

# Sharp & Tannan Associates

Chartered Accountants

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## Independent Auditor's Report on Standalone Financial Results

To

**The Board of Directors of Cholamandalam Financial Holdings Limited**

### Opinion

We have audited the accompanying standalone financial results of **Cholamandalam Financial Holdings Limited** ("the Company") for the quarter and year ended 31 March 2023, attached herewith, the Statement of Standalone Assets and Liabilities as on that date and the Statement of Standalone Cash Flows for the year ended on that date which are included in the accompanying Statement of Standalone Financial Results for quarter and year ended 31 March 2023 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations")

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

- a. is presented in accordance with the requirements of Regulation 33 and Regulation 52 of the Listing Regulations; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS"), RBI guidelines and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31 March 2023 and also the Statement of Standalone Assets and Liabilities as at 31 March 2023 and the Statement of Standalone Cash Flows for the year ended on that date.

### Basis of opinion

We conducted our audit in accordance with the Standards on Auditing ('Standards') specified under section 143(10) of the Companies Act, 2013 (the 'Act') and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Statement" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



### **Board of Directors' responsibilities for the Statement:**

This Statement, which includes the standalone financial results is the responsibility of the Company's Board of Directors and has been approved by them for issuance. The Statement has been compiled from the audited standalone financial statements for the year ended 31 March 2023. The Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Ind AS, prescribed under Section 133 of the Act read with relevant rules issued there under, RBI guidelines and other accounting principles generally accepted in India and in compliance with Regulation 33 and 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 Statement, 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 Statement**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 this Statement.

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 Statement, 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 in place with reference to the financial statements 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 the Board of Directors' 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 auditor's report to the related disclosures in the Statement 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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation;
- obtain sufficient appropriate audit evidence regarding the standalone financial results of the Company to express an opinion on the same.

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 matters**

The Statement include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to nine months ended 31 December 2022 which were subjected to limited review by us. Our opinion on the Statement is not modified in respect of this matter.

**for Sharp & Tannan Associates**  
Chartered Accountants  
(Firm's Registration no. 109983W)



*(Signature)*  
**Tirtharaj Khot**

Partner

Membership no.(F) 037457  
UDIN: 23037457BGYRJL8402

Place: Chennai  
Date: 12 May 2023

**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**

CIN - L65100TN1949PLC002905

Registered Office : DARE HOUSE, 234, NSC Bose Road, Chennai - 600 001

**Statement of Standalone Financial Results for the Quarter and Year ended March 31, 2023**

Particulars	Rs. Crores				
	Quarter ended			Year ended	
	31.03.2023 Unaudited (Refer Note 8)	31.12.2022 Unaudited	31.03.2022 Unaudited (Refer Note 8)	31.03.2023 Audited	31.03.2022 Audited
	1	2	3	4	5
<b>1. Revenue from operations</b>					
-Interest Income	0.34	0.27	0.38	0.83	0.86
-Dividend Income	48.48	-	48.48	74.83	74.70
-Service Income	2.03	2.02	1.99	8.10	7.95
<b>Total</b>	<b>50.85</b>	<b>2.29</b>	<b>50.85</b>	<b>83.76</b>	<b>83.51</b>
<b>2. Other income</b>	-	-	-	-	-
<b>3. Total Income (1+2)</b>	<b>50.85</b>	<b>2.29</b>	<b>50.85</b>	<b>83.76</b>	<b>83.51</b>
<b>4. Expenses</b>					
a) Finance Cost	1.74	1.77	2.49	7.03	10.14
b) Impairment of financial instruments	-	-	-	-	-
c) Employee benefits expense	0.37	0.36	0.33	1.40	1.25
d) Depreciation and amortisation expense	-	-	0.01	0.01	0.02
e) Other expenditure	0.81	0.12	0.79	1.46	1.36
<b>Total expenses</b>	<b>2.92</b>	<b>2.25</b>	<b>3.62</b>	<b>9.90</b>	<b>12.77</b>
<b>5. Profit / (Loss) before tax (3-4)</b>	<b>47.93</b>	<b>0.04</b>	<b>47.23</b>	<b>73.86</b>	<b>70.74</b>
<b>6. Tax expense</b>					
a) Current tax	12.06	0.01	10.93	15.99	15.23
b) Deferred tax	-	-	-	-	-
<b>Total Tax expense</b>	<b>12.06</b>	<b>0.01</b>	<b>10.93</b>	<b>15.99</b>	<b>15.23</b>
<b>7. Profit / (Loss) for the period (5-6)</b>	<b>35.87</b>	<b>0.03</b>	<b>36.30</b>	<b>57.87</b>	<b>55.51</b>
<b>8. Other Comprehensive Income - Gain/(loss)</b>					
a) (i) Items that will not be reclassified to Profit or Loss	(0.30)	0.05	(0.25)	0.28	0.62
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	(0.01)	-	0.01	(0.06)	(0.04)
b) (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss	-	-	-	-	-
<b>Total Other Comprehensive Income</b>	<b>(0.31)</b>	<b>0.05</b>	<b>(0.24)</b>	<b>0.22</b>	<b>0.58</b>
<b>9. Total Comprehensive Income for the period (7+8)</b>	<b>35.56</b>	<b>0.08</b>	<b>36.06</b>	<b>58.09</b>	<b>56.09</b>
<b>10. Paid-up equity share capital (Re. 1/- per share)</b>	<b>18.78</b>	<b>18.78</b>	<b>18.77</b>	<b>18.78</b>	<b>18.77</b>
<b>11. Capital redemption reserve</b>	<b>6.15</b>	<b>6.15</b>	<b>6.15</b>	<b>6.15</b>	<b>6.15</b>
<b>12. Net worth (Equity Share Capital + Other Equity)</b>	<b>1236.39</b>	<b>1200.13</b>	<b>1,187.18</b>	<b>1236.39</b>	<b>1187.18</b>
<b>13. Earnings per Share of Re. 1/- each (Rs.)</b> (not annualised for interim period)					
a) Basic	1.91	0.002	1.93	3.08	2.96
b) Diluted	1.91	0.002	1.93	3.08	2.96



