



**SUNDARAM FINANCE**

Enduring values. New age thinking.

SEC:140:19-20/GN

August 6, 2019

The Manager - Listing  
National Stock Exchange of India Limited  
Capital Market – Listing  
Exchange Plaza, 5th Floor  
Plot No. C/1, G Block  
Bandra-Kurla Complex  
Bandra (E), Mumbai 400 051

Dear Sir,

Sub: Submission of standalone and consolidated unaudited financial results for the quarter ended 30<sup>th</sup> June 2019

Ref: Reg. 33 and 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the Listing Agreement

We have pleasure in enclosing the standalone and consolidated unaudited financial results for the quarter ended 30<sup>th</sup> June 2019 together with the copies of the Limited Review Reports issued by the Statutory Auditors. These results were approved at the Board Meeting held today.

We have made arrangements for publishing the extract of the unaudited financial results in 'Business Line' and 'Makkal Kural' on 7<sup>th</sup> August 2019.

Thanking you,

Yours truly,  
for Sundaram Finance Limited

P. Viswanathan  
Secretary & Compliance Officer

Encl:

CC: The Corporate Relationship  
Dept. of Corporate Services  
Bombay Stock Exchange Limited  
Floor 25, P J Towers  
Dalal Street  
Mumbai 400 001

**Sundaram Finance Limited**



# SUNDARAM FINANCE

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## STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER ENDED 30.06.2019

(₹ in lakhs)

