi. Capital Adequacy Ratio has been computed on a standalone basis as per relevant RBI guidelines
- vii. Gross Stage - 3 Assets % (as per Ind AS) = Gross Stage - 3 Assets / Gross loan assets
- viii. Net Stage - 3 Assets % (as per Ind AS) = (Gross Stage - 3 Assets less Impairment loss allowance for Stage - 3 Assets) / (Gross loan assets less Impairment loss allowance for Stage - 3 Assets)



- d) Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.
- e) The figures for the third quarter in each of the financial years are the balancing figures between reviewed figures in respect of the nine months ended for each financial years and the published year to date reviewed figures upto the end of the first half of the respective financial years.

For and on behalf of the Board of Directors

TVS Credit Services Limited

venu
SRINIVASAN

Digitally signed by
VENU SRINIVASAN
Date: 2022.02.04
13:58:45 +05'30'

Venu Srinivasan
Chairman

Date: February 04, 2022

Place: Chennai



INDEPENDENT AUDITOR’S LIMITED REVIEW REPORT ON THE UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 2021 AND YEAR TO DATE RESULTS FOR THE PERIOD 1st APRIL 2021 TO 31st DECEMBER 2021

**The Board of Directors,
TVS Credit Services Limited,**

1. We have reviewed the accompanying statement of Consolidated Unaudited Financial Results of TVS Credit Services Limited (the ‘Parent Company’), and its subsidiaries (the Company and its subsidiaries together referred to as “the Group”) for the quarter ended 31st December 2021 and year to date from 01st April 2021 to 31st December 2021 (the ‘Statement’) being submitted by the Company pursuant to the requirements of Paragraph 7 of Operational Circular SEBI/HO/DDHS/P/CIR/2021/613 “Continuous disclosure requirements for listed Commercial Paper” dated 10th August 2021 , as amended.
2. This statement which is the responsibility of the Parent Company’s Management has been compiled on the basis of the related Interim Consolidated Financial Statements prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 (Ind AS 34) “Interim Financial Reporting”, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and other accounting principles generally accepted in India and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 is limited primarily to inquiries of company personnel and analytical procedures applied to financial data. 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities

Name of the Company	Relationship
TVS Two-Wheeler Mall Private Limited	Subsidiary
Harita ARC Private Limited	Subsidiary
TVS Commodity Financial Solutions Private Limited	Subsidiary
TVS Housing Finance Private Limited	Subsidiary



5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Consolidated Unaudited Financial Results, which includes the result of the subsidiaries, as given in the para 5 above, prepared in accordance with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 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.

Other Matter

6. The figures for the third quarter in each of the financial years are the balancing figures between year-to-date figures in respect of the nine-months ended and the year-to-date figures upto the end of the half year of the respective financial years. The figures pertaining to the quarter ended December 2020 and nine-months ended December 2020 were reviewed by another firm of chartered accountants. The financial results of the company the year-to-date results for the period April 1, 2020, to March 31, 2021, were audited by another firm of chartered accountants who issued their unmodified conclusion on April 26, 2021, respectively. Our Conclusion is not modified in respect of this matter.
7. We did not review the interim financial results of the 4 subsidiaries, included in this Statement, whose financial information reflects, total revenues of Rs. 0.18 Crores, and Rs.0.49 Crores for the quarter and nine months ended December 31, 2021, and total net profit after tax of Rs. 0.10 Crores and Rs. 0.36 Crores and total comprehensive income of Rs. 0.10 Crores and Rs. 0.36 Crores for the quarter and nine months ended December 31, 2021, respectively as considered in this Statement. These Figures have been furnished to us by the management. According to the information and explanations given to us by the Management, this interim financial information is not material to the Group. Our Conclusion is not modified in respect of this matter.