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**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**  
**Statement of Standalone Assets and Liabilities**

Rs. Crores

	As at 31.03.2023	As at 31.03.2022
	Audited	Audited
<b>ASSETS</b>		
<b>Financial Assets</b>		
(a) Cash and Cash equivalents	2.46	8.93
(b) Bank Balance other than (a) above	5.09	1.35
(c) Investments	1,280.12	1,279.84
(d) Other Financial Assets	0.02	0.02
	<b>1,287.69</b>	<b>1,290.14</b>
<b>Non-Financial Assets</b>		
(a) Current Tax Assets (Net)	0.56	-
(b) Deferred Tax Assets (Net)	-	-
(c) Intangible Assets	0.01	0.02
(d) Other Non-Financial Assets	0.09	0.03
	<b>0.66</b>	<b>0.05</b>
<b>Total Assets</b>	<b>1,288.35</b>	<b>1,290.19</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Financial Liabilities</b>		
(a) Borrowings (debt securities)	49.98	99.97
(b) Borrowings (other than debt securities)	-	-
(c) Payables		
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	-	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Other payables		
i) total outstanding dues of micro enterprises and small enterprises	-	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	0.66	0.60
(d) Other Financial Liabilities	1.13	1.38
	<b>51.77</b>	<b>101.95</b>
<b>Non-Financial Liabilities</b>		
(a) Current Tax Liabilities	-	0.35
(b) Deferred Tax Liabilities	0.13	0.09
(c) Provisions	0.03	0.02
(d) Other non-financial liabilities	0.03	0.60
	<b>0.19</b>	<b>1.06</b>
<b>Equity</b>		
(a) Equity Share Capital	18.78	18.77
(b) Other Equity	1,217.61	1,168.41
	<b>1,236.39</b>	<b>1,187.18</b>
<b>Total Liabilities and Equity</b>	<b>1,288.35</b>	<b>1,290.19</b>

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**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**  
**Statement of Standalone Cash Flows**

Rs. Crores

Particulars	Year ended 31.03.2023		Year ended 31.03.2022	
	Audited		Audited	
<b>Cash Flow from Operating Activities</b>				
<b>Profit / (Loss) Before Tax</b>		<b>73.86</b>		<b>70.74</b>
<b>Adjustments for:</b>				
Finance Costs	7.03		10.14	
Depreciation and amortisation expense	0.01		0.02	
Interest income on Deposits	(0.83)		(0.86)	
		6.21		9.30
<b>Operating Profit Before Working Capital Changes</b>		<b>80.07</b>		<b>80.04</b>
<b>Adjustments for:</b>				
<b>(Increase)/Decrease in Operating Assets</b>				
- Financial Assets	-		-	
- Non Financial Assets	(0.06)		0.08	
- Investment in Bank Fixed Deposits / Unpaid dividend accounts (net of withdrawals)	(3.74)		10.91	
		(3.80)		10.99
<b>Increase/(Decrease) in Operating Liabilities</b>				
- Financial Liabilities	0.01		(8.17)	
- Trade Payables	0.06		(0.02)	
- Non Financial Liabilities	(0.62)		(0.09)	
- Provisions	0.01		0.01	
		(0.54)		(8.27)
<b>Cash Flow generated from / (used) in Operations</b>		<b>75.73</b>		<b>82.76</b>
Finance Costs paid	(7.00)		(10.11)	
Interest Received on Bank Deposits	0.83		0.89	
Income taxes paid (Net of refunds)	(16.89)	(23.06)	(15.91)	(25.13)
<b>Net Cash generated from / (used) in Operating Activities (A)</b>		<b>52.67</b>		<b>57.63</b>
<b>Cash Flow from Investing Activities</b>				
Purchase of intangible asset		-		(0.02)
<b>Net Cash generated from / (used) in Investing Activities (B)</b>		<b>-</b>		<b>(0.02)</b>
<b>Cash Flow from Financing Activities</b>				
Proceeds from issue of debt securities at amortised cost		-		-
Repayment of debt securities at amortised cost		(50.00)		(50.00)
Repayment of Borrowings other than debt securities at amortised cost		-		-
Proceeds from issue of Share Capital (Including Securities Premium)		1.45		0.67
Dividends Paid (Including Unpaid dividends pertaining to earlier periods)		(10.59)		(10.54)
<b>Net Cash (used) in / generated from Financing Activities (C)</b>		<b>(59.14)</b>		<b>(59.87)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>		<b>(6.47)</b>		<b>(2.26)</b>
Cash and Cash Equivalents at the Beginning of the year		8.93		11.19
Cash and Cash Equivalents at the End of the year		2.46		8.93



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## Independent Auditor's Report on Consolidated Financial Results

