

**AFL/2022-23/03**

**April 14, 2022**

To,  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

**Sub: Outcome of Board meeting – Financial Results**

**Ref: Regulation 51(1) and (2) and regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir / Ma'am,

Kindly refer to our earlier intimation made on April 11, 2022 on the captioned subject.

Pursuant to Regulation 51(1), (2) and Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations'), we wish to inform you that the Board of Directors of the Company at its meeting held on Thursday, April 14, 2022, has approved the following matters:

1. Audited financial statements for the quarter and financial year ended March 31, 2022;
2. Fund raising by way of issuance of Non-Convertible Debentures up to Rs. 24,000 crores (Rupees Twenty-Four Thousand crores only).

Further, in this regard, please find enclosed the following details:

1. Audited financial statements for the quarter and financial year ended March 31, 2022 in the prescribed format along with Auditors Report issued by the Statutory Auditors of the Company;
2. Declaration pursuant to Regulation 52(3) of the Listing Regulations, enclosed as **Annexure 1**;

The meeting commenced at 2:15 p.m. and concluded at 5.08 p.m.

Further, pursuant to Regulation 52(8) of the Listing Regulations, the Company will publish its financial statements in at least 1 English national daily newspaper within 2 working days circulating in the whole or substantially the whole of India.

We request you to take this on record, and to treat the same as compliance with the applicable provisions of the Listing Regulations, as amended.

Sincerely,

For **Axis Finance Limited**

**RAJNEESH** Digitally signed by  
RAJNEESH KUMAR  
**H KUMAR** Date: 2022.04.14  
17:26:06 +05'30'

**Rajneesh Kumar**

**Company Secretary**

**Membership No. A31230**

**Email id – [rajneesh.kumar@axisfinance.in](mailto:rajneesh.kumar@axisfinance.in)**

**Regd. Office**

Axis Finance Limited, 'Axis House', Ground Floor, C-2, Wadia International Centre,  
Pandurang Budhkar Marg, Worli, Mumbai - 400 025  
Tel: 022-2425 2525 ; Fax: 022-4325 3000  
Email: [info@axisfinance.in](mailto:info@axisfinance.in) ; Website: [www.axisfinance.in](http://www.axisfinance.in)  
CIN : U65921MH1995PLC212675



**AXIS FINANCE**

April 14, 2022

To,  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

**Sub: Declaration in respect of Auditors Report with Unmodified Opinion under Regulation 52(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir / Ma'am,

Referring to the captioned subject, we hereby declare that the Statutory Auditors of the Company, M/s Singhi & Co., Chartered Accountants, (Firm Registration No. 302049E) have issued the Audit Report with unmodified opinion in respect of the Audited Financial Statements of the Company for the quarter and financial year ended March 31, 2022.

Request you to please take the above on record and disseminate at appropriate places.

Sincerely,

For **Axis Finance Limited**

**RAJNEESH** Digitally signed by  
RAJNEESH KUMAR  
**H KUMAR** Date: 2022.04.14  
17:26:23 +05'30'

**Rajneesh Kumar**  
**Company Secretary**  
**Membership No. A31230**  
**Email id – [rajneesh.kumar@axisfinance.in](mailto:rajneesh.kumar@axisfinance.in)**



*Singhi & Co.*

*Chartered Accountants*

B2 – 402B, Marathon Innova, 4<sup>th</sup> Floor, Off Ganpatrao Kadam Marg, Opp. Peninsula Corporate Park, Lower Parel, Mumbai – 400013, India  
Tel: +91 (0) 22 – 6662 5537/38 E-mail : [mumbai@singhico.com](mailto:mumbai@singhico.com) website : [www.singhico.com](http://www.singhico.com)

**Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

To  
The Board of Directors  
Axis Finance Limited

**Report on the Audit of financial results**

**Opinion**

We have audited the accompanying Statement of Financial Results of Axis Finance Limited ("the Company" / "NBFC") for the quarter and year ended March 31, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), which has been initialled by us for identification purpose only.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of regulation 52 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, RBI guidelines and other accounting principles generally accepted in India of the net profit, other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2022.