Sl.No	Particulars	Standalone				Consolidated			
		Quarter Ended		Year Ended		Quarter Ended		Year Ended	
		30.06.2019	31.03.2019	30.06.2018	31.03.2019	30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Reviewed		Audited		Reviewed	Unaudited		Audited
1	Revenue from Operations								
	Interest Income	81702.29	79802.05	66967.08	293788.12	81808.77	79905.09	74896.07	294142.59
	Insurance premium earned						-	82435.57	-
	Lease Rental income (Net)	1487.91	1371.46	1576.55	5708.83	1480.10	1394.82	1563.52	5680.46
	Fees and Commission Income	5161.13	5588.35	5954.98	23102.32	5065.76	4763.82	5178.42	22202.24
	Dividend Income	1560.00	7.59	912.50	3304.86	154.08	1276.24	376.36	2283.11
	Income from other Services	672.90	732.54	537.47	2355.09	9040.59	11052.77	9789.16	39989.29
	Recovery of Bad debts	419.96	685.22	358.79	2172.26	419.96	685.22	358.79	2172.26
	Net gain on fair value changes	-	-	8811.86	8719.05	-	-	9168.99	9838.35
	Net gain on derecognition of financial instruments under amortised cost category	1303.47	-	-	610.61	1303.47	-	-	610.61
	<b>Total Revenue from operations</b>	<b>92307.66</b>	<b>88187.21</b>	<b>85119.23</b>	<b>339761.14</b>	<b>99272.73</b>	<b>99077.96</b>	<b>183766.88</b>	<b>376918.91</b>
2	Other Income	2304.91	716.00	330.55	2055.58	2350.29	557.21	273.47	1904.93
3	<b>Total Income</b>	<b>94612.57</b>	<b>88903.21</b>	<b>85449.78</b>	<b>341816.72</b>	<b>101623.02</b>	<b>99635.17</b>	<b>184040.35</b>	<b>378823.84</b>
4	Expenses								
	Finance cost	49978.90	47482.75	39466.68	176250.94	50040.96	47549.88	39452.59	176635.14
	Employee benefit expenses	8833.95	8256.15	7996.74	32242.51	11797.91	10786.08	14628.01	42913.40
	Insurance claims incurred (net)					-	-	70493.30	-
	Fees and commission expenses					3478.40	2822.85	11811.66	15381.73
	Administrative & other expenses	4982.35	3956.35	13523.70	27665.73	6220.78	5453.65	19537.24	32563.31
	Depreciation & amortisation	1632.41	1415.56	1268.20	5396.77	1757.99	1527.52	1627.93	5807.34
	Impairment on financial instruments	4590.33	4261.13	1995.06	10733.14	4467.12	4175.22	1892.81	10330.02
	Net loss on fair value changes	944.17	1176.03	-	-	1352.09	840.96	-	-
	<b>Total expenses</b>	<b>70962.11</b>	<b>66547.97</b>	<b>64250.38</b>	<b>252289.09</b>	<b>79115.25</b>	<b>73156.16</b>	<b>159443.54</b>	<b>283630.94</b>
5	<b>Profit/(loss) before exceptional items and tax</b>	<b>23650.46</b>	<b>22355.24</b>	<b>21199.40</b>	<b>89527.63</b>	<b>22507.77</b>	<b>26479.01</b>	<b>24596.81</b>	<b>95192.90</b>
6	Exceptional items	-	59243.45	-	59243.45	-	46585.34	-	46585.34
7	<b>Profit/(loss) before tax</b>	<b>23650.46</b>	<b>81598.69</b>	<b>21199.40</b>	<b>148771.08</b>	<b>22507.77</b>	<b>73064.35</b>	<b>24596.81</b>	<b>141778.24</b>
8	Tax expense								
	Current tax	8972.27	17245.31	7283.56	39145.90	9554.17	18592.71	9722.65	41886.19
	MAT credit entitlement					-	(128.36)	-	(128.36)
	Deferred tax	(1074.33)	(3121.75)	(156.76)	(3005.70)	(1474.03)	(2686.33)	(1242.34)	(2961.26)
9	Share of Profits from Associates					1192.72	2679.56	2889.97	10724.44
10	Share of Profits from Joint Ventures					2189.62	2842.13	2004.79	12144.07
11	<b>Profit/(loss) after tax(PAT)</b>	<b>15752.52</b>	<b>67475.13</b>	<b>14072.60</b>	<b>112630.88</b>	<b>17809.97</b>	<b>62808.02</b>	<b>21011.26</b>	<b>125850.18</b>
12	<b>Other Comprehensive Income (net of tax)</b>	<b>105.31</b>	<b>174.15</b>	<b>(210.66)</b>	<b>277.66</b>	<b>(16076.19)</b>	<b>(19450.76)</b>	<b>(10083.58)</b>	<b>(55697.61)</b>
13	<b>Total Comprehensive Income for the period / year</b>	<b>15857.83</b>	<b>67649.28</b>	<b>13861.94</b>	<b>112908.54</b>	<b>1733.78</b>	<b>43357.25</b>	<b>10927.68</b>	<b>70152.57</b>
	<b>Profit for the year attributable to</b>								
	Owners of the Company					17008.10	60028.90	18151.22	116085.38
	Non-controlling interests					801.87	2779.12	2860.04	9764.79
	<b>Other Comprehensive Income for the year attributable to</b>								
	Owners of the Company					(3948.62)	(4625.79)	(5284.67)	(14805.94)
	Non-controlling interests					(12127.57)	(14824.97)	(4798.91)	(40891.67)
	<b>Total Comprehensive Income for the year attributable to:</b>								
	Owners of the Company					13059.48	55403.11	12866.56	101279.44
	Non-controlling interests					(11325.70)	(12045.85)	(1938.88)	(31126.88)
	<b>Basic &amp; diluted Earnings per equity share (on PAT) (Face Value of ₹10/- each) (not annualised)</b>	<b>14.18</b>	<b>60.73</b>	<b>12.67</b>	<b>101.37</b>	<b>15.44</b>	<b>54.50</b>	<b>16.48</b>	<b>105.40</b>
14									





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Notes:

- 1 The above results were approved by the Board of Directors at its meeting held on 6th August 2019.
- 2 Expected credit loss on Financial assets has been provided on estimated basis.
- 3 Effective 1st April ,2019, the Company adopted Ind AS 116 "Leases" and applied the same to lease contacts existing on 1st, April 2019 using the modified retrospective approach as a lessee, wherein the right of use asset was created for an amount equal to the lease liability. Accordingly the comparatives for the year ended 31st March 2019 and other periods disclosed ,have not been retrospectively adjusted . The effect of this is insignificant on the profit for the period.
- 4 The Company's Secured Non - Convertible Debentures are secured by mortgage of immovable property ranking pari passu and Hypothecation of specific Loan receivables / Hire purchase/ Lease agreements with a cover of 100%, as per the terms of issue.
- 5 Exceptional item represents, sale of stake in Royal Sundaram General Insurance Co. Limited (RSGI) to Ageas Insurance International N.V ,The Netherlands in Feb'19.
- 6 Quarter ended 31st March 2019 are the balancing figures between audited numbers for the respective financial year and year to date numbers up to the third quarter of the relevant financial year.
- 7 Previous period's figures have been regrouped wherever necessary to conform to current period's classification.
- 8 The Statutory Auditors have carried out a Limited Review of the financial results for the quarter ended 30th June 2019. Consolidated results for the quarter ended 30th June 2018 and 31st March 2019 have not been reviewed by Auditors.