To

**The Board of Directors of Cholamandalam Financial Holdings Limited**

### Opinion

1. We have audited the accompanying Statement of Consolidated Financial Results of **Cholamandalam Financial Holdings Limited** (hereinafter referred to as the "Holding Company" or "the Parent") and its subsidiaries together referred to as "the Group"), associates and joint ventures for the quarter and year ended 31 March 2023, the Statement of Consolidated Assets and Liabilities as on that date and the Statement of Consolidated Cash Flows for the year ended on that date which are included in the accompanying 'Statement of Consolidated Financial Results for quarter and year ended 31 March 2023 ("the Statement")', being submitted by the Parent pursuant to the requirements under Regulations 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations")
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on financial information of the subsidiaries, associates and joint ventures, the Statement:
  - a) includes the financial results of the following entities:

Subsidiaries:

    - i. Cholamandalam Investment and Finance Company Limited (CIFCL)
    - ii. Cholamandalam MS General Insurance Company Limited (MSGICL)
    - iii. Cholamandalam Securities Limited (Subsidiary of CIFCL)
    - iv. Cholamandalam Home Finance Limited (Subsidiary of CIFCL)

Associates:

    - i. White Data Systems India Private Limited (Associate of CIFCL) (upto March 28, 2023)
    - ii. Vishwakarma Payments Private Limited (Associate of CIFCL)
    - iii. Paytail Commerce Private Limited

Joint ventures:

    - i. Cholamandalam MS Risk Services Limited (CMSRSL)
    - ii. Payswiff Technologies Private Limited
  - b) is presented in accordance with the requirements of Regulation 33 and Regulation 52 of the Listing Regulations; and



- c) gives a true and fair view, in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ('Ind AS'), RBI guidelines and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31 March 2023 and also the Statement of consolidated Assets and Liabilities as at 31 March 2023 and the Statement of consolidated cash flows for the year ended on that date.

#### **Basis for opinion**

3. We conducted our audit in accordance with the Standards on Auditing (Standards) specified under section 143(10) of the Companies Act, 2013 (the 'Act') and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Statement" section of our report. We are independent of the Group, its associates and joint ventures in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the Statement 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditor in terms of their reports referred to in "Other matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

#### **Board of Directors' responsibilities for the Statement**

4. This Statement which includes consolidated financial results is the responsibility of the Holding Company's Board of Directors and has been approved by them for issuance. The Statement has been compiled from the audited consolidated financial statements for the year ended 31 March 2023. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group, its associates and joint ventures in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with relevant rules issued thereunder, RBI guidelines and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 of the Listing Regulations. The respective Board of Directors of the companies included in the Group, its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group, its associates and joint ventures 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the Statement by the Board of Directors of the Holding Company, as aforesaid.





5. In preparing the Statement, the respective Board of Directors of the companies included in the Group, its associates and joint ventures are responsible for assessing the ability of the Group, its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the companies included in the Group, its associates and joint ventures are also responsible for overseeing the financial reporting process of the Group, its associates and joint ventures.

**Auditor's responsibilities for the audit of the Statement**

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 this Statement.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
  - a) identify and assess the risks of material misstatement of the Statement, 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];
  - b) 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 Holding Company has adequate internal financial controls in place with reference to the financial statements and the operating effectiveness of such controls;
  - c) evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
  - d) conclude on the appropriateness of the Board of Directors' 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 ability of the Group, its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement 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 Group, its associates and joint ventures to cease to continue as a going concern;

- e) evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation;
  - f) perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable;
  - g) obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group, its associates and joint ventures to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
9. We communicate with those charged with governance of the Holding Company of which we are the independent auditors 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.
10. 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.
11. We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

## 12. Other matters

- a) The consolidated audited financial results include the financial results of four subsidiaries which have been audited by other auditors, whose financial statements reflect total assets of Rs. 1,31,293.46 crores as at 31 March 2023, total revenue of Rs. 5,315.36 crores and Rs. 18,475.60 crores, net profit after tax of Rs. 938.39 crores and Rs. 2,823.20 crores and total comprehensive income of Rs. 771.81 crores and Rs. 2,688.65 crores for the quarter and year ended 31 March 2023, and net cash outflow of Rs. 1,739.51 crore for the year ended 31 March 2023. These financial statements have been audited by other auditors whose reports have been furnished to us by the Holding Company's Management and our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiary companies is based solely on the reports of the other auditors who have issued their unmodified opinion and the procedures performed by us as stated in paragraph 8 above.



Out of the above, the financial results / information of CMSGICL (the "Subsidiary") have been prepared in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with relevant rules and the provisions of the Insurance Act, 1938 as amended by the Insurance Laws (Amendment) Act, 2015, the Insurance Regulatory and Development Authority Act, 1999 (as amended), the Insurance Regularity and Development Authority (Preparation of Financial Statements and Auditor's Report of Insurance Companies) Regulations, 2002, Circulars / Orders Directions issued by the Insurance Regulatory and Development Authority of India ('IRDAI' or 'the Authority') ('Statutory GAAP') and have been audited by other auditors. The other auditors of this subsidiary in their report have reported that they have relied on the estimate of the subsidiary's management which has taken into consideration the appointed actuary's certificate on estimated claims Incurred but Not Reported ('IBNR'), claims Incurred but Not Enough Reported ('IBNER') and Premium Deficiency Reserve ('PDR'). The appointed actuary has certified that the assumptions used for such valuation are in accordance with the Insurance Act, 1938 (as amended) and the regulations issued by the IRDAI and Institute of Actuaries of India in concurrence with IRDAI.

