

14<sup>th</sup> October, 2016

The General Manager-Department of Corporate Services,  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

**Name of the Scrip: Mahindra Rural Housing Finance Limited**

Dear Sir,

**Sub: Outcome of the Board Meeting held on 14<sup>th</sup> October, 2016**

In continuation of our letter dated 7<sup>th</sup> October, 2016 and pursuant to the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we wish inform you that the Board of Directors at its Meeting held today i.e. 14<sup>th</sup> October, 2016 has *inter alia*;

1. Considered and approved the audited financial results of the Company for the Half Year ended 30<sup>th</sup> September, 2016. Accordingly, we are enclosing:
  - i. A copy of the Audited Financial Results of the Company for the Half Year ended 30<sup>th</sup> September, 2016, in the prescribed format.
  - ii. The Disclosure/Statement as required under Regulation 52(4) of the Listing Regulations.
  - iii. Auditor's Report, issued by Statutory Auditors M/s. B. K. Khare & Co on the aforesaid Half Yearly financial results.



# Mahindra HOME FINANCE

2. Approved the Issue of Secured and/or Unsecured Non-Convertible Debentures including Subordinated Debentures for an aggregate amount not exceeding Rs. 1,900 crores on a private placement basis, within the overall borrowing limits of the Company.
3. Approved the issue of Equity Shares of Rs. 10 each for cash at a premium, amounting in aggregate upto Rs. 130.00 Crores on a Rights basis to the existing equity shareholders.

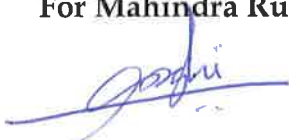
The Certificate of the Debenture Trustee, M/s Axis Trustee Services Limited, as required under Regulation 52(5) of the Listing Regulations is being sent shortly.

Please take the same on record.

Thanking you,

Yours faithfully,

**For Mahindra Rural Housing Finance Limited**



**Navin Joshi**  
**Company Secretary**



Encl: a/a

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR HALF YEAR ENDED 30TH SEPTEMBER 2016**

Rs. In Lakhs

Particulars	6 Month Ended	Corresponding 6 Month	Year Ended
	September 30th	Ended	2016
	2016	September 30th	2016
	Audited	Audited	Audited
<b>1. Interest earned (a)+(b)+(c)+(d)</b>			
(a) Interest/disc. on advances/ bills	28,930.25	19,472.66	45,058.64
(b) Income on investments	-	-	-
(c) Interest on balances with Reserve Bank of India and other inter bank funds	-	-	-
(d) Others (service charges & other fees)	2,238.51	1,837.72	4,478.26
<b>2. Other Income</b>	<b>0.01</b>	<b>0.06</b>	<b>7.83</b>
<b>3. Total Income (1+2)</b>	<b>31,168.77</b>	<b>21,310.44</b>	<b>49,544.73</b>
<b>4. Interest Expenses</b>	<b>13,907.59</b>	<b>9,700.69</b>	<b>21,177.80</b>
<b>5. Operating Expenses (i)+(ii)+(iii)+(iv)</b>			
(i) Employee cost	5,680.71	3,773.88	9,218.31
(ii) Depreciation	217.20	144.57	343.34
(iii) Conveyance and Travelling Expenses	1,046.86	736.54	1,730.92
(iv) Other operating expenses	2,273.79	1,633.13	3,531.25
<b>6. Total Expenditure ((4+5) excluding provisions and contingencies)</b>	<b>23,126.15</b>	<b>15,988.80</b>	<b>36,001.62</b>
<b>7. Operating Profit before Provisions and Contingencies (3-6)</b>	<b>8,042.62</b>	<b>5,321.64</b>	<b>13,543.11</b>
<b>8. Provisions (other than tax) and Contingencies</b>	<b>3,742.71</b>	<b>2,758.80</b>	<b>3,873.47</b>
<b>9. Exceptional Items</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>10. Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)</b>	<b>4,299.91</b>	<b>2,562.84</b>	<b>9,669.64</b>
<b>11. Tax expense</b>	<b>1,498.80</b>	<b>892.78</b>	<b>3,401.61</b>
<b>12. Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)</b>	<b>2,801.11</b>	<b>1,670.06</b>	<b>6,268.03</b>
<b>13. Extraordinary items (net of tax expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>14. Net Profit (+)/ Loss (-) for the period (12-13)</b>	<b>2,801.11</b>	<b>1,670.06</b>	<b>6,268.03</b>
<b>15. Paid-up equity share capital (Face Value Rs. 10/-)</b>	<b>7,572.92</b>	<b>6,573.71</b>	<b>7,572.92</b>
<b>16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)</b>			<b>20,003.78</b>
<b>17. Analytical Ratios</b>			
(i) Capital Adequacy Ratio	27.58%	15.10%	23.65%
(ii) Earnings Per Share (EPS)#			
- Basic EPS	3.70	2.54	9.53
- Diluted EPS	3.70	2.54	9.53
<b>18) NPA Ratios</b>			
a) Gross NPA	39,786.12	24,042.60	23,685.97
b) Net NPA	30,365.67	18,669.00	17,786.94
c) % of Gross NPA to Gross Advances	10.25%	9.17%	7.26%
d) % of Net NPA to Net Advances	8.02%	7.27%	5.55%
e) Return on Assets	1.58%	1.42%	2.35%

