

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results of TVS Credit Services Limited pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of TVS Credit Services Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of TVS Credit Services Limited ('the Company') for the quarter ended 30 June 2024, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended including relevant circulars issued by the Securities and Exchange Board of India ("SEBI") from time to time) ('Listing Regulations').

2. The 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, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines') and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of the Listing Regulations. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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.



M/s. Sundaram & Srinivasan
Chartered Accountants
No. 23 CP Ramasamy Road, Alwarpet
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CNGSN & Associates LLP
Chartered Accountants
AGASTYAR MANOR,
NO.20, RAJA STREET, T.NAGAR, CHENNAI -600 017

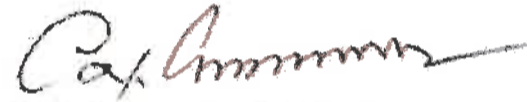
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of the Listing Regulations, 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 RBI in respect of income recognition, asset classification, provisioning and other related matters.

For Sundaram & Srinivasan
Chartered Accountants
FRN: 004207S

For CNGSN Associates LLP
Chartered Accountants
FRN: 004915S



S.Usha
Partner
Membership Number: 211785
Date: 06th August 2024
Place: Bengaluru
UDIN: 24211785BKCSPG3392



C.N.Gangadharan
Partner
Membership Number: 011205
Date: 06th August 2024
Place: Bengaluru
UDIN : 24011205BKANEH1714



TVS CREDIT SERVICES LIMITED

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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2024

(Rs. In crores)

| S.No. | Particulars | Quarter ended | | | Year ended |
|--------------|---|------------------------------|-------------------------------|------------------------------|-----------------------------|
| | | June 30, 2024 (Unaudited) | March 31, 2024 (Unaudited) | June 30, 2023 (Unaudited) | March 31, 2024 (Audited) |
| | Revenue from Operations | | | | |
| i) | Interest income | 1,422.01 | 1,360.67 | 1,157.16 | 5,110.10 |
| ii) | Fee and Commission Income | 174.28 | 156.83 | 104.03 | 594.38 |
| iii) | Net gain on fair value change on financial instruments | 9.77 | - | - | - |
| iv) | Other Operating Income | - | - | 85.07 | 85.09 |
| I) | Total Revenue from Operations | 1,606.06 | 1,517.50 | 1,346.26 | 5,789.57 |
| II) | Other Income | 0.37 | 1.76 | 2.94 | 5.47 |
| III) | Total Income (I + II) | 1,606.43 | 1,519.26 | 1,349.20 | 5,795.04 |
| | Expenses | | | | |
| i) | Finance Costs | 444.66 | 446.85 | 371.35 | 1,653.64 |
| ii) | Fees and commission expenses | 140.60 | 130.31 | 90.30 | 429.72 |
| iii) | Impairment on Financial instruments | 297.63 | 313.92 | 249.61 | 1,127.05 |
| iv) | Employee Benefit expenses | 314.80 | 313.83 | 293.91 | 1,200.78 |
| v) | Depreciation, Amortization and Impairment | 8.95 | 7.06 | 6.15 | 27.39 |
| vi) | Other expenses | 212.69 | 111.37 | 181.18 | 594.52 |
| IV) | Total Expenses | 1,419.33 | 1,323.34 | 1,192.50 | 5,033.10 |
| V) | Profit/(Loss) before exceptional items and tax | 187.10 | 195.92 | 156.70 | 761.94 |
| VI) | Exceptional items | - | - | - | - |
| VII) | Profit/(Loss) before tax | 187.10 | 195.92 | 156.70 | 761.94 |
| VIII) | Tax Expenses | | | | |
| | Current Tax | 75.54 | (30.64) | 38.44 | 307.64 |
| | Deferred Tax (credit)/charge | (28.87) | 78.27 | 1.00 | (117.53) |
| IX) | Profit/(Loss) for the period | 140.43 | 148.29 | 117.26 | 571.83 |
| X) | Other Comprehensive Income | | | | |
| A. | <i>Items that will not be reclassified to Profit or Loss - Itemwise</i> | | | | |
| | Remeasurement of the defined benefit plans | - | (3.61) | (0.24) | (9.72) |
| | Income Tax relating to these items | - | 0.92 | 0.06 | 2.46 |
| B. | <i>Items that will be reclassified to Profit or Loss - Itemwise</i> | | | | |
| | Fair value change on cash flow hedge | (3.70) | (1.81) | (3.74) | (17.95) |
| | Income Tax relating to these items | 0.93 | 0.46 | 0.94 | 4.52 |
| | Other Comprehensive Income (A+B) | (2.77) | (4.04) | (2.98) | (20.69) |
| XI) | Total Comprehensive Income for the period (Comprising Profit/(Loss) and other comprehensive income for the period) | 137.66 | 144.25 | 114.28 | 551.14 |
| XII) | Paid-up equity share capital (Face value of Rs. 10/- each) | 236.27 | 228.22 | 228.22 | 228.22 |
| XIII) | Paid-up preference share capital (Face value of Rs. 10/- each) | 18.38 | 18.38 | 6.34 | 18.38 |
| XIV) | Other Equity | | | | 3,618.88 |
| XV) | Earnings Per share * | | | | |
| | Basic (Rs.) | 6.15 | 6.01 | 5.13 | 23.90 |
| | Diluted (Rs.) | 6.15 | 6.01 | 5.13 | 23.90 |