The Subsidiary's management has converted the financial results from Statutory GAAP to comply with the recognition and measurement principles of Ind AS, including liability adequacy test as per Ind AS 104 based on the appointed actuary's certificate. Our opinion in so far as it relates to the balances and affairs of such subsidiary is based on the reports of such auditors, reliance on the appointed actuary's certificate and the conversion adjustments prepared by the Subsidiary's management and audit opinion by one of the joint auditors of the Subsidiary.

- b) The Statement also include the Group's share of net profit after tax of Rs. 2.46 crores and net loss after tax Rs. 5.62 crores and total comprehensive income of Rs. 2.38 crores and total comprehensive loss of Rs. 5.70 crores for the quarter and year ended 31 March 2023 respectively, in respect of two joint ventures. These financial statements have been audited by other auditors whose reports have been furnished to us by the Holding Company's Management and our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these joint venture companies is based solely on the reports of the other auditor who issued their unmodified opinion and the procedures performed by us as stated in paragraph 8 above.
- c) The consolidated audited financial results include the Group's share of net loss after tax of Rs. 0.99 crores and Rs. 2.82 crores and total comprehensive loss of Rs. 0.99 crores and Rs. 2.82 crores for the quarter and year ended 31 March 2023 respectively in respect of three associate companies.

The unaudited financial results and other unaudited financial information of these associate companies have been prepared and certified by the respective company's management and have not been audited by their auditors. These unaudited financial results and unaudited financial information have been furnished to us by the Parent's management and our opinion on the Statement, in so far as it relates to the affairs of these three associate companies is



based solely on such unaudited financial results and other unaudited financial information. According to the information and explanations given to us by the Parent's management, these financial results are not material to the Group.

- d) The Statement include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures upto nine months ended 31 December 2022 which were subjected to limited review by us.

Our opinion is not modified in respect of these other matters.

**for Sharp & Tannan Associates**  
Chartered Accountants  
(Firm's Registration no. 109983W)



  
**Tirtharaj Khot**  
Partner  
Membership no.(F) 037457  
UDIN: 23037457BGYRJM6002

Place: Chennai  
Date: 12 May 2023

**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**

CIN - L65100TN1949PLC002905

Registered Office : DARE HOUSE, 234, NSC Bose Road, Chennai - 600 001

**Statement of Consolidated Financial Results for the Quarter and Year ended March 31, 2023**

Particulars	Rs. Crores				
	Quarter ended			Year ended	
	31.03.2023 Unaudited (Refer Note 8)	31.12.2022 Unaudited	31.03.2022 Unaudited (Refer Note 8)	31.03.2023 Audited	31.03.2022 Audited
	1	2	3	4	5
<b>1. Revenue from operations</b>					
-Interest Income	3,718.75	3,360.46	2,616.44	12,921.23	10,250.68
-Dividend Income	2.68	1.06	1.33	7.02	4.23
-Gross Premium Income	1,463.79	1,537.30	1,164.16	5,393.50	4,617.86
-Premium ceded to reinsurers	(383.49)	(502.14)	(293.68)	(1,378.14)	(1,182.33)
-Fee & Commission Income	340.01	269.83	227.10	1,035.09	800.76
-Net gain/(loss) on fair value change on financial instrument	25.30	37.65	6.28	86.08	67.60
-Service Income	19.03	20.54	20.94	81.09	84.75
<b>Total</b>	<b>5,186.07</b>	<b>4,724.70</b>	<b>3,742.57</b>	<b>18,145.87</b>	<b>14,643.55</b>
<b>2. Other income</b>	<b>95.16</b>	<b>52.05</b>	<b>51.67</b>	<b>230.16</b>	<b>91.43</b>
<b>3. Total Income (1+2)</b>	<b>5,281.23</b>	<b>4,776.75</b>	<b>3,794.24</b>	<b>18,376.03</b>	<b>14,734.98</b>
<b>4. Expenses</b>					
a) Finance costs	1,742.91	1,550.89	1,079.05	5,778.04	4,327.87
b) Insurance Claims (net of reinsurance recoveries)	785.63	746.91	577.42	2,907.09	2,356.06
c) Impairment of financial instruments	102.10	159.69	(24.45)	840.09	835.83
d) Employee benefits expense	560.47	493.77	421.96	1,844.32	1,354.31
e) Depreciation and amortisation expense	49.50	44.08	41.66	176.06	154.16
f) Other expenditure	795.47	809.34	740.46	3,006.03	2,663.19
<b>Total expenses</b>	<b>4,036.08</b>	<b>3,804.68</b>	<b>2,836.10</b>	<b>14,551.63</b>	<b>11,691.42</b>
<b>5. Profit before share of profit/(loss) from Associates &amp; Joint Venture and tax (3-4)</b>	<b>1,245.15</b>	<b>972.07</b>	<b>958.14</b>	<b>3,824.40</b>	<b>3,043.56</b>
<b>6. Share of Profit/(Loss) from Associates &amp; Joint Venture (Net of tax)</b>	<b>1.35</b>	<b>(2.46)</b>	<b>(4.06)</b>	<b>(8.69)</b>	<b>(2.87)</b>
<b>7. Profit before Tax (5+6)</b>	<b>1,246.50</b>	<b>969.61</b>	<b>954.08</b>	<b>3,815.71</b>	<b>3,040.69</b>
<b>8. Tax expense</b>					
a) Current tax	291.96	261.72	200.38	991.27	720.87
b) Deferred tax	53.77	(12.27)	66.97	14.82	80.46
<b>Total Tax expense</b>	<b>345.73</b>	<b>249.45</b>	<b>267.35</b>	<b>1,006.09</b>	<b>801.33</b>
<b>9. Profit after tax (7-8)</b>	<b>900.77</b>	<b>720.16</b>	<b>686.73</b>	<b>2,809.62</b>	<b>2,239.36</b>
<b>Profit for the year attributable to:</b>					
-Owners of the Company	407.90	332.08	304.65	1,290.23	1,023.07
-Non-Controlling Interest	492.87	388.08	382.08	1,519.39	1,216.29
<b>10. Other Comprehensive Income- Gain/(loss)</b>					
a. (i) Items that will not be reclassified to Profit or Loss	(3.16)	(2.57)	6.78	(9.80)	16.79
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	0.11	0.56	(1.14)	0.77	(1.38)
b. (i) Items that will be reclassified to Profit or Loss	30.09	23.72	(6.93)	(167.44)	95.19
(ii) Income tax relating to items that will be reclassified to Profit or Loss	(7.57)	(5.97)	1.75	42.14	(23.96)
<b>Other Comprehensive Income for the year</b>	<b>19.47</b>	<b>15.74</b>	<b>0.46</b>	<b>(134.33)</b>	<b>86.64</b>
<b>Other Comprehensive Income for the year attributable to:</b>					
-Owners of the Company	11.57	11.54	(6.49)	(84.01)	32.34
-Non-Controlling Interest	7.90	4.20	6.95	(50.32)	54.30
<b>11. Total Comprehensive Income for the year (9+10)</b>	<b>920.24</b>	<b>735.90</b>	<b>687.19</b>	<b>2,675.29</b>	<b>2,326.00</b>
<b>Total Comprehensive Income for the year attributable to:</b>					
-Owners of the Company	419.47	343.62	298.16	1,206.22	1,055.41
-Non-Controlling Interest	500.77	392.28	389.03	1,469.07	1,270.59
<b>12. Paid-up equity share capital (Re.1/- per share)</b>	<b>18.78</b>	<b>18.78</b>	<b>18.77</b>	<b>18.78</b>	<b>18.77</b>
<b>13. Capital redemption reserve</b>	<b>39.15</b>	<b>39.15</b>	<b>39.15</b>	<b>39.15</b>	<b>39.15</b>
<b>14. Net worth (Equity Share Capital + Other Equity)</b>	<b>16,258.02</b>	<b>15,379.25</b>	<b>13,628.77</b>	<b>16,258.02</b>	<b>13,628.77</b>
<b>15. Earnings per Share of Re.1/- each (Rs.)</b> (not annualised for interim period)					
a) Basic	21.72	17.69	16.23	68.72	54.50
b) Diluted	21.72	17.69	16.23	68.72	54.49



CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED

Statement of Consolidated Assets and Liabilities

	Rs. Crores	
	As at 31.03.2023 Audited	As at 31.03.2022 Audited
<b>ASSETS</b>		
<b>Financial Assets</b>		
(a) Cash and Cash equivalents	1,055.44	2,801.42
(b) Bank Balance other than (a) above	2,108.27	2,646.58
(c) Derivative financial instruments	272.86	186.53
(d) Receivables		
i) Trade Receivables	99.13	71.31
ii) Other Receivables	95.35	84.04
iii) Insurance Contract Assets	308.15	291.21
iv) Reinsurance Assets	789.56	874.16
(e) Loans	1,04,809.65	74,144.71
(f) Investments in Associates & Joint Venture	469.60	494.04
(g) Other Investments	17,066.45	12,788.05
(h) Other Financial Assets	577.06	528.83
	<b>1,27,651.52</b>	<b>94,910.88</b>
<b>Non-Financial Assets</b>		
(a) Current Tax Assets (Net)	482.42	451.98
(b) Deferred Tax Assets (Net)	896.48	869.27
(c) Goodwill	42.72	42.72
(d) Investment Property	28.96	28.96
(e) Intangible Assets under development	24.76	14.32
(f) Property, Plant and Equipment	506.63	356.72
(g) Capital Work in Progress	35.74	26.13
(h) Intangible Assets	44.84	36.08
(i) Reinsurance Assets	1,036.18	829.38
(j) Other Non-Financial Assets	260.14	205.10
	<b>3,358.87</b>	<b>2,860.66</b>
<b>Asset classified as held for Sale - Investment (Note-4)</b>	<b>22.57</b>	-
<b>Total Assets</b>	<b>1,31,032.96</b>	<b>97,771.54</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Financial Liabilities</b>		
(a) Derivative financial instruments	134.27	169.56
(b) Payables		
<u>Trade payables</u>		
i) total outstanding dues of micro enterprises and small enterprises	3.55	3.24
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	372.34	295.51
<u>Other payables</u>		
i) total outstanding dues of micro enterprises and small enterprises	-	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	1,091.06	744.99
<u>Other Insurers</u>		
i) Total outstanding dues of micro and small enterprises	-	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	581.85	452.51
(c) Debt Securities	19,653.58	13,410.80
(d) Borrowings (Other than Debt Securities)	73,186.19	52,004.52
(e) Subordinated Liabilities	4,351.26	3,813.26
(f) Insurance Contract Liabilities	8,805.82	7,930.67
(g) Other Financial Liabilities	485.09	536.13
	<b>1,08,665.01</b>	<b>79,361.19</b>
<b>Non-Financial Liabilities</b>		
(a) Current tax Liabilities (Net)	-	0.35
(b) Deferred tax Liabilities (Net)	0.13	0.74
(c) Provisions	164.10	139.47
(d) Insurance Contract Liabilities	5,806.45	4,581.13
(e) Other non-financial liabilities	139.25	59.89
	<b>6,109.93</b>	<b>4,781.58</b>
<b>Equity</b>		
(a) Equity Share Capital	18.78	18.77
(b) Other Equity	7,641.80	6,426.92
	<b>7,660.58</b>	<b>6,445.69</b>
Non controlling interest	8,597.44	7,183.08
	<b>16,258.02</b>	<b>13,628.77</b>
<b>Total Liabilities and Equity</b>	<b>1,31,032.96</b>	<b>97,771.54</b>



CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED  
Statement of Consolidated Cash Flows

Rs. Crores

Particulars	Year ended 31.03.2023		Year ended 31.03.2022	
	Audited		Audited	
<b><u>Cash Flow from Operating Activities</u></b>				
Profit before share of profit/(loss) from Associates & Joint Venture and tax		3,824.40		3,043.56
Adjustments for :-				
Depreciation and amortisation expense	176.06		154.16	
Impairment of financial instruments	840.09		835.43	
Finance Costs	5,778.04		4,327.87	
(Profit) / Loss on Sale of Property plant and equipment ( Net )	0.70		(0.12)	
Net (gain)/loss on fair value change in financial instruments	(86.08)		(67.60)	
Interest Income on deposits and Investments	(1,114.73)		(925.65)	
Dividend on Investments	(7.02)		(4.23)	
Interest on Income tax refund	(8.51)		(6.63)	
Short Term Rent Concessions	-		(1.12)	
Share based payment expense	28.46		20.48	
		5,607.01		4,332.59
<b>Operating Profit Before Working Capital Changes</b>		<b>9,431.41</b>		<b>7,376.15</b>
Adjustments for :-				
<b><u>(Increase)/Decrease in Operating Assets</u></b>				
- Loans	(31,514.65)		(9,185.31)	
- Receivables	(41.39)		(62.24)	
- Insurance assets (including Reinsurance assets)	(140.31)		(215.47)	
- Other Financial Assets	(48.58)		230.85	
- Purchase / Sale / Maturity of Other Investments (Net)	(4,418.45)		(1,508.90)	
- Other Non Financial Assets	(51.92)	(36,215.30)	313.66	(10,427.41)
<b><u>Increase/(Decrease) in Operating Liabilities</u></b>				
- Payables		421.09		280.40
- Other Financial liabilities		129.87		29.73
- Provisions		26.00		14.77
- Insurance Contracts liabilities		2,100.46		1,128.89
- Other Non-Financial liabilities		(12.31)		12.33
<b>Cash Flow used in Operations</b>		<b>(24,118.78)</b>		<b>(1,585.14)</b>
Finance Costs paid		(5,324.08)		(4,154.95)
Interest Received on deposits and investments		1,119.47		902.87
Dividend received		7.02		4.23
Income tax paid (Net of refunds)		(1,012.36)		(905.49)
<b>Net Cash Used in Operating Activities (A)</b>		<b>(29,328.73)</b>		<b>(5,738.48)</b>
<b><u>Cash Flow from Investing Activities</u></b>				
Purchase of Property, Plant and Equipment and Intangible Assets	(248.05)		(114.99)	
Capital Work in Progress	(12.71)		(23.03)	
Proceeds from Sale of Property, Plant and Equipment	3.73		2.54	
<b>Net Cash Used in Investing Activities (B)</b>		<b>(257.03)</b>		<b>(135.48)</b>
<b><u>Cash Flow from Financing Activities</u></b>				
Proceeds from issue of Share Capital (Including Securities Premium)	25.72		23.75	
Proceeds from issue of debt securities	23,282.67		9,501.40	
Redemption of Debt securities	(17,332.30)		(8,484.26)	
Borrowing - Other than debt securities	83,698.51		25,206.31	
Repayment of borrowing - Other than debt securities	(62,741.77)		(20,599.69)	
Proceeds from issue of subordinated liabilities	920.00		545.00	
Repayment of subordinated liabilities	(378.00)		(872.70)	
Payment of Lease Liabilities	(86.94)		(83.04)	
		27,387.89		5,236.77
Investment in Fixed Deposits (Net of withdrawals)		552.21		1,936.26
Dividends Paid (Including Distribution Tax)		(100.32)		(100.13)
<b>Net Cash Flow From Financing Activities (C)</b>		<b>27,839.78</b>		<b>7,072.90</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>		<b>(1,745.98)</b>		<b>1,198.94</b>
Cash and Cash Equivalents at the Beginning of the year		2,801.42		1,602.48
Cash and Cash Equivalents at the End of the year		<b>1,055.44</b>		<b>2,801.42</b>



**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**

CIN - L65100TN1949PLC002905

Registered Office : DARE HOUSE, 234, NSC Bose Road, Chennai - 600 001

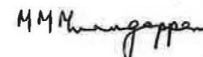
**Notes to the Standalone and Consolidated Financial Results for the quarter and year ended March 31, 2023**

- The financial results for the quarter and year ended March 31, 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 12, 2023.
- In Compliance with Regulation 33 and 52 of Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, the financial results for the year ended March 31, 2023 have been subjected to audit by Statutory auditors.
- The consolidated financial results of the Company comprising the Company, its Subsidiaries (together 'the Group'), Joint Ventures and Associates, include the results of the following entities:

Company	Relationship under Indian Accounting Standards
Cholamandalam Investment and Finance Company Limited (CIFCL)	Subsidiary
Cholamandalam Securities Limited	Subsidiary of CIFCL
Cholamandalam Home Finance Limited	Subsidiary of CIFCL
White Data Systems India Private Limited (Refer Note 4)	Associate of CIFCL
Vishvakarma Payments Private Limited	Associate of CIFCL
Paytail Commerce Private Limited	Associate of CIFCL (from September 2021)
Payswiff Technologies Private Limited	Joint Venture of CIFCL (from February 2022)
Cholamandalam MS General Insurance Company Limited (CMMSGICL)	Subsidiary
Cholamandalam MS Risk Services Limited	Joint Venture

- CIFCL entered into a share swap agreement on March 28, 2023, with TVS Supply Chain Solutions Limited (TVSSCSL), White Data Systems India Private Limited (WDSL) and other shareholders of WDSL for the transfer of the entire equity shares held by it in WDSL to TVSSCSL. As consideration for transfer of WDSL shares, TVSSCSL has allotted 22,35,265 Compulsory Convertible Preference Shares (CCPS) of TVSSCSL to CIFCL on Apr 20, 2023. In accordance with Ind As 105 "Non-current Assets Held for Sale and Discontinued Operations", WDSL has ceased to be an Associate of the Group effective March 28, 2023 and has been classified as Asset held for Sale as at March 31, 2023.
- As a regular practice, CIFCL reviews its ECL policy on an annual basis. Accordingly, an impairment allowance of Rs 2,328.92 crore has been assessed as of March 31, 2023, to reflect risk due to collateral valuation on account of vintage, economic - market drivers etc. CIFCL carried an overall impairment allowance of Rs. 2,328.68 crore as at March 31, 2022, including management overlay provision of Rs. 500 crore.
- The listed Redeemable Non - Convertible Debentures of the Company aggregating to face value of Rs. 50 crores as on March 31, 2023 are unsecured in nature.
- 16,770 options were exercised during the quarter ended March 31, 2023 (7,110 for the quarter ended December 31, 2022). The total outstanding employee stock options as at March 31, 2023 is Nil (23,880 as at December 31, 2022). These stock options have been issued by the Company in 2007 and 2016. Pursuant to a scheme of Arrangement ("the scheme"), the manufacturing business undertaking of the Company was vested in / transferred to Tube Investments of India Limited ("the resulting Company") vide the order of the National Company Law Tribunal ("NCLT") dated July 17, 2017 sanctioning the scheme. Consequent to the scheme being effective, the employees of the Company became employees of resulting Company who are the grantees to these options.
- The figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of full financial year and year to date figures up to the end of the third quarter of the respective financial years. The figures upto the end of the third quarter were subjected to Limited Review.
- The Company is a Core Investment Company and all the activities of the Company revolve around the main business in India. As such there are no separate reportable segments as defined in Indian Accounting Standard 108 - 'Operating Segments' in respect of the Standalone Financial Results. The Segment Reporting for Consolidated Financial Results is given in Appendix 1.
- The Board of Directors of the Company have recommended a final dividend of 55% being Rs.0.55 per equity share of face value of Re.1/- of the Company, for the year ended March 31, 2023 which is subject to approval by the shareholders at the ensuing Annual General Meeting.
- The date on which the Code on Social Security, 2020 ('The Code') relating to employee benefits during employment and post-employment benefits will come into effect is yet to be notified and the related rules are yet to be finalised. The Group will evaluate the code and its rules, assess the impact, if any, and account for the same once they becomes effective.
- Ratios pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, is disclosed in Appendix 2.
- Prior period figures have been regrouped wherever necessary to conform to the current period presentation.

On behalf of the Board of Directors



**M M Murugappan**  
Chairman  
DIN:00170478

Place : Chennai  
Date : May 12, 2023

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**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**

CIN - L65100TN1949PLC002905

Registered Office : DARE HOUSE, 234, NSC Bose Road, Chennai - 600 001

**Appendix 1 - Segment Information in respect of Consolidated Financial Results under Listing Regulations, 2015  
for the quarter and year ended March 31, 2023**