**Basis for Opinion**

We conducted our audit of the Statement in accordance with the Standards on Auditing (SAs), specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Emphasis of Matter**

We draw attention to Note 5 to the Financial Results, which describes the uncertainty arising from COVID 19 pandemic and impacting the Company's operations and estimates related to impairment of assets, which are dependent on future developments regarding the severity and duration of the pandemic.

Our opinion is not modified in respect of this matter.

**Board of Directors' Responsibility for the Financial Results**

These financial results have been compiled from the interim financial statements. The Company's Board of Directors are responsible for the preparation of Statement that gives a true and fair view of the net profit, other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" specified under section 133 of the Act, the relevant circulars, guidelines and directions issued



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MUMBAI

BANGALORE

by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India and in compliance with regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities: selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement, that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our



auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statements, including the disclosures, and whether the Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matter**

- a) The comparative financial results of the Company as stated in statement for the year ended March 31, 2021 were audited by the predecessor auditor who expressed an unmodified opinion on those financial results on April 16, 2021. Accordingly, we, do not express any opinion, as the case may be, on the figures reported in the financial results for the year ended March 31, 2021.
- b) The financial results include the results for the quarter ended March 31, 2021, being the balancing figures between the audited figures in respect of the full financial year and the published reviewed year to date figures up to the third quarter of the financial year March 31, 2021, which are neither subject to limited review nor audited by us.

Our opinion is not modified in respect of these matters.

**For Singhi & Co.**  
Chartered Accountants  
Firm Registration No.: 302049E

**Nikhil Singhi**  
Digitally signed  
by Nikhil Singhi  
Date:  
2022.04.14  
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**Nikhil Singhi**  
Partner  
Membership No. 061567  
UDIN: 22061567AHBLWN1714

Place: Mumbai  
Date: April 14, 2022



# AXIS FINANCE LIMITED

## Statement of Financial Results for the quarter and year ended March 31, 2022

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	For the Quarter ended March 31, 2022	For the Quarter ended December 31, 2021	For the Quarter ended March 31, 2021	For the year ended March 31, 2022	For the year ended March 31, 2021
	Audited	Audited	Unaudited*	Audited	Audited
<b>Revenue from operations</b>					
Interest Income	41,464.71	39,201.10	28,314.75	1,44,952.75	1,01,494.00
Fees and commission Income	261.90	213.78	64.48	624.94	122.78
Net gain on fair value changes	471.14	1,136.40	392.72	2,434.74	1,299.69
Net gain/(loss) on derecognition of financial instruments under amortised cost category	699.10	2,355.92	-	3,055.01	-
<b>Total Revenue from operations</b>	<b>42,896.85</b>	<b>42,907.20</b>	<b>28,771.95</b>	<b>1,51,067.44</b>	<b>1,02,916.47</b>
Other Income	-	-	-	-	-
<b>Total income</b>	<b>42,896.85</b>	<b>42,907.20</b>	<b>28,771.95</b>	<b>1,51,067.44</b>	<b>1,02,916.47</b>
<b>Expenses</b>					
Finance Costs	19,890.76	18,596.44	13,455.53	69,218.46	48,976.85
Impairment on financial instruments	1,182.04	2,132.22	1,672.84	7,287.83	12,121.14
Employee benefits expenses	3,922.85	3,576.01	2,987.90	13,495.12	8,890.50
Depreciation, amortization and impairment	340.54	258.27	165.39	1,019.27	581.16
Others expenses	4,495.92	3,728.91	1,704.15	13,643.57	6,114.01
<b>Total expenses</b>	<b>29,832.11</b>	<b>28,291.85</b>	<b>19,985.81</b>	<b>1,04,664.25</b>	<b>76,683.66</b>
<b>Profit before exceptional items and tax</b>	<b>13,064.74</b>	<b>14,615.35</b>	<b>8,786.14</b>	<b>46,403.19</b>	<b>26,232.81</b>
Exceptional Items	-	-	-	-	-
<b>Profit before taxes</b>	<b>13,064.74</b>	<b>14,615.35</b>	<b>8,786.14</b>	<b>46,403.19</b>	<b>26,232.81</b>
Tax expenses					
- Current Tax	3,795.78	3,456.19	782.10	13,006.87	7,726.17
- Deferred Tax	(490.46)	183.14	1,493.77	(1,237.62)	(955.38)
<b>Profit for the period/year</b>	<b>9,759.42</b>	<b>10,976.02</b>	<b>6,510.27</b>	<b>34,633.94</b>	<b>19,462.02</b>
<b>Other Comprehensive Income</b>					
(A) Items that will not be reclassified to profit and loss					
-Re-measurements of net defined benefit plans	(6.13)	6.92	3.33	(4.06)	2.89
-Income tax impact	(1.54)	1.74	0.84	(1.02)	0.73
<b>Sub-total (A)</b>	<b>(4.59)</b>	<b>5.18</b>	<b>2.49</b>	<b>(3.04)</b>	<b>2.16</b>
(B) Items that will be reclassified to profit and loss					
-Effective portion of gains and loss on hedging instruments in a cash flow hedge	34.59	(28.20)	-	6.39	-
-Income tax impact	8.70	(7.10)	-	1.61	-
<b>Sub-total (B)</b>	<b>25.89</b>	<b>(21.10)</b>	<b>-</b>	<b>4.78</b>	<b>-</b>
<b>Other Comprehensive Income/(Loss) (A+B)</b>	<b>21.30</b>	<b>(15.92)</b>	<b>2.49</b>	<b>1.74</b>	<b>2.16</b>
<b>Total Comprehensive Income for the period/year</b>	<b>9,780.72</b>	<b>10,960.10</b>	<b>6,512.76</b>	<b>34,635.68</b>	<b>19,464.18</b>
<b>Paid-up Equity share capital (Face Value of ₹ 10 each)</b>	<b>53,851.25</b>	<b>48,225.00</b>	<b>48,225.00</b>	<b>53,851.25</b>	<b>48,225.00</b>
<b>Earnings per equity share (not annualised for quarter)</b>					
Basic (₹)	1.91	2.28	1.35	7.08	4.04
Diluted (₹)	1.91	2.28	1.35	7.08	4.04