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

For TVS CREDIT SERVICES LIMITED



Place : Bengaluru

Date : August 06, 2024

Sudarshan Venu

Chairman



Notes:

- 1 TVS Credit Services Limited ('the Company') is a Non-Banking Financial Company registered with the Reserve Bank of India.
- 2 The above financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at their meeting held on August 06, 2024 and subjected to limited review carried out by the joint statutory auditors, pursuant to Regulation 52 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and Paragraph 7 of Operational Circular SEBI/HO/DDHS/P/CIR/2021/613 "Continuous disclosure requirements for listed Commercial Paper" dated August 10, 2021, as amended.
- 3 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 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.
- 4 There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' for the Company since the Company is primarily engaged in the business of financing.
- 5 During the quarter ended June 30, 2024, the Company had allotted 80,48,780 equity shares at face value of Rs. 10/- each by way of preferential issue.
- 6 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 March 13, 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 June 30, 2024 and accordingly, no amount is required to be transferred to impairment reserve.
- 7 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 implemented the provisions of this circular under IRACP norms for regulatory purpose w.e.f. October 01, 2022, as clarified vide RBI circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 dated February 15, 2022. The aforementioned circulars have no impact on the financial results for the quarter ended June 30, 2024 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 by the Companies (Indian Accounting Standards) Rules, 2016 and the RBI circular dated March 13, 2020 on "Implementation of Indian Accounting Standards".
- 8 Effective October 01, 2022, the Company has been categorised as NBFC-ML under the RBI Scale Based Regulation dated October 22, 2021. Accordingly, the Company has taken steps wherever applicable to ensure compliance with the said Regulation.
- 9 Pursuant to SEBI Circular no. SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019, all Commercial Paper issued on or after January 01, 2020 have been listed on the National Stock Exchange (NSE).
- 10 The Company does not foresee any provision requirement in respect of investment in Alternate Investment Fund (AIF) pursuant to the RBI circular RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023.
- 11 The Reserve Bank of India vide its circular no. RBI/2023-24/85 DOR.STR.REC.57/21.06.001/2023-24 dated November 16, 2023, has directed to increase the risk weights of consumer credit exposure of NBFCs categorized as retail loans except housing loans, vehicle loans, gold loans, education loans and microfinance loans to 125% as against earlier risk weight of 100%. The Company has taken appropriate steps to comply with the requirements of the said circular.
- 12 As on June 30, 2024, the security cover available in respect of secured non convertible debt securities is 1.09. The security cover certificate as per regulation 54(3) of the Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations 2015 is attached as Annexure 1.
- 13 Details of loans transferred / acquired during the quarter ended June 30, 2024 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.
 - (ii) The Company has not transferred any loan not in default.
 - (iii) The Company has not acquired any Special Mention Account.
 - (iv) The Company has not acquired any stressed loan and loan not in default.
- 14 The figures for the preceding quarter March 31,2024 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subject to Limited Review.
- 15 Figures of previous periods have been regrouped, wherever necessary, to make them comparable with the current period.



