

HDB/SLC/2017/443

April 18, 2017

To,
The Department of Corporate Affairs
BSE Limited
P J Towers, Dalal Street
Mumbai- 400 001

K.A.: Mr. Vinod Koyande / Ms. Netra Sahani

Subject: Submission of Audited Financial Results for the year ended March 31, 2017


Dear Sir / Madam,

Pursuant to the provisions of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed please find the audited financial results for the year ended March 31, 2017 as reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held today i.e. April 18, 2017.

Kindly take the same on records for the information of the Non-Convertible Debentureholders and Subordinate Bond holders of the Company.

Thanking you,

Yours faithfully,
For HDB Financial Services Limited


Dipti Khandelwal
(Company Secretary)
Membership No.: A25592

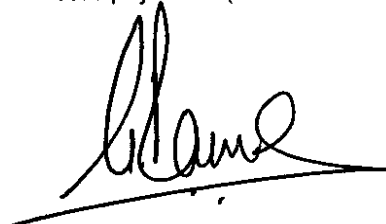


Encl: a/a

Particulars	Half year Ended 31/03/2017	Half year Ended 31/03/2016	Year ended 31/03/2017	Year ended 31/03/2016
	Unaudited	Unaudited	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	221478	159657	408708	301599
(a) Interest/disc. on advances/ bills	221478	159657	408708	301599
(b) Income on investments	0	0	0	0
(c) Interest on balances with Reserve Bank of India and other inter bank funds	0	0	0	0
(d) Others	0	0	0	0
2. Other Income	143938	16681	162746	28602
3. Total Income (1+2)	365416	176338	571454	330201
4. Interest Expended	107436	81905	204992	157153
5. Operating Expenses (i)+(ii)+(iii)+(iv)	193325	47025	249125	83499
(i) Employees cost	157284	28543	189665	49376
(ii) Commission cost	3327	3720	6967	6737
(iii) Other operating expenses	18782	9122	30012	15731
(iv) Write off	13932	5640	22481	11655
6. Total Expenditure ((4+5) excluding provisions and contingencies	300761	128930	454117	240652
7. Operating Profit before Provisions and Contingencies (3-6)	64655	47408	117337	89549
8. Provisions (other than tax) and Contingencies (excluding w/off)	2282	4918	11478	7769
9. Exceptional Items	-	-	-	-
10. Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	62373	42491	105859	81780
11. Tax expense	22326	14737	37438	28340
12. Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)	40047	27753	68421	53440
13. Extraordinary items (net of tax expense)	1456	0	1456	0
14. Net Profit (+)/ Loss (-) for the period (12-13)	41503	27753	69877	53440
15. Paid-up equity share capital (Face Value of Rs.10/- each)	78024	70017	78024	70017
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	286163	242566	286163	242566
17. Networth (*)	522445	345132	522445	345132
18. Analytical Ratios				
(i) Capital Adequacy Ratio	20.79%	19.23%	20.79%	19.23%
(ii) Earnings Per Share (EPS) Non Annualised (Rs.)	5.62	3.98	9.64	7.64
(iii) Debt equity ratio (**)	4.90	5.68	4.90	5.68
18) NPA Ratios				
a) Gross NPA	46872	29969	46872	29969
b) Net NPA	26986	17655	26986	17655
a) Gross NPA(%)	1.45%	1.23%	1.45%	1.23%
b) Net NPA(%)	0.84%	0.72%	0.84%	0.72%
c) Return on Assets (Non Annualised)	1.24%	1.10%	2.09%	2.12%

* Networth is equal to share capital plus reserves & surplus less deferred expenditure

** Debt equity ratio is (Loan term borrowing + Short term borrowing + Current maturities of long term borrowing) / Networth



Note:

- 1 The results for the Year ended 31 March 2017 has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 18, 2017.
- 2 Earnings per share for the half year ended period have been calculated for six months and not annualised.
- 3 Return on Assets has been computed as percentage of profit after tax to total assets and not annualised for the half year ended results.
- 4 Reserves include Statutory Reserve as per Section 45IC of Reserve Bank of India Act, 1934, Balance in Securities Premium Account and Retained earning.
- 5 The Board has recommended a final dividend Rs 0.60 per share for financial year ended March 31, 2017.
- 6 The Credit Analysis & Research Limited (CARE) and CRISIL Limited (CRISIL) have assigned following ratings to the Company:

Facility	CARE	CRISIL	Amount (Rs. in crore)
Bank facilities	AAA	AAA/Stable	16500
Short term debt program	A1+	A1+	4000
Non-convertible debentures	AAA	AAA/Stable	20000
Subordinated bond issue	AAA	AAA/Stable	2000

- 7 The previous due date for payment of interest and principle on non convertible debenture was April 17, 2017 and the same was paid on the due date. The next due date for payment of interest of non convertible debenture is April 28, 2017 amounting Rs 953.59 lacs.
- 8 The Secured listed Non-Convertible Debentures of the Company are secured by first pari passu mortgage of immovable property situated at "Heera Panna Commercial Complex", 3rd Floor, Dr. Yagnik Road, Rajkot and first and exclusive charge on receivables of the Company by way of hypothecation to the extent of minimum 1.1 times of the amount outstanding.
- 9 The Company had received requisite approvals from the respective High Courts on the amalgamation of M/s. HBL Global Private Limited and M/s. Atlas Documentary Facilitators Company Private Limited (hitherto jointly referred to as 'Transferor Companies') into HDB Financial Services Limited. Pursuant to the Scheme of Amalgamation, the entire business with all the assets, liabilities, reserves and surplus of Transferor Companies were transferred to and vested in the Company, on a going concern basis with effect from appointed date of 1st April 2014, while the Scheme has become effective from 1 December 2016. Accordingly, the impact of amalgamation has been given in the current financial year with effect from the appointed date.
- 10 In view of the amalgamation as referred in Note 9, the profit after tax of the Transferor Companies from 1 April 2014 to 31 March 2016 have been accounted for in the current year's statement of profit and loss of the Company as an Extraordinary item.
- 11 The previous financial year/ period figures have been regrouped / reclassified wherever necessary. In view of the amalgamation as referred in Note 9, the figures for the current year are not comparable with the corresponding figures of the previous year.

By Order of the Board
For HDB Financial Services Limited


Ramesh S.
Managing Director
DIN: 05291597

Date: April 18, 2017
Place: Mumbai