\*Refer Note No. 10



# AXIS FINANCE LIMITED

## Notes:

### 1) Statement of Assets and Liabilities as at March 31, 2022

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	As at March 31, 2022	As at March 31, 2021
	Audited	Audited
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash and cash equivalents	14,585.53	5,067.80
Bank balance other than cash and cash equivalents	183.13	174.53
Derivative financial instruments	407.28	-
Receivables		
a) Trade Receivables	601.98	519.66
b) Other Receivables	-	-
Loans	16,09,289.91	10,09,219.51
Investments	88,923.83	89,717.57
Other financial assets	1,075.45	219.44
<b>Sub-total-Financial Assets</b>	<b>17,15,067.11</b>	<b>11,04,918.51</b>
<b>Non-Financial Assets</b>		
Current Tax Assets (net)	842.77	4,330.94
Deferred Tax Assets (net)	8,811.62	7,574.59
Property, plant and equipment	414.11	198.08
Intangible assets under development	252.16	485.83
Other Intangible Assets	1,320.65	962.17
Right-of-use assets	2,457.14	1,687.01
Other non-financial assets	1,037.60	356.71
<b>Sub-total-Non-Financial Assets</b>	<b>15,136.05</b>	<b>15,595.33</b>
<b>Total - Assets</b>	<b>17,30,203.16</b>	<b>11,20,513.84</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>Financial Liabilities</b>		
Derivative financial instruments	-	-
Payables		
i) Trade Payables		
a) total outstanding dues to micro and small enterprises	18.62	3.73
b) total outstanding dues of creditors other than micro and small enterprises	409.87	136.50
ii) Other Payables		
a) total outstanding dues to micro and small enterprises	239.04	16.66
b) total outstanding dues of creditors other than micro and small enterprises	1,650.63	722.33
Debt securities	8,25,213.20	7,88,898.01
Borrowings (Other than debt securities)	5,49,456.66	1,14,480.73
Subordinated Liabilities	98,956.16	59,990.04
Lease Liabilities	2,612.55	1,749.08
Other financial liabilities	28,602.83	7,122.81
<b>Sub-total-Financial Liabilities</b>	<b>15,07,159.56</b>	<b>9,73,119.89</b>
<b>Non-Financial liabilities</b>		
Provisions	1,986.48	1,299.60
Other non-financial liabilities	1,944.37	1,846.31
<b>Sub-total-Non-Financial Liabilities</b>	<b>3,930.85</b>	<b>3,145.90</b>
<b>Total-liabilities</b>	<b>15,11,090.41</b>	<b>9,76,265.79</b>
<b>EQUITY</b>		
Equity share capital	53,851.25	48,225.00
Other equity	1,65,261.50	96,023.05
<b>Total - Equity</b>	<b>2,19,112.75</b>	<b>1,44,248.05</b>
<b>Total - Liabilities and Equity</b>	<b>17,30,203.16</b>	<b>11,20,513.84</b>