Information as required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

| Sl. No. | Description | Quarter ended | | | Year ended |
|---------|---|---------------|----------------|---------------|----------------|
| | | June 30, 2024 | March 31, 2024 | June 30, 2023 | March 31, 2024 |
| a | Net Worth (Rs. In Crores) | 4,333.15 | 3,865.48 | 3,072.39 | 3,865.48 |
| b | Net Profit After Tax (Rs. In Crores) | 140.43 | 148.29 | 117.26 | 571.83 |
| c | Basic Earnings Per Share* | 6.15 | 6.01 | 5.13 | 23.90 |
| d | Diluted Earnings Per Share* | 6.15 | 6.01 | 5.13 | 23.90 |
| e | Debt Equity Ratio | 5.40 | 5.84 | 6.71 | 5.84 |
| f | Total Debt to Total Assets | 79.30% | 80.28% | 82.03% | 80.28% |
| g | Debt service coverage ratio | NA | NA | NA | NA |
| h | Interest service coverage ratio | NA | NA | NA | NA |
| i | Outstanding redeemable preference shares: | | | | |
| | i. Quantity | Nil | Nil | Nil | Nil |
| | ii. Value | Nil | Nil | Nil | Nil |
| j | Capital redemption reserve/debenture redemption reserve | NA | NA | NA | NA |
| k | Long term debt to working capital | NA | NA | NA | NA |
| l | Bad debt to account receivable ratio | NA | NA | NA | NA |
| m | Current ratio | NA | NA | NA | NA |
| n | Current liability ratio | NA | NA | NA | NA |
| o | Debtors turnover | NA | NA | NA | NA |
| p | Inventory turnover | NA | NA | NA | NA |
| q | Operating margin | NA | NA | NA | NA |
| r | Net profit margin | 8.74% | 9.76% | 8.69% | 9.87% |
| s | Sector specific equivalent ratio, as applicable: | | | | |
| | i. Gross NPA (Stage 3 assets, gross) ratio | 2.88% | 2.81% | 2.93% | 2.81% |
| | ii. Net NPA (Stage 3 assets, net) ratio | 1.38% | 1.34% | 1.40% | 1.34% |
| t | Capital Adequacy Ratio (Calculated as per RBI guidelines) | 18.94% | 18.59% | 18.52% | 18.59% |
| u | Liquidity Coverage Ratio (Calculated as per RBI guidelines) | 221% | 236% | 195% | 236% |

* Earnings Per Share is not annualized.

Notes:

- 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
- Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / [Equity Share capital + Other equity]
- Net worth = [Equity share capital + Other equity]
- Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / Total assets
- Net profit margin (%) = Profit after tax / Total income



Annexure 1 : Security Cover Certificate As Per Regulation 54(3) of the Securities and Exchange Board Of India (Listing Obligations and Disclosure Requirements)Regulation,2015 as on June 30, 2024

