

# VOLKSWAGEN FINANCE PRIVATE LIMITED

11<sup>th</sup> November, 2016

The General Manager - Debt Listing  
Wholesale Debt Segment,  
BSE Limited,  
1<sup>st</sup> Floor, P J Towers,  
Dalal Street,  
Mumbai – 400001

**REGISTERED OFFICE**

VOLKSWAGEN FINANCE PRIVATE LTD  
CIN - U65999MH2009FTC189640  
3<sup>rd</sup> Floor, A wing Silver Utopia  
Cardinal Gracious Road, Chakala,  
Andheri (East), Mumbai 400 099  
Email ID vwfpcompliance.india@vwfs.com  
Website www.volkswagen-finance-india.co.in  
TEL +91 22 39521000  
FAX +91 22 39521001

Dear Sir,

**Sub: Submission of Un-audited Financial Results for the half year ended September 30, 2016 and change in the Board of Directors**

We wish to inform you that the Board of Directors of the Company at its Meeting held today i.e 11<sup>th</sup> November, 2016 have approved the Un-audited financial results for the half year ended 30<sup>th</sup> September, 2016 In terms of the regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Regulations"), we enclose the following –

- 1 A copy of un-audited financial results for the half year ended September 30, 2016 alongwith applicable additional disclosures as required under regulation 52(4) of the regulations
- 2 Limited Review Report issued by M/s Price Waterhouse, Statutory Auditors for the half year ended September 30, 2016
- 3 Certificate as required under regulation 52(5) of the regulations from M/s IL&FS Trust Company Limited, Debenture Trustees

We further wish to inform you that Mr Goekhan Cinar(DIN 07649354) has been appointed as an Additional Director of the Company with effect from 11<sup>th</sup> November, 2016

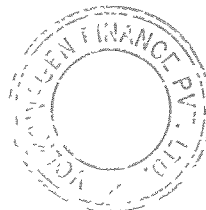
You are requested to take the same on your records

Thanking you,

**For Volkswagen Finance Private Limited**



**Harshada Pathak**  
**Company Secretary & Compliance Officer**  
Encl : as above



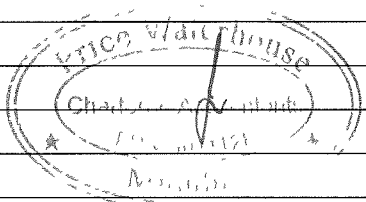
## Volkswagen Finance Private Limited

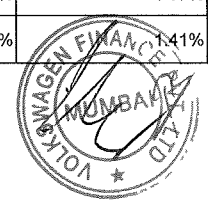
Address Silver Utopia, 3rd Floor, Cardinal Gracious Road, Chakala, Andheri East, Mumbai 400099

### Unaudited financial results for half year ended September 30, 2016

(Rs In lakhs except per share data)

Particulars	6 months ended September 30, 2016	Corresponding 6 months ended in the previous year September 30, 2015	Year to date figures for current period ended September 30, 2016	Previous accounting year ended March 31, 2016
	Unaudited	Unaudited	Unaudited	Audited
1 Income from Operations (a)+(b)	30,811	29,275	30,811	59,288
(a) Interest/disc on advances/ bills	26,104	23,123	26,104	48,362
(b) Others (Refer note 4)	4,707	6,152	4,707	10,926
2 Other Income (Refer note 3)	763	2,390	763	1,642
3 Total Income (1+2)	31,574	31,665	31,574	60,930
4 Interest Expended	17,888	15,552	17,888	32,720
5 Operating Expenses (i)+(ii)	7,276	6,747	7,276	13,697
(i) Employees cost	2,431	2,332	2,431	5,066
(ii) Other Operating expenses	4,845	4,415	4,845	8,631
(a) Commission Expense	707	1,457	707	2,342
(b) Legal & Professional fees	885	475	885	1,178
(c) Bad Debts	1,440	675	1,440	1,133
(d) Others	1,813	1,808	1,813	3,978
6 Total Expenditure (4+5) excluding provisions and contingencies	25,164	22,299	25,164	46,417
7 Operating Profit before Provisions and Contingencies (3-6)	6,410	9,366	6,410	14,513
8 Provisions (other than tax) and Contingencies	676	1,545	676	2,378
9 Profit (+)/ Loss (-) from Ordinary Activities before exceptional items (7-8)	5,734	7,821	5,734	12,135
10 Exceptional Items	-	-	-	-
11 Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	5,734	7,821	5,734	12,135
12 Tax expense (including Deferred Tax)	2,016	2,803	2,016	3,869
13 Net Profit(+)/ Loss(-) from Ordinary Activities after tax (11-12)	3,718	5,018	3,718	8,266
14 Extraordinary items (net of tax expense)	-	-	-	-
15 Net Profit (+)/ Loss (-) for the period (13+14)	3,718	5,018	3,718	8,266
16 Paid-up equity share capital (Face Value Rs 10)	116,880	116,880	116,880	116,880
17 Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)				9,011
18 Analytical Ratios				
(i) Capital Adequacy Ratio	21.42%	22.50%	21.42%	21.07%
(ii) Earnings Per Share (EPS) (Not annualised for Half Year period) (Rupees)				
Category 'A' Equity Shares of Rs 10 each	0.32	0.43	0.32	1.79
Category 'B' Equity Shares of Rs 10 each	0.32	0.43	0.32	0.60
19) NPA Ratios				
a) Gross NPA	12,729	11,391	12,729	13,203
b) Net NPA	4,894	5,001	4,894	6,043
c) % of Gross NPA	2.19%	2.18%	2.19%	2.31%
d) % of Net NPA	0.85%	0.97%	0.85%	1.07%
e) Return on Assets (Not annualised for Half Year period)	0.62%	0.93%	0.62%	1.41%