**AXIS FINANCE LIMITED**
**Notes:**
**2) Statement of Cash Flows for the year ended March 31, 2022**
**(All amounts are in rupees lakhs, except per share data and as stated otherwise)**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>A. Cash flow from operating activities</b>		
Profit before tax	46,403.19	26,232.81
Adjustments for:		
Depreciation, amortization and impairment (other than right-of-use assets)	626.35	429.98
Depreciation expense of right-of-use assets	392.93	151.27
Profit on sale of investment	(2,434.74)	(1,299.69)
Impairment on financial instruments	7,287.83	12,121.14
Employee Stock Option	284.63	326.61
Interest on Lease deposit	(10.93)	(4.85)
Amortisation of Lease rental	14.54	6.67
Provision for expenses	1,150.68	426.34
Provision for Employee Benefit expense	686.88	1,253.97
Interest income from investments (at amortised cost)	(5,700.02)	(2,490.05)
<b>Operating profit before working capital changes</b>	<b>48,701.34</b>	<b>37,154.20</b>
Movement in working capital:		
Decrease/(increase) in Bank Deposits	(8.60)	3.99
Decrease/(increase) in Derivative financial instruments	(407.28)	-
Decrease/(increase) in Trade Receivables	(77.04)	170.60
Decrease/(increase) in Loans	(6,07,482.68)	(2,66,626.95)
Decrease/(increase) in Other financial assets	(859.62)	(134.55)
Decrease/(increase) in Right-of-use assets	(1,163.06)	(1,478.00)
Decrease/(increase) in Other non-financial assets	(680.89)	(118.75)
Increase/(decrease) in Lease Liabilities	1,114.70	1,538.46
Increase/(decrease) in Trade Payables	1,126.98	477.10
Increase/(decrease) in Other financial liabilities	21,791.99	4,365.36
Increase/(decrease) in Provisions	(1,154.74)	(1,267.42)
Increase/(decrease) in Other non-financial liabilities	104.45	487.69
<b>Cash generated from operations</b>	<b>(5,38,994.45)</b>	<b>(2,25,428.27)</b>
Income tax paid	(9,518.70)	(8,351.70)
<b>Net cash flow from operating activities (A)</b>	<b>(5,48,513.15)</b>	<b>(2,33,779.97)</b>
<b>B. Cash flow from investing activities</b>		
Interest income from investments (at amortised cost)	6,014.72	1,026.43
Purchase of Property, plant and equipment	(377.94)	(92.56)
Purchase for Intangibles	(589.32)	(355.50)
Sales of investment at Amortised Cost	15,34,111.37	3,600.00
Purchase of investment at Amortised Cost	(15,48,524.09)	(68,001.66)
Proceeds from sale of investment at FVTPL	36,395.65	1,28,904.18
Purchase of investment at FVTPL	(18,949.95)	(1,42,605.11)
<b>Net cash flow from investing activities(B)</b>	<b>8,080.43</b>	<b>(77,524.22)</b>
<b>C. Cash flow from financing activities</b>		
Increase/(decrease) in Debt securities	36,315.19	4,08,220.21
Increase/(decrease) in Borrowings (Other than debt securities)	4,34,976.01	(1,14,961.33)
Increase/(decrease) in Subordinated Liabilities	38,966.11	7,073.33
Proceeds from issue of Equity Shares	39,944.38	-
Payment towards Lease Liability	(251.24)	(162.25)
<b>Net cash flow from financing activities(C)</b>	<b>5,49,950.45</b>	<b>3,00,169.96</b>
<b>Net increase/(decrease) in cash and equivalents(A+B+C)</b>	<b>9,517.73</b>	<b>(11,134.23)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>5,067.80</b>	<b>16,202.03</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>14,585.53</b>	<b>5,067.80</b>