| Column A | Column B | Column C | Column D | Column E | Column F | Column G | Column H | Column I | Column J | Column K | Column L | Column M | Column N | Column O |
|--|--|--|--------------------|--|--|---|---|--|--|---|--|-------------------------|----------|-----------------|
| Particulars | Description of asset for which this certificate relate | Exclusive Charge | Exclusive Charge | Pari- Passu Charge | Pari- Passu Charge | Pari- Passu Charge | Assets not offered as Security | Elimination (amount in negative) | (Total C to H) | Related to only those items covered by this certificate | | | | |
| | | Debt for which this certificate being issued | Other Secured Debt | Debt for which this certificate being issued | Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge) | Other assets on which there is pari- Passu charge (excluding items covered in column F) | Debt amount considered more than once (due to exclusive plus pari passu charge) | Market Value for Assets charged on Exclusive basis | Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable) | Market value for pari passu charge assets | Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable | Total Value(=K+L+M + N) | | |
| | | Book Value | Book Value | Yes/No | Book Value | Book Value | | | | | | | | |
| ASSETS | | | | | | | | | | | | | | |
| Property, Plant and Equipment | | | | No | | | 39.22 | | 39.22 | | | | | |
| Capital Work-in- Progress | | | | | | | - | | - | | | | | |
| Right of Use Assets | | | | No | | | 25.44 | | 25.44 | | | | | |
| Goodwill | | | | | | | - | | - | | | | | |
| Intangible Assets | | | | No | | | 3.05 | | 3.05 | | | | | |
| Intangible Assets under Development | | | | | | | - | | - | | | | | |
| Investments | | | | | | | 195.98 | | 195.98 | | | | | |
| Loans | | 1,672.18 | 19,804.47 | Yes | | | 5,416.90 | | 26,893.55 | | 1,672.18 | | | 1,672.18 |
| Inventories | | | | | | | - | | - | | | | | |
| Trade Receivables | | | | No | | | 134.69 | | 134.69 | | | | | |
| Cash and Cash Equivalents | | | | No | | | 2,606.70 | | 2,606.70 | | | | | |
| Bank Balances other than Cash and Cash Equivalents | | | | No | | | 5.90 | | 5.90 | | | | | |
| Others | | | | No | | | 550.20 | | 550.20 | | | | | |
| Total | | 1,672.18 | 19,804.47 | | | | 8,978.08 | | 30,454.73 | | 1,672.18 | | | 1,672.18 |
| LIABILITIES | | | | | | | | | | | | | | |
| Debt securities to which this certificate pertains | | 1,527.18 | - | Yes | | | - | | 1,527.18 | | 1,527.18 | | | 1,527.18 |
| Other debt sharing pari-passu charge with above debt | | - | - | | | | - | | - | | - | | | - |
| Other Debt (ECB+Sec) | | - | 833.20 | Yes | | | - | | 833.20 | | - | | | - |
| Subordinated debt | | - | - | No | | | 2,047.02 | | 2,047.02 | | - | | | - |
| Borrowings | | - | - | | | | - | | - | | - | | | - |
| Bank (TL) | | - | 18,301.30 | Yes | | | 472.80 | | 18,774.10 | | - | | | - |
| Debt Securities (PDI) | | - | - | No | | | 99.92 | | 99.92 | | - | | | - |
| Others (CP) | | - | - | No | | | 122.88 | | 122.88 | | - | | | - |
| Trade payables | | - | - | No | | | 1,226.46 | | 1,226.46 | | - | | | - |
| Lease Liabilities | | - | - | No | | | 30.12 | | 30.12 | | - | | | - |
| Provisions (Incl NPA) | | - | - | No | | | 1,008.63 | | 1,008.63 | | - | | | - |
| Others -Liabilities | | - | - | No | | | 452.08 | | 452.08 | | - | | | - |
| Total | | 1,527.18 | 19,134.50 | | | | 5,459.90 | | 26,121.58 | | 1,527.18 | | | 1,527.18 |
| Cover on Book Value | | 1.09 | | | | | | | | | 1.09 | | | 1.09 |
| Cover on Market Value | | | | | | | | | | | | | | |
| | | Exclusive Security Cover Ratio | | | Pari-Passu Security Cover Ratio | | | | | | | | | |



INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT ON THE
CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER
ENDED 30th JUNE 2024

To the Board of Directors of 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 30th June 2024 and the year to date results for the period 1 April 2024 to 30th June 2024 (the 'Statement') being submitted by the Holding Company pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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, other accounting principles generally accepted in India, the circulars, guidelines and directions issued by Reserve Bank of India ("RBI") from time to time ("RBI guidelines") and compliance with Regulation 33 and 52 of the Listing Regulations. 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 Subsidiaries of the Holding Company

- (i) TVS Two-wheeler Mall Private Limited
- (ii) Harita ARC Private Limited
- (iii) TVS Housing Finance Private Limited

5. We did not review the interim financial results of the 3 subsidiaries included in this Statement, whose financial information reflects, total revenues of Rs. 0.28 Crores.