  
 Chartered Accountant

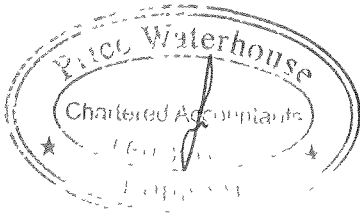


## Volkswagen Finance Private Limited

Address: Silver Utopia, 3rd Floor, Cardinal Gracious Road, Chakala, Andheri East, Mumbai 400099

### Notes

- 1 Volkswagen Finance Private Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the half year ended September 30, 2016 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 as updated by the Companies (Accounting Standards) Amendments Rule, 2016 and the relevant provision of the Companies Act, 2013 / Companies Act 1956, as applicable. There has been no change in significant accounting policies during the half year ended September 30, 2016 as compared to financial year ended March 31, 2016
- 2 Provisions (other than tax) and contingencies represents specific provisions on loan assets for "6 months ended September 30, 2016" and the general provisions on loan assets for "Corresponding 6 months ended in the previous year September 30, 2015" and "Previous accounting year ended March 31, 2016"
- 3 (a) Other Income for "6 months ended September 30, 2016" includes reversal of excess provisions on Standard Assets of Rs 635 27 lakhs  
(b) Other income for "Corresponding 6 months ended in the previous year September 30, 2015" and "Previous accounting year ended March 31, 2016" includes reversal of excess provisions for Non Performing Assets Rs 2,298 26 lakhs and 1529 27 lakhs respectively. These amounts are netted off of Rs 2,215 71 lakhs and Rs 2,847 75 for additional provision made on Non Performing Assets in the respective periods
- 4 Income from Operations for "Corresponding 6 months ended in the previous period September 30, 2015" and "Previous accounting year ended March 31, 2016" includes prior period income of Rs 785 92 lakhs towards interest subvention income "
- 5 Claims against the Company not acknowledge as debt by the Company for "6 months ended September 30, 2016", "Corresponding 6 months ended in the previous period September 30, 2015" and "Previous accounting year ended March 31, 2016" is Rs 60 86 lakhs, 290 43 lakh and Rs 286 08 lakhs respectively
- 6 Service Tax matter in respect of which assessment is pending for "6 months ended September 30, 2016", "Corresponding 6 months ended in the previous period September 30, 2015" and "Previous accounting year ended March 31, 2016" is Rs 3,061 19 lakhs, Rs 2,801 57 lakhs and Rs 2,963 08 lakhs respectively. This is being disputed by the Company and hence not provided for
- 7 The financial results of the Company for the half year ended September 30, 2016 have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on November 11, 2016
- 8 The figures for the previous periods have been regrouped, reclassified wherever necessary to correspond to the current period




Date November 11, 2016  
Place Mumbai

For Volkswagen Finance Private Limited

  
Andreas Kutzner  
Chief Executive Officer &  
Managing Director



  
Pieter Griep  
Chief Finance Officer &  
Managing Director

## Volkswagen Finance Private Limited

Address Silver Utopia, 3rd Floor, Cardinal Gracious Road, Chakala, Andheri East, Mumbai 400099

### Additional information required to be submitted in terms of Regulation 52(4) of SEBI Listing Obligations And Disclosure Requirements Regulations, 2015

a) Ratings assigned by credit rating agencies and changes in credit rating

Products	Rating*
Commercial Paper	IND A1+
Debentures	IND AAA (Long Term) & IND A1+ (Short Term)
Others (Bank Borrowing)	IND AAA (Long Term) & IND A1+ (Short Term)

\* There has been no change in credit rating during April 2016 to September 2016

b) Debt Equity ratio 3.26 times

c) Previous due date for the payment of interest / repayment of principal of non convertible debentures and whether the same has been paid or not are given in **Annexure A**

d) The Company do not have any non-convertible redeemable preference shares / non-convertible preference shares / redeemable preference shares

e) Asset cover, Debt service coverage ratio & Interest service coverage ratio is not applicable as the Company is registered with Reserve Bank of India as Non Banking Finance Company

f) Capital redemption reserve Nil

g) Debenture redemption reserve Not Applicable

h) Net Worth (Issued Share Capital plus Reserves and Surplus) Rs 129,606.61 lakhs

i) Net profit after tax Rs 3,715.10 lakhs

j) Earnings per share (Not annualised for Half Year period)