**AXIS FINANCE LIMITED****Notes:****2) Statement of Cash Flows for the year ended March 31, 2022****(All amounts are in rupees lakhs, except per share data and as stated otherwise)**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Cash	0.00	0.03
Balance with banks	14,585.53	5,067.77
	<b>14,585.53</b>	<b>5,067.80</b>

Operational cash flows from interest	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest paid	81,331.35	21,736.51
Interest received	1,40,916.32	1,03,392.83

1. Cash flow statement has been prepared under indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.



Notes:

3. The above financial results have been prepared in the format specified in Division III of Schedule III of Companies Act, 2013 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time and in accordance with Indian Accounting Standards ("Ind AS") notified under 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. Any application guidance/clarification/directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/applicable.
4. The above financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on April 14, 2022. The Statutory Auditors have conducted audit and issued an unmodified opinion on the financial results for the quarter and year ended March 31, 2022.
5. The Covid-19 pandemic has impacted most countries, including India. The nation-wide lockdown initiated by the Government of India in April-May 2020 substantially impacted economic activity. The easing of lockdown measures subsequently led to gradual improvement in economic activity and progress towards normalcy. RBI took various regulatory measures like moratorium on payment of dues, reliefs towards 'interest on interest' charged during March-August 2020 and allowing one-time restructuring (OTR) to eligible borrowers.

The extent to which the COVID-19 pandemic, including the "second wave" and current "third wave" that has significantly increased the number of cases in India, may continue to impact the Company's financial results, will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or self driven.

The lockdowns and restrictions in India have been significantly lifted with operations and economic activity normalising to a great extent. However, given the dynamic nature of the pandemic situation and increase in the COVID cases in other countries globally, these estimates are subject to uncertainty and may be affected by severity and duration of the pandemic. In the event the impacts are more severe or prolonged than anticipated, this will have a corresponding impact on the carrying value of financial assets, the financial position and performance of the Company. The Company holds adequate impairment allowance as at March 31, 2022 against potential impact of COVID-19 based on the information available at this point in time. The impairment allowance held by the Company is in excess of the RBI prescribed norms. Based on the internal assessment undertaken, the Company believes it has sufficient liquidity to honour its liabilities due over the next 12 months.

6. During the year ended March 31, 2021, the Company received the certified copy of order from National Company Law Tribunal ('NCLT') approving the amalgamation of Axis Private Equity Ltd. with the Company, appointed date being April 1, 2017. Subsequently the Company allotted 15,00,000 equity shares to the shareholders of Axis Private Equity Ltd. The amalgamation qualifies as a 'common control transaction' and has been accounted for using the Pooling of interest method as per Appendix C to Ind AS 103 - Business Combinations. Accordingly, the financial results for the earlier periods have been restated as if the business combination had occurred with effect from April 1, 2019 irrespective of the actual date of acquisition and are not comparable with those reported earlier, in so far as it relates to the amounts included in respect of above said amalgamation. Similarly, the value of paid up equity share capital has also been restated to make the Basic / Diluted Earnings per share comparable.
7. The company is engaged primarily in the business of financing and also operates within India. Accordingly, there are no separate reportable segments as per Ind AS 108 - Operating Segment.
8. In terms of 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 March 31, 2022 and accordingly, no amount is required to be transferred to impairment reserve.

9. During the quarter ended March 31, 2022 the Company has issued 5,62,62,500 equity shares of ₹10 each at premium of ₹61 each amounting to ₹39,946.38 in Lakhs to existing shareholders.
10. Figures for the quarter ended March 31, 2021 are balancing figure calculated based on differential numbers between March 31, 2021 and December 31, 2020.
11. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules / interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
12. Disclosure pursuant to RBI Notification - RBI/2021-22/47 DOR.STR.REC.21/21.04.048/2021-22 dated June 4, 2021:-

Format – B: For the half year ended March 31, 2022

Type of borrower	(A) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A) <sup>1</sup>	(B) Of (A), aggregate debt that slipped into NPA during the half-year <sup>2</sup>	(C) Of (A) amount written off during the half-year	(D) Of (A) amount paid by the borrowers during the half-year <sup>3</sup>	(E) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	528.15	-	-	2.75	569.46
Corporate persons*	879.02	14.76	-	33.35	837.39
Of which, MSMEs	-	-	-	-	-
Others	1,713.01	-	-	10.17	1,737.45
<b>Total</b>	<b>3,120.18</b>	<b>14.76</b>	<b>-</b>	<b>46.27</b>	<b>3,144.30</b>

\*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

<sup>1</sup> Amount outstanding as on September 30, 2021

<sup>2</sup> Amount outstanding as on March 31, 2022

<sup>3</sup> Any increase in exposure due to the fact that EMI has not been serviced on March 31, 2022 but after that, has not considered in the reporting.