M/s. Sundaram & Srinivasan
Chartered Accountants
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Chennai - 600018

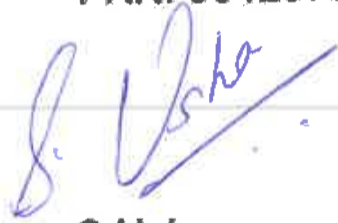
CNGSN & Associates LLP
Chartered Accountants
AGASTYAR MANOR,
NO.20, RAJA STREET, T.NAGAR, CHENNAI -600 017

for the quarter June 30, 2024, and total net profit after tax of Rs.0.22 Crores for the quarter ended June 30, 2024, and total comprehensive income of Rs. 0.22 Crores for the quarter ended June 30, 2024, 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 are not material to the Group.

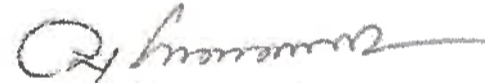
6. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Consolidated Unaudited Financial Results, which includes the result of the subsidiaries, as given in the para 5 above, prepared in accordance with the applicable Indian 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 and 52 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 or that it has not been prepared in accordance with the relevant prudential norms issued by Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For Sundaram & Srinivasan
Chartered Accountants
FRN: 004207S

For CNGSN & Associates LLP
Chartered Accountants
FRN: 004915S



S.Usha
Partner
Membership Number: 211785
Date: 06th August 2024
Place: Bengaluru
UDIN: 24211785BKCSPH7882



C.N.Gangadharan
Partner
Membership Number:011205
Date: 06th August 2024
Place: Bengaluru
UDIN: 24011205BKANEJ4989



TVS CREDIT SERVICES LIMITED

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Tel : 044-2833 2115

Website : www.tvscredit.com Email : secretarial@tvscredit.com CIN : U65920TN2008PLC069758

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2024

(Rs. In crores)

