



## Sundaram Finance H1 Net Profit up 16% at Rs.239cr

Chennai 28 October 2013: Leading NBFC Sundaram Finance Ltd. has announced that the company's Net Profit for six months ended 30<sup>th</sup> September 2013 has risen 16% to Rs. 239cr from Rs. 206cr recorded in the same period last year. Reflecting the slowdown in the automobile sector, loan Disbursements for half year ended 30<sup>th</sup> September 2013 registered a modest increase of 6% to Rs.5178cr from Rs. 4867cr registered in the same period last year.

### H1 Financial Highlights

Particulars	H1 FY14	H1 FY13	%age Growth
	Apr-Sept 2013	Apr-Sept 2012	
Disbursements	Rs.5178cr	Rs. 4867cr	6%
Net Profit	Rs. 239cr	Rs. 206cr	15.7%

### Asset Quality

It may be recalled that Sundaram Finance started adopting (ahead of regulatory requirement) stricter provisioning norms from FY13, whereby instalments that are overdue for 120days and above are provisioned as against the current regulatory requirement of 180 days and above.

Gross NPA and Net NPA as on 30<sup>th</sup> September 2013 stood at 1.58% and 0.94% respectively based on the above stricter classification norms adopted by the company.

The Company's Capital Adequacy Ratio stood at 17.66%, comfortably above the regulatory requirement.

### Q2 Net Profit

Net Profit for Q2 ended 30<sup>th</sup> September 2013 increased 10 % to Rs. 123cr from Rs. 111cr registered in Q2 last year.

**TT Srinivasaraghavan, MD, Sundaram Finance Ltd., said, "Market conditions continue to be challenging with the sales of Commercial Vehicles and Passenger Cars having fallen sharply and prospects of an early revival appearing unlikely. We will continue to focus on our stated objectives of Growth with Quality and Profitability."**

Set up in 1954, the Sundaram Finance Group's services include financing for the entire range of commercial vehicles, passenger cars and construction equipment, as well as specially designed working capital products such as Fuel finance and Tyre finance. The company is also into home loans, mutual funds, non-life insurance, IT, BPO and distribution of a wide range of financial products and services.

Media Contact: S. Prabhu@ 94440 40748 or [sprabhu@proPR.in](mailto:sprabhu@proPR.in)





# SUNDARAM FINANCE

Enduring values. New age thinking.

## STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2013

### PART I

(₹ in Lakhs)

Sl. No.	Particulars	Quarter Ended			Half year ended		Year Ended
		30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013 (Audited)
1	Income from operations	55831.10	53709.03	50444.70	109540.13	97293.37	206301.71
2	<b>Expenses</b>						
	(a) Employee benefits	4681.71	4547.90	4055.52	9229.61	8079.54	16192.77
	(b) Depreciation and amortisation expense	2344.62	2086.06	2154.31	4430.68	3891.03	8150.30
	(c) Contingent Provision against Standard Assets	190.81	190.81	292.47	381.62	584.94	345.74
	(d) Provisions and write off	1322.51	1315.28	1003.28	2637.79	2081.75	6943.71
	(e) Administrative and Other expenses	3858.57	3863.39	3049.08	7721.96	6221.37	14069.29
	<b>Total expenses</b>	<b>12398.22</b>	<b>12003.44</b>	<b>10554.66</b>	<b>24401.66</b>	<b>20858.63</b>	<b>45701.81</b>
3	<b>Profit from Operations before other income, finance costs and exceptional items</b>	<b>43432.88</b>	<b>41705.59</b>	<b>39890.04</b>	<b>85138.47</b>	<b>76434.74</b>	<b>160599.90</b>
4	Other Income	4097.90	2617.49	2926.65	6715.39	4584.90	6876.30
5	<b>Profit from ordinary activities before finance costs and exceptional items</b>	<b>47530.78</b>	<b>44323.08</b>	<b>42816.69</b>	<b>91853.86</b>	<b>81019.64</b>	<b>167476.20</b>
6	Finance costs	29447.12	27230.12	26618.08	56677.24	51046.72	108215.31
7	<b>Profit from ordinary activities after finance costs but before exceptional items</b>	<b>18083.66</b>	<b>17092.96</b>	<b>16198.61</b>	<b>35176.62</b>	<b>29972.92</b>	<b>59260.89</b>
8	Exceptional items	-	-	-	-	-	-
9	<b>Profit from ordinary activities before tax</b>	<b>18083.66</b>	<b>17092.96</b>	<b>16198.61</b>	<b>35176.62</b>	<b>29972.92</b>	<b>59260.89</b>
10	Tax expense	5812.09	5493.68	5049.09	11305.77	9342.55	18249.83
11	<b>Net Profit from ordinary activities after tax</b>	<b>12271.57</b>	<b>11599.28</b>	<b>11149.52</b>	<b>23870.85</b>	<b>20630.37</b>	<b>41011.06</b>
12	Extraordinary items	-	-	-	-	-	-
13	<b>Net profit for the period</b>	<b>12271.57</b>	<b>11599.28</b>	<b>11149.52</b>	<b>23870.85</b>	<b>20630.37</b>	<b>41011.06</b>
14	Paid-up Equity Share Capital (Face value of ₹ 10 each)	11110.39	11110.39	5555.19	11110.39	5555.19	11110.39
15	Reserves excluding Revaluation Reserves						197560.13
16	<b>Basic and Diluted Earnings per Share (before extraordinary items) (₹)</b>	<b>11.05</b>	<b>10.44</b>	<b>10.04</b>	<b>21.49</b>	<b>18.57</b>	<b>36.91</b>
	<b>Basic and Diluted Earnings per Share (after extraordinary items) (₹)</b>	<b>11.05</b>	<b>10.44</b>	<b>10.04</b>	<b>21.49</b>	<b>18.57</b>	<b>36.91</b>
<b>PART II</b>							
<b>Particulars of Shareholding</b>							
1	Public Shareholding						
	- Number of shares	7,12,61,674	7,13,53,194	3,41,24,819			7,13,77,387
	- Percentage of Shareholding	64.14	64.22	61.43			64.24
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered:	Nil	Nil	Nil			Nil
	b) Non-encumbered:						
	- Number of shares	39842186	3,97,50,666	2,14,27,111			3,97,26,473
	- Percentage of Shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00	100.00			100.00
	- Percentage of Shares (as a % of the total share capital of the Company)	35.86	35.78	38.57			35.76