13. Disclosure pursuant to RBI Circular - RBI/DOR/2021-22/86/DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

Particulars	March 31, 2022
Number of loans sold	20
Aggregate amount (₹ in Lakhs)	81,250.95
Sale consideration (₹ in Lakhs)	84,305.96
Number of transactions	20
Weighted average maturity (remaining)	5.20
Weighted average holding period (after origination)	0.98
Retention of beneficial economic interest (average)	0%
Coverage of tangible security coverage	1.15x to 2x
Rating wise distribution of rated loans	A, A-, AA, BBB, BBB-, BBB+
Number of instances (transactions) where transferor has agreed to replace the transferred loans	NIL
Number of transferred loans replaced	N.A.

14. Disclosures in compliance with Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2022 is attached as Annexure 1.
15. The financial results for the year ended March 31, 2021 were audited by erstwhile statutory auditors.
16. The results for the quarter and year ended March 31, 2022 are available on the BSE Ltd website [www.bseindia.com](http://www.bseindia.com) and the Company's website [www.axisfinance.in](http://www.axisfinance.in)
17. Previous period / year figures have been regrouped / rearranged wherever necessary to conform to the current period/year figures.



For and on behalf of Board of Directors  
AXIS FINANCE LIMITED

**BIPIN KUMAR  
SARAF**

Bipin Kumar Saraf  
Managing Director & CEO  
DIN: 06416744  
Place: Mumbai  
Date: April 14, 2022

Digitally signed by BIPIN  
KUMAR SARAF  
Date: 2022.04.14 17:08:53  
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**Annexure 1**

- 1) Pursuant to Regulation 52(7) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company and outstanding as on March 31, 2022 are being utilized as per the objects stated in the offer document. Further we also confirm that there have been no deviations, in the use of proceeds of issue of NCDs from the objects stated in the offer document.
- 2) Pursuant to Regulation 54 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we would like to state that all secured Non-Convertible Debentures (NCDs) issued by the Company and outstanding as on March 31, 2022 are fully secured by first pari passu charge created over the freehold immovable properties, current assets, cash flows and receivables of the Company. Accordingly, the Company is maintaining asset cover of 1x or such higher asset cover required as per the terms of offer document/Information Memorandum.
- 3) Disclosure as per Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015  
We are pleased to submit following information pursuant to Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015:

Sr No.	Particulars	March 31, 2022	March 31, 2021
1	Debt - Equity Ratio	6.73	6.68
2	Debt service coverage ratio	Not applicable	Not applicable
3	Interest service coverage ratio	Not applicable	Not applicable
4	Outstanding redeemable preference shares (quantity and value)	Not applicable	Not applicable
5	Capital redemption reserve/debenture redemption reserve	Not applicable	Not applicable
6	Net worth as on (in ₹ Lakhs)	2,19,112.75	1,44,248.05
7	Net profit after tax for the quarter ended (in ₹ Lakhs)	9,759.42	6,510.27
8	Earnings per share for the quarter ended (in ₹)	1.91	1.35
9	Current ratio	Not applicable	Not applicable
10	Long term debt to working capital	Not applicable	Not applicable
11	Bad debts to Account receivable ratio	Not applicable	Not applicable
12	Current liability ratio	Not applicable	Not applicable
13	Total debts to total assets as on	0.85	0.86
14	Debtors turnover	Not applicable	Not applicable
15	Inventory turnover	Not applicable	Not applicable
16	Operating margin (%)	Not applicable	Not applicable
17	Net profit margin (%) for the quarter ended	22.75%	22.63%
18	Sector specific equivalent ratios as on		
	a) Gross Stage 3 asset	1.23%	2.85%
	b) Net Stage 3 asset	0.42%	1.86%
	c) CRAR	19.18%	19.55%
	d) Liquidity Coverage Ratio	272.99%	158.73%