| S.No | Particulars | Quarter ended | | | Year ended |
|-------|---|-----------------|-----------------|-----------------|-----------------|
| | | June 30, 2024 | March 31, 2024 | June 30, 2023 | March 31, 2024 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| | Revenue from Operations | | | | |
| i) | Interest income | 1,422.29 | 1,360.97 | 1,157.38 | 5,111.07 |
| ii) | Fee and Commission Income | 174.28 | 156.82 | 104.03 | 594.38 |
| iii) | Net gain on fair value change on financial instruments | 9.77 | - | - | - |
| iv) | Other Operating Income | - | - | 85.07 | 85.09 |
| I) | Total Revenue from Operations | 1,606.34 | 1,517.79 | 1,346.48 | 5,790.54 |
| II) | Other Income | 0.37 | 1.76 | 2.94 | 5.47 |
| III) | Total Income (I + II) | 1,606.71 | 1,519.55 | 1,349.42 | 5,796.01 |
| | Expenses | | | | |
| i) | Finance Costs | 444.66 | 446.85 | 371.35 | 1,653.64 |
| ii) | Fees and commission expenses | 140.60 | 130.31 | 90.30 | 429.72 |
| iii) | Impairment of Financial instruments | 297.64 | 313.92 | 249.61 | 1,127.05 |
| iv) | Employee Benefit expenses | 314.80 | 313.83 | 293.91 | 1,200.78 |
| v) | Depreciation, Amortization and Impairment | 8.95 | 7.06 | 6.15 | 27.39 |
| vi) | Other expenses | 212.70 | 111.40 | 181.18 | 594.55 |
| IV) | Total Expenses | 1,419.35 | 1,323.37 | 1,192.50 | 5,033.13 |
| V) | Profit/(Loss) before exceptional items and tax | 187.36 | 196.18 | 156.92 | 762.88 |
| VI) | Exceptional items | - | - | - | - |
| VII) | Profit/(Loss) before tax | 187.36 | 196.18 | 156.92 | 762.88 |
| VIII) | Tax Expenses | | | | |
| | Current Tax | 75.60 | (30.57) | 38.50 | 307.87 |
| | Deferred Tax | (28.87) | 78.25 | 1.00 | (117.55) |
| IX) | Profit/(Loss) for the period | 140.63 | 148.50 | 117.42 | 572.56 |
| X) | Other Comprehensive Income | | | | |
| A. | <i>Items that will not be reclassified to Profit or Loss - Itemwise</i> | | | | |
| | Remeasurement of the defined benefit plans | - | (3.61) | (0.24) | (9.72) |
| | Income Tax relating to these items | - | 0.91 | 0.06 | 2.45 |
| B. | <i>Items that will be reclassified to Profit or Loss - Itemwise</i> | | | | |
| | Fair value change on cash flow hedge | (3.70) | (1.81) | (3.74) | (17.95) |
| | Income Tax relating to these items | 0.93 | 0.45 | 0.94 | 4.52 |
| | Other Comprehensive Income (A+B) | (2.77) | (4.06) | (2.98) | (20.70) |
| XI) | Total Comprehensive Income for the period (Comprising Profit/(Loss) and other comprehensive income for the period) | 137.86 | 144.44 | 114.44 | 551.86 |
| | Net Profit attributable to | | | | |
| | a) Owners of the Company | 140.63 | 148.50 | 117.42 | 572.56 |
| | b) Non controlling interest | - | - | - | - |
| | Other Comprehensive income attributable to | | | | |
| | a) Owners of the Company | (2.77) | (4.06) | (2.98) | (20.70) |
| | b) Non controlling interest | - | - | - | - |
| | Total Comprehensive income attributable to | | | | |
| | a) Owners of the Company | 137.86 | 144.44 | 114.44 | 551.86 |
| | b) Non controlling interest | - | - | - | - |
| XII) | Paid-up equity share capital (Face value of Rs. 10/- each) | 236.27 | 228.22 | 228.22 | 228.22 |
| XIII) | Paid-up preference share capital (Face value of Rs. 10/- each) | 18.38 | 18.38 | 6.34 | 18.38 |
| XIII) | Other Equity | | | | 3,622.34 |
| XIV) | Earnings Per share * | | | | |
| | Basic (Rs.) | 6.15 | 6.02 | 5.14 | 23.93 |
| | Diluted (Rs.) | 6.15 | 6.02 | 5.14 | 23.93 |

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

For TVS CREDIT SERVICES LIMITED



Sudarshan Venu
Chairman

Place : Bengaluru
Date : August 06, 2024



Notes:

- 1 TVS Credit Services Limited ('the Group') is a Non-Banking Financial Group registered with the Reserve Bank of India. The consolidated financial results include results of the following companies:

| Sl. No. | Name of the Subsidiary | Proportion of Ownership (interest/voting power) |
|---------|---|---|
| 1 | Harita ARC Services Private Limited | 100% |
| 2 | TVS Housing Finance Private Limited | 100% |
| 3 | Harita Two Wheeler Mall Private Limited | 100% |