Category A equity shares Rs 0.32 per share

Category B equity shares Rs 0.32 per share

k) There was not material deviation in the use of proceeds of issue of Non Convertible debt securities

#### Annexure A: Non Convertible Debentures

Sr No	Series under which the NCDs are held	ISIN No	Previous due date for payment of interest	Whether previous interest payment has been paid or not	Next due date for payment of interest	Next due date for payment of Principal	Next redemption amount (Rs. in lakhs)
1	VWFPL NCD 'A' 01 FY 2015-16	INE851M07085	30-May-16	Paid	29-May-17	30-Jul-18	20,000
2	VWFPL NCD 'A' 02 FY 2015-16	INE851M07093	30-May-16	Paid	29-May-17	29-May-20	20,000
3	VWFPL NCD 'B' FY 2013-14	INE851M07044	09-Dec-15	Paid	09-Dec-16	09-Dec-16	10,000
4	VWFPL NCD 'E' FY 2013-14	INE851M07051	28-Jan-16	Paid	27-Jan-17	27-Jan-17	20,000
5	VWFPL NCD 'A' FY 2014-15	INE851M07077	01-Dec-15	Paid	01-Dec-16	01-Dec-17	40,000
6	VWFPL NCD 'B' 01 - 2015-16	INE851M07101	N A	N A	28-Dec-16	28-Jun-18	15,000
7	VWFPL NCD 'B' 02 - 2015-16	INE851M07119	N A	N A	28-Dec-16	28-Dec-18	15,000
8	VWFPL NCD A 01 FY 2016-17	INE851M07127	N A	N A	20-Sep-17	20-Sep-18	20,000
9	VWFPL NCD A 02 FY 2016-17	INE851M07135	N A	N A	20-Sep-17	20-Sep-19	20,000



# Price Waterhouse

Chartered Accountants

The Board of Directors,  
M/s Volkswagen Finance Private Limited,  
3<sup>rd</sup> Floor, Wing A, Silver Utopia,  
Cardinal Gracious Road, Chakala,  
Andheri, Mumbai - 400099

1. We have reviewed the accompanying statement of unaudited financial results (the "Statement") of Volkswagen Finance Private Limited (the "Company") for the half year ended September 30, 2016. The Statement has been prepared by the Company pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 as updated by the Companies (Accounting Standards) Amendments Rule, 2016 and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms as mentioned in Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit Taking Company (Reserve Bank) Directions, 2016 issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.



Mumbai  
November 11, 2016

For Price Waterhouse  
Firm Registration Number: 30112E  
Chartered Accountants

*Sharad Vasant*  
Sharad Vasant  
Partner  
Membership Number: 101119

Price Waterhouse, 252 Veer Savarkar Marg, Shivaji Park, Dadar (West), Mumbai - 400 028  
T +91 (22) 6669 1000, F +91 (22) 6654 7800, +91 (22) 6654 7801

11<sup>th</sup> November, 2016

To,  
Mr. Pieter Griep  
CFO & Managing Director,  
Volkswagen Finance Private Limited,  
Unit No. 301, A-Wing, 3rd Floor,  
Silver Utopia, Cardinal Gracious Road,  
Off Andheri Kurla Road, Chakala,  
Andheri (E), Mumbai – 400 099

Dear Sir,

**Sub: Half Yearly Certificate of Debenture Trustee for September 30, 2016**

In compliance of the requirements of Chapter V, Regulation 52, Sub – Regulation (4) and (5) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for Non – Convertible Debt Securities we would like to state as under:

We, Vistra ITCL (India) Limited (formerly known as IL&FS Trust Company Limited), are acting as a Debenture Trustee for the Secured, Rated, Listed, Redeemable, Non-Convertible Debenture issue aggregating to Rs. 4000 crore of Volkswagen Finance Private Limited. ('Company')

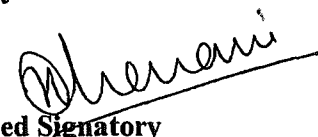
With reference to above, we have received the following documents from the Company and have noted its contents:

1. Half yearly communication as specified in sub-regulation (4) & (5) of Regulation 52 of SEBI (LODR) Regulations, 2015 for debt securities.
2. Unaudited Financial Results for the half year ended September 30, 2016.
3. Credit Rating Letter (India Rating & Research) dated September 13, 2016

This certificate has been signed and issued by us based on documents (mentioned above) provided by you.

Thanking You.

Sincerely,  
**For Vistra ITCL (India) Limited**  
**(Formerly known as IL&FS Trust Company Limited)**

  
Authorized Signatory

Place: Mumbai.