By Order of the Board

T.T. SRINIVASARAGHAVAN  
Managing Director

Chennai  
06.08.2019

Sundaram Finance Limited  
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# SUNDARAM FINANCE

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Segment Information in respect of Consolidated Accounts for the quarter ended 30.06.2019

(₹ in Lakhs)

Business Segments	Quarter Ended			Year ended	
	30.06.2019	31.03.2019	30.06.2018	31.03.2019	
<b>1. Segment Revenue</b>					
a) Asset Financing	88694.47	86417.89	82484.75	330450.24	
b) Insurance	-	-	90827.77	-	
c) Others	11821.31	16325.13	14534.47	58344.44	
<b>Total</b>	<b>100515.77</b>	<b>102743.02</b>	<b>187846.99</b>	<b>388794.68</b>	
Less: Inter Segment Revenue	1243.04	3665.06	4080.11	11875.77	
<b>Income from Operations</b>	<b>99272.73</b>	<b>99077.96</b>	<b>183766.88</b>	<b>376918.91</b>	
<b>2. Segment Results</b>					
a) Asset Financing	22362.15	27274.23	21996.93	97747.84	
b) Insurance	-	-	2347.70	-	
c) Others	776.16	667.24	2006.42	5701.18	
<b>Total</b>	<b>23138.31</b>	<b>27941.47</b>	<b>26351.05</b>	<b>103449.02</b>	
Less: Inter Segment adjustments	738.27	1507.98	2050.73	8337.32	
Add: Unallocable corporate income net of expenses	107.73	45.52	296.49	81.20	
Add: Exceptional Item*		46585.34		46585.34	
<b>Profit Before Tax</b>	<b>22507.77</b>	<b>73064.35</b>	<b>24596.81</b>	<b>141778.24</b>	
<b>3. Capital Employed</b>					
<b>Segment assets</b>					
a) Asset Financing	3246373.71	3082173.01	2707959.78	3082173.01	
b) Insurance	-	-	555900.04	-	
c) Others	252472.03	273157.63	321216.28	273157.63	
<b>Total Segment assets</b>	<b>3498845.74</b>	<b>3355330.64</b>	<b>3585076.11</b>	<b>3355330.64</b>	
Less: Inter Segment Assets	21993.28	21876.61	127733.44	21876.61	
Add: Unallocable corporate assets	31664.65	33629.24	66463.78	33629.24	
<b>Total Assets</b>	<b>3508517.11</b>	<b>3367083.27</b>	<b>3523806.45</b>	<b>3367083.27</b>	
<b>Segment Liabilities</b>					
a) Asset Financing	2700641.36	2560565.63	2255512.43	2560565.63	
b) Insurance	-	-	476613.41	-	
c) Others	8118.87	6371.98	10106.69	6371.98	
<b>Total Segment Liabilities</b>	<b>2708760.23</b>	<b>2566937.61</b>	<b>2742232.53</b>	<b>2566937.61</b>	
Less: Inter Segment Liabilities	1688.63	1736.07	18502.86	1736.07	
Add: Unallocable corporate Liabilities	-	2060.88	-	2060.88	
<b>Total Liabilities</b>	<b>2707071.60</b>	<b>2567262.42</b>	<b>2723729.67</b>	<b>2567262.42</b>	

\*Exceptional item represents, sale of stake in Royal Sundaram General Insurance Co. Limited (RSGI) to Ageas Insurance International N.V., The Netherlands in Feb'19.



# SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,  
ALWARPET, CHENNAI - 600 018.

**Independent Auditor's Review Report on Unaudited Standalone  
Quarterly Financial Results of the Company Pursuant to the  
Regulation 33 of the SEBI (Listing Obligations and Disclosure  
Requirements) Regulations, 2015 (as amended)**

**Review Report to the Board of Directors of Sundaram Finance  
Limited, Chennai.**

We have reviewed the accompanying statement of unaudited financial results of Sundaram Finance Limited, Chennai ("the Company") for the quarter ended June 30, 2019 together with the relevant notes thereon ("the Statement"). This statement is the responsibility of the Company's management and has been approved by the Committee of Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on this financial statement based on our review.

We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial 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 an analytical procedure 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 opinion.



# SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,  
ALWARPET, CHENNAI - 600 018.

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 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sundaram & Srinivasan,  
Chartered Accountants  
Firm Registration Number: 004207S



K. Srinivasan  
Partner

Membership no.: 005809  
UDIN:19005809AAAADA3696

Place: Chennai  
Dated: 6<sup>th</sup> August, 2019



**Independent Auditor's Review Report on Consolidated Unaudited  
Quarterly Financial Results of the Company Pursuant to the  
Regulation 33 of the SEBI (Listing Obligations and Disclosure  
Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of Sundaram Finance Limited, Chennai.**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Sundaram Finance Limited, Chennai ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates and joint ventures for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2018 and quarter ended March 31, 2019, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent'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 read with relevant Rules thereunder and other accounting principles generally accepted in India. 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.



# SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,  
ALWARPET, CHENNAI - 600 018.

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. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

A. Holding Company

Sundaram Finance Limited

B. Subsidiary Companies

Sundaram Finance Holdings Limited

Sundaram Asset Management Company

Sundaram Trustee Company Limited

LGF Services Limited

Sundaram Asset Management Singapore Pte Limited

Sundaram Alternate Assets Limited

Sundaram Business Services Limited

Sundaram Finance Employee Welfare Trust

C. Joint Ventures

Sundaram BNP Paribas Home Finance Limited

Sundaram BNP Paribas Fund Services Limited

Royal Sundaram General Insurance Company Limited

D. Associates

Flometallic India Private Limited

Dunes Oman LLC (FZC)

Sundaram Hydraulics Limited

Axles India Limited

Turbo Energy Private Limited

Transenergy Limited

Sundaram Dynacast Private Limited





# SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,  
ALWARPET, CHENNAI - 600 018.

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, 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 the aforesaid Indian Accounting Standard specified under section 133 of the Companies Act, 2013, as amended read with relevant Rules thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 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.
6. We did not review the interim financial results of five subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 8814.56 Lakhs and total profit after tax of Rs.1376.25 Lakhs and total comprehensive loss of Rs.14801.43 Lakhs for the quarter ended June 30, 2019 as considered in the consolidated unaudited financial results.

The consolidated unaudited financial results also includes the Group's share of net profit after tax of Rs.36.09 Lakhs and total comprehensive loss of Rs.137.84 Lakhs for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results, in respect of three associates and a joint venture, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.



# SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

23, C.P. RAMASWAMY ROAD,  
ALWARPET, CHENNAI - 600 018.

The consolidated unaudited financial results also include the Group's share of net profit (including Other Comprehensive Income) of Rs.495.50 Lakhs for the quarter ended June 30, 2019, as considered in the consolidated financial statements in respect of a joint venture, whose financial results have not been reviewed by us. These statements have been reviewed by other auditors under Indian GAAP and certified by the other auditors and the management of the said company under Ind AS and have been furnished to us for the purpose of consolidation. Our opinion on the consolidated unaudited financial results, in so far as it relates to the amounts and disclosures included in respect of the above joint venture is based solely on such certified financial results furnished to us by the management.

Our conclusion on the Statement is not modified in respect of the above matters.

For Sundaram & Srinivasan,  
Chartered Accountants  
Firm Registration Number: 004207S

  
K. Srinivasan

Partner

Membership no.: 005809  
UDIN: 19005809AAAADB8385

Place: Chennai  
Dated: 6<sup>th</sup> August, 2019