# Earnings per share for the interim period is not annualised.

**Notes:**

- 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 14th October, 2016
- The Company's main business is to provide loans for purchase or construction of residential houses. All the other activities of the company revolve around the main business. As such, there are no separate reportable segments as per the Accounting Standard on Segment Reporting (AS 17).
- In the month of March 2016, the company has issued 99,92,044 equity shares on rights basis of face value Rs. 10/- each at a premium of Rs. 30/- per share.
- The Company has complied with the prudential guidelines issued by the National Housing Bank in respect of Income Recognition and Provision for Non-Performing Assets.
- Previous period/year figures have been regrouped / reclassified, wherever found necessary, to conform to current period/year classification.

For and on behalf of the Board of Directors  
Mahindra Rural Housing Finance Limited

Anuj Mehra  
Managing Director

Date : 14th October, 2016

Place : Mumbai

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**Auditor's Report On Year to Date Financial Results of the Company Pursuant to the Regulation 52 of the SEBI  
(Listing Obligations and Disclosure Requirements) Regulations, 2015**

To Board of Directors of  
Mahindra Rural Housing Finance Limited

We have audited the year to date financial results of Mahindra Rural Housing Finance Limited ("the Company") for the period April 1, 2016 to September 30, 2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management.

Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these the year to date financial results:

- (i) are presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the year to date results for the period from April 1, 2016 to September 30, 2016.

For B. K. Khare & Co.  
Chartered Accountants  
Firm Registration Number 105102W



Padmini Khare Kaicker  
Partner  
Membership Number: 044784  
Place: Mumbai  
Date: October 14, 2016



**Pune**  
T + 91 020 60601005/6/7/8/9  
+ 91 020 25666932/32926341  
E bkkpune@bkkhareco.com  
Hotel Swaroop, 4th Floor,  
Lane No.10, Prabhat Road,  
Erandwane, Pune - 411 004, India

**Bengaluru**  
T + 91 80 41105357  
E bkkbengaluru@bkkhareco.com  
101, Money Chambers,  
1st Floor, # 6 K. H. Road,  
Shanthinagar,  
Bengaluru - 560027, India

**New Delhi**  
T + 91 011 4182 8360  
E bkkdelhi@bkkhareco.com  
107, Siddharth Chambers,  
Near IIT Gate,  
Kalu Sarai, Hauz Khas,  
New Delhi - 110 016. India.

14<sup>th</sup> October, 2016

To,  
The Secretary,  
**The BSE Limited,**  
Mumbai

**Sub: Half Yearly Compliance as per Listing Agreement for Listed Debt Securities**

Dear Sir,

With reference to the above subject, we are sending herewith the following details as mentioned in the Debt Listing Agreement to be submitted to the Exchange on half yearly basis:

1. Credit Rating:

1	Non Convertible Debenture / Subordinated Debt	INDIA Ratings	IND AA+ / Stable
2	Non Convertible Debenture / Subordinated Debt	CARE Ratings	CARE AA+

2. Asset Cover Available:

100% of secured debenture outstanding i.e. Rs 135 Crores as on 30<sup>th</sup> September 2016

3. Debt Equity Ratio:

Debt Equity Ratio of the company as of 30<sup>th</sup> September, 2016 was 11.38:1 as per the Audited Accounts

4. Previous due date for the payment of Interest / Principal from the period 1<sup>st</sup> April 2016 to 30<sup>th</sup> September 2016:

SERIES_ID	ISSUE_SIZE	ALLOTMENT_DT	MATURITY_DT	DUE_DT	ISIN_NO	DUE_CATEGORY
MRHFL-BBB	25 Crs	29 Apr 2015	29 Apr 2025	29 Apr 2016	INE950008014	Interest



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5. Next due date for the payment of Interest / Principal from the period 1<sup>st</sup> October 2016 to 31<sup>st</sup> March 2017:

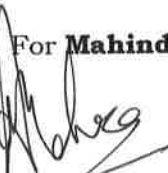
SERIES_ID	ISSUE_SIZE	ALLOTMENT_DT	MATURITY_DT	DUE_DT	ISIN_NO	DUE_CATEGORY
MRHFL-CCC	35 Crs	13 OCT 2015	13 OCT 2025	13 OCT 2016	INE950008022	Interest
MRHFL-EEE	30 Crs	05 MAY 2016	05 MAY 2026	07 NOV 2016	INE950008048	Interest

6. Outstanding redeemable preference shares (quantity and value); Nil
7. Capital redemption reserve/debenture redemption reserve; As per Companies Act 2013 and Rule 18(7)(b)(ii) of Companies (Share Capital and Debentures) Rules, 2014, made there under, NO DRR is required in case of privately placed debentures issued by Housing Finance Companies registered with National Housing Bank.
8. Net worth: Rs 29,101.77 Lacs
9. Net profit after tax: Rs 2801.11 Lacs
10. Earnings per share: Rs 3.70

Thanking you,

Yours faithfully,

For **Mahindra Rural Housing Finance Ltd**



**Anuj Mehra**  
**Managing Director**