For Sundaram & Srinivasan
Chartered Accountants
Firm Regn. No. 004207S

Digitally signed
by USHA

Date: 2022.02.04
'14:05:02 +05'30

S. Usha
Partner

Membership Number: 211785
UDIN: 22211785AAILCL3157

USHA



Place: Chennai
Date: 4th February 2022

TVS CREDIT SERVICES LIMITED

Regd office: "Chaitanya", No.12, Khader Nawaz Khan Road, Chennai 600 006

Tel : 044-2833 2115 Fax : 044 - 2833 2113

Website : www.tvscredit.com Email : corpsec@sundaramclayton.com CIN : U65920TN2008PLC069758

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rs. In crores)

S.No	Particulars	Quarter Ended			Nine months ended		Year ended
		December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
		(Unaudited)			(Unaudited)		(Audited)
	Revenue from Operations						
i)	Interest income	637.13	589.49	525.00	1,777.30	1,445.21	2,041.85
ii)	Fee and Commission Income	84.88	70.17	63.36	202.05	122.32	196.76
I)	Total Revenue from Operations	722.01	659.66	588.36	1,979.35	1,567.53	2,238.61
II)	Other Income	1.75	1.76	3.65	5.27	7.51	3.11
III)	Total Income (I + II)	723.76	661.42	592.01	1,984.62	1,575.04	2,241.72
	Expenses						
i)	Finance Costs	197.17	178.95	188.09	559.39	549.45	729.44
ii)	Fees and commission expenses	44.90	46.26	45.93	135.22	89.46	135.17
iii)	Impairment of Financial instruments	135.55	151.78	88.84	442.27	279.90	466.79
iv)	Employee Benefit expenses	175.88	177.33	158.42	526.52	451.56	584.81
v)	Depreciation, Amortization and Impairment	4.70	4.26	4.95	13.15	14.10	19.92
vi)	Other expenses	90.73	67.40	47.93	225.57	145.25	199.42
IV)	Total Expenses	648.93	625.98	534.16	1,902.12	1,529.72	2,135.55
V)	Profit/(Loss) before exceptional items and tax	74.83	35.44	57.85	82.50	45.32	106.17
VI)	Exceptional items	-	-	-	5.00	-	-
VII)	Profit/(Loss) before tax	74.83	35.44	57.85	77.50	45.32	106.17
VIII)	Tax Expenses						
	Current Tax	37.48	1.03	16.94	38.52	17.03	46.72
	Deferred Tax	(18.65)	7.93	(2.37)	(19.01)	(5.62)	(38.10)
IX)	Profit/(Loss) for the period	56.00	26.48	43.28	58.00	33.91	97.55
X)	Other Comprehensive Income						
A.	<i>Items that will not be reclassified to Profit or Loss - Itemwise</i>						
	Remeasurement of the defined benefit plans	(0.09)	(1.55)	(1.84)	(3.37)	(4.14)	(3.50)
	Income Tax relating to these items	0.02	0.39	0.46	0.85	1.04	0.88
B.	<i>Items that will be reclassified to Profit or Loss - Itemwise</i>						
	Fair value change on cash flow hedge	12.76	(6.51)	5.63	6.12	(10.30)	(3.55)
	Income Tax relating to these items	(3.21)	1.64	(1.41)	(1.54)	2.60	0.89
	Other Comprehensive Income (A+B)	9.48	(6.03)	2.84	2.06	(10.80)	(5.28)
XI)	Total Comprehensive Income for the period (Comprising Profit/(Loss) and other comprehensive income for the period)	65.48	20.45	46.12	60.05	23.11	92.27
	Net Profit attributable to						
	a) Owners of the Company	56.00	26.48	43.28	58.00	33.91	97.55
	b) Non controlling interest	-	-	-	-	-	-
	Other Comprehensive income attributable to						
	a) Owners of the Company	9.48	(6.03)	2.84	2.06	(10.80)	(5.28)
	b) Non controlling interest	-	-	-	-	-	-
	Total Comprehensive income attributable to						
	a) Owners of the Company	65.48	20.45	46.12	60.05	23.11	92.27
	b) Non controlling interest	-	-	-	-	-	-
XII)	Paid-up equity share capital (Face value of Rs. 10/- each)	198.11	195.02	188.56	198.11	188.56	191.94
XIII)	Other Equity				1,527.32	1,257.78	1,373.44
XIV)	Earnings Per share *						
	Basic (Rs.)	2.82	1.36	2.30	2.96	1.80	5.19
	Diluted (Rs.)	2.82	1.36	2.30	2.96	1.80	5.19

* Earnings per share for the interim period is not annualized.

For TVS Credit Services Limited

venu
SRINIVASAN
N

Digitally signed by
venu SRINIVASAN
Date: 2022.02.04
13:59:11 +05'30'

Chairman

Place: Chennai
Date: February 04, 2022