### Notes:

- The above results were approved by the Board of Directors at their meeting held on 28th October 2013.
- Income deferment and provision for Non-Performing Assets have been made on an estimated basis, as in earlier years.
- The Company is engaged primarily in the business of financing and accordingly there is no separate reportable segment as per Accounting Standard (AS-17) 'Segment Reporting'.
- Previous period's figures have been regrouped wherever necessary, in order to make them comparable.
- The Statutory Auditors have carried out a Limited Review of the financial results for the quarter ended 30th September 2013.
- As per Accounting Standard (AS- 20) 'Earnings Per Share' for the quarter and half-year ended 30.09.2012 have been restated considering the issue of bonus shares in the ratio of 1:1 in December 2012.

By Order of the Board

**T T SRINIVASARAGHAVAN**  
Managing Director

Chennai  
28.10.2013

**Sundaram Finance Limited**

Regd. Office: 21, Patullos Road, Chennai 600 002.

www.sundaramfinance.in

Email: investorservices@sundaramfinance.in



STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2013 (Contd.)

Statement of Assets and Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	30.09.2013	30.09.2012	31.03.2013 (Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' Funds</b>			
	(a) Share Capital	11110.39	5555.19	11110.39
	(b) Reserves and Surplus	221476.54	193963.87	197560.13
	<b>Sub-total - Shareholders' Funds</b>	<b>232586.93</b>	<b>199519.06</b>	<b>208670.52</b>
<b>2</b>	<b>Non-current Liabilities</b>			
	(a) Long-term borrowings	616413.29	520063.71	504154.44
	(b) Deferred tax liabilities (net)	-	-	-
	(c) Other long-term liabilities	9965.47	11666.55	13774.50
	(d) Long-term provisions	8204.75	6401.18	6383.19
	<b>Sub-total - Non-current Liabilities</b>	<b>634583.51</b>	<b>538131.44</b>	<b>524312.13</b>
<b>3</b>	<b>Current Liabilities</b>			
	(a) Short-term borrowings	302484.42	212231.22	240024.07
	(b) Trade payables	3523.13	4100.65	4395.70
	(c) Other current liabilities	399880.18	492968.57	471420.30
	(d) Short-term provisions	9210.60	9003.43	14936.20
	<b>Sub-total - Current liabilities</b>	<b>715098.33</b>	<b>718303.87</b>	<b>730776.27</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>1582268.77</b>	<b>1455954.37</b>	<b>1463758.92</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current Assets</b>			
	(a) Fixed Assets	34453.84	31396.82	33188.52
	(b) Goodwill on consolidation	-	-	-
	(c) Non-current investments	85039.24	76514.51	82635.79
	(d) Deferred tax assets (net)	10853.94	7206.06	9050.28
	(e) Long-term loans and advances	717256.23	649228.41	629264.84
	(f) Other non-current assets	1221.99	945.44	1000.43
	<b>Sub-total - Non-current assets</b>	<b>848825.24</b>	<b>765291.24</b>	<b>755139.86</b>
<b>2</b>	<b>Current Assets</b>			
	(a) Current investments	1541.89	3850.70	21793.74
	(b) Inventories	-	-	-
	(c) Trade receivables	2885.12	3526.72	3300.90
	(d) Cash and cash equivalents	47086.39	42283.78	87436.12
	(e) Short-term loans and advances	661750.35	624479.21	579844.94
	(f) Other current assets	20179.78	16522.72	16243.36
	<b>Sub-total - Current assets</b>	<b>733443.53</b>	<b>690663.13</b>	<b>708619.06</b>
	<b>TOTAL - ASSETS</b>	<b>1582268.77</b>	<b>1455954.37</b>	<b>1463758.92</b>

Investor Complaints	Quarter ended 30.09.2013
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

To

**The Board of Directors,  
Sundaram Finance Limited.  
Chennai.**

We have reviewed the accompanying statement of unaudited financial results of Sundaram Finance Limited for the quarter and six month period ended 30<sup>th</sup> September 2013, except for the disclosures regarding "Public shareholding" and "Promoter and promoter group share holding" which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the company's management and has been approved by the Committee of Board of Directors. Our responsibility is to issue a report on this financial statement based on our review.

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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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, in terms of Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For BRAHMAYYA & CO.,  
Chartered Accountants

Firm Regn. No. 000511S



P. Babu  
Partner

Membership No. 203358

Place: Chennai.

Date: 28<sup>th</sup> October 2013