- 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 August 06, 2024 and subjected to limited review carried out by the joint statutory auditors, pursuant to regulation 52 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and Paragraph 7 of Operational Circular SEBI/HO/DDHS/P/CIR/2021/613 "Continuous disclosure requirements for listed Commercial Paper" dated August 10, 2021, as amended.
- 3 The above financial results of the Group 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.
- 4 There is no separate reportable segment as per Ind AS 108 on 'Operating Segments' for the Group since it is primarily engaged in the business of financing.
- 5 During the quarter ended June 30, 2024, the Group had allotted 80,48,780 equity shares at face value of Rs. 10/- each by way of preferential issue.
- 6 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 March 13, 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 Group exceeds the total provision required under IRACP (including standard asset provisioning), as at June 30, 2024 and accordingly, no amount is required to be transferred to impairment reserve.
- 7 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 Group has since taken necessary steps to implement the provisions of this circular under IRACP norms for regulatory purpose w.e.f. October 01, 2022, as clarified vide RBI circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 dated February 15, 2022. The aforementioned circulars have no impact on the financial results for the quarter ended June 30, 2024, 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 by the Companies (Indian Accounting Standards) Rules, 2016 and the RBI circular dated March 13, 2020 on "Implementation of Indian Accounting Standards".
- 8 Effective October 01, 2022, the Group has been categorised as NBFC-ML under the RBI Scale Based Regulation dated October 22, 2021. Accordingly, the Group has taken steps wherever applicable to ensure compliance with the said Regulation.
- 9 Pursuant to SEBI Circular no. SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019, all Commercial Paper issued on or after January 01, 2020 have been listed on the National Stock Exchange (NSE).
- 10 The Group does not foresee any provision requirement in respect of investment in Alternate Investment Fund (AIF) pursuant to the RBI circular RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023.
- 11 The Reserve Bank of India (RBI) vide its circular no. RBI/2023-24/85 DOR.STR.REC.57/21.06.001/2023-24 dated November 16, 2023, has directed to increase the risk weights of consumer credit exposure of NBFCs categorized as retail loans except housing loans, vehicle loans, gold loans, education loans and microfinance loans to 125% as against earlier risk weight of 100%. The Group has taken appropriate steps to comply with the requirements of the said circular.
- 12 Details of loans transferred / acquired during the quarter ended June 30, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
- (i) The Group has not transferred any Non-Performing Assets.
 - (ii) The Group has not transferred any loan not in default.
 - (iii) The Group has not acquired any Special Mention Account.
 - (iv) The Group has not acquired any stressed loan and loan not in default.
- 13 The figures for the preceding quarter March 31, 2024 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subject to Limited Review.
- 14 Figures of previous periods have been regrouped, wherever necessary, to make them comparable with the current period.



15 Analytical Ratios and Other disclosures (Consolidated):

| Sl. No. | Description | Quarter ended | | | Year ended |
|---------|---|---------------|----------------|---------------|----------------|
| | | June 30, 2024 | March 31, 2024 | June 30, 2023 | March 31, 2024 |
| a | Net Worth (Rs. In Crores) | 4,336.80 | 3,868.94 | 3,075.31 | 3,868.94 |
| b | Net Profit After Tax (Rs. In Crores) | 140.63 | 148.50 | 117.42 | 572.56 |
| c | Basic Earnings Per Share* | 6.15 | 6.02 | 5.14 | 23.93 |
| d | Diluted Earnings Per Share* | 6.15 | 6.02 | 5.14 | 23.93 |
| e | Debt Equity Ratio | 5.40 | 5.84 | 6.71 | 5.84 |
| f | Total Debt to Total Assets | 79.29% | 80.27% | 82.02% | 80.27% |
| g | Debt service coverage ratio | NA | NA | NA | NA |
| h | Interest service coverage ratio | NA | NA | NA | NA |
| i | Outstanding redeemable preference shares: | | | | |
| | i. Quantity | Nil | Nil | Nil | Nil |
| | ii. Value | Nil | Nil | Nil | Nil |
| j | Capital redemption reserve/debenture redemption reserve | NA | NA | NA | NA |
| k | Long term debt to working capital | NA | NA | NA | NA |
| l | Bad debt to account receivable ratio | NA | NA | NA | NA |
| m | Current ratio | NA | NA | NA | NA |
| n | Current liability ratio | NA | NA | NA | NA |
| o | Debtors turnover | NA | NA | NA | NA |
| p | Inventory turnover | NA | NA | NA | NA |
| q | Operating margin | NA | NA | NA | NA |
| r | Net profit margin | 8.75% | 9.77% | 8.70% | 9.88% |
| s | Sector specific equivalent ratio, as applicable: | | | | |
| | i. Gross NPA (Stage 3 assets, gross) ratio | NA | NA | NA | NA |
| | ii. Net NPA (Stage 3 assets, net) ratio | NA | NA | NA | NA |
| t | Capital Adequacy Ratio (Calculated as per RBI guidelines) | NA | NA | NA | NA |
| u | Liquidity Coverage Ratio (Calculated as per RBI guidelines) | NA | NA | NA | NA |

* Earnings Per Share is not annualized.

Notes:

- i. Certain ratios/line items marked with remark "N/A" are not applicable since the Group is a Non-banking financial Group 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