	Rs. Crores				
	Quarter ended			Year ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Unaudited (Refer Note 8)	Unaudited	Unaudited (Refer Note 8)	Audited	Audited
1	2	3	4	5	
<b>1. Segment Revenue</b>					
Financing	3,741.11	3,356.13	2,605.10	12,884.42	10,140.92
Insurance	1,479.09	1,392.97	1,155.10	5,361.02	4,565.82
Others	50.85	2.29	50.85	83.76	83.51
<b>Total</b>	<b>5,271.05</b>	<b>4,751.39</b>	<b>3,811.05</b>	<b>18,329.20</b>	<b>14,790.25</b>
Less: Inter-Segment revenue	(84.98)	(26.69)	(68.48)	(183.33)	(146.70)
<b>Net Revenue</b>	<b>5,186.07</b>	<b>4,724.70</b>	<b>3,742.57</b>	<b>18,145.87</b>	<b>14,643.55</b>
<b>2. Segment Results (Profit before tax)</b>					
Financing	1,162.56	925.94	932.28	3,614.59	2,907.60
Insurance	83.14	46.09	26.98	210.53	139.36
Others	47.93	0.04	47.23	73.86	70.74
Other net un-allocable income and inter segment eliminations	(48.48)	-	(48.35)	(74.58)	(74.14)
<b>Profit Before Share of Profit/(Loss) from Associates &amp; Joint Ventures</b>	<b>1,245.15</b>	<b>972.07</b>	<b>958.14</b>	<b>3,824.40</b>	<b>3,043.56</b>
Add: Share of Profit/(Loss) from Associates & Joint Ventures (Net)	1.35	(2.46)	(4.06)	(8.69)	(2.87)
<b>Profit before Tax</b>	<b>1,246.50</b>	<b>969.61</b>	<b>954.08</b>	<b>3,815.71</b>	<b>3,040.69</b>
<b>3. Segment Assets</b>					
Financing	1,12,745.31	1,03,678.51	81,551.77	1,12,745.31	81,551.77
Insurance	17,163.24	16,413.53	14,979.87	17,163.24	14,979.87
Others	30.20	47.88	29.47	30.20	29.47
Other Unallocable assets	1,421.62	1,454.91	1,364.70	1,421.62	1,364.70
Inter Segment Assets	(327.41)	(321.26)	(153.54)	(327.41)	(153.54)
<b>Total</b>	<b>1,31,032.96</b>	<b>1,21,273.57</b>	<b>97,772.27</b>	<b>1,31,032.96</b>	<b>97,772.27</b>
<b>4. Segment Liabilities</b>					
Financing	99,280.80	91,021.11	70,709.68	99,280.80	70,709.68
Insurance	15,769.37	15,087.22	13,483.51	15,769.37	13,483.51
Others	51.96	106.64	102.66	51.96	102.66
Other Unallocable liabilities	0.22	0.61	1.19	0.22	1.19
Inter Segment liabilities	(327.41)	(321.26)	(153.54)	(327.41)	(153.54)
<b>Total</b>	<b>1,14,774.94</b>	<b>1,05,894.32</b>	<b>84,143.50</b>	<b>1,14,774.94</b>	<b>84,143.50</b>
<b>5. Capital Employed (Segment Assets - Segment Liabilities)</b>					
Financing	13,464.51	12,657.40	10,842.09	13,464.51	10,842.09
Insurance	1,393.87	1,326.31	1,496.36	1,393.87	1,496.36
Others	(21.76)	(58.76)	(73.19)	(21.76)	(73.19)
Unallocable	1,421.40	1,454.30	1,363.51	1,421.40	1,363.51
<b>Total</b>	<b>16,258.02</b>	<b>15,379.25</b>	<b>13,628.77</b>	<b>16,258.02</b>	<b>13,628.77</b>

**Notes to segment information:**

The Group's operating segments are established on the basis of those components of the Group that are evaluated regularly by the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments'

Segment information for the previous periods has been restated/regrouped/re-classified wherever necessary, to conform to the current period presentation.

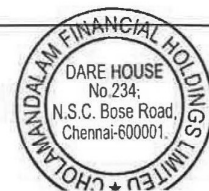
On behalf of the Board of Directors

*M M Murugappan*

**M M Murugappan**  
Chairman  
DIN:00170478

Place : Chennai  
Date : May 12, 2023

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**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED**

CIN - L65100TN1949PLC002905

Registered Office : DARE HOUSE, 234, NSC Bose Road, Chennai - 600 001

**Appendix 2 - Ratios disclosed pursuant to regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

	Quarter ended			Year ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Unaudited	Unaudited	Unaudited	Audited	Audited
	1	2	3	4	5
Debt Equity Ratio [Note 3(a)]	0.04	0.09	0.08	0.04	0.08
Total Debts to Total Assets [Note 3(b)]	0.04	0.08	0.08	0.04	0.08
Net Profit Margin (%) [Note 3(c)]	70.54%	1.31%	71.39%	69.09%	66.47%
<b>Sector Specific Ratios</b>					
Capital Ratio [Note 3(d)]	1123.23%	1134.05%	942.77%	1123.23%	942.77%
Leverage Ratio [Note 3(e)]	0.004	0.01	0.01	0.004	0.01

**Note:**

**1. The following ratios are not applicable to the Company being Core Investment Company:**

Current ratio, Current liability ratio, Debt service coverage ratio, Interest service Coverage ratio, Long-term debt to working capital ratio, Bad debts to Account receivables ratio, Debtors turnover, Inventory turnover and operating profit margin.

**2. Debenture redemption reserve is not applicable to the Company as it is a Core Investment Company.**

**3. Formulae for computation of ratios**

a) Debt Equity ratio = Debt/Equity

Debt = Debt Securities+Borrowings other than debt securities

Equity = Equity share capital + other equity

b) Total Debts / Total Assets = Debt / Balance sheet total assets

c) Net profit Margin (%) = Profit for the period / Revenue from operations

d) Capital Ratio (%) = Adjusted Net worth / Total Risk Weighted assets (as per RBI Guidelines)

e) Leverage Ratio = Outside Liabilities / Adjusted Net worth (as per RBI Guidelines)

On behalf of the Board of Directors

*M M Murugappan*

M M Murugappan

Chairman

DIN:00170478

Place : Chennai

Date : May 12, 2023



# Sharp & Tannan Associates

Chartered Accountants

87 Nariman Bhavan, 227 Nariman Point  
Mumbai (Bombay) 400 021, INDIA.

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E: mumbai.office@sharpandtannan.com

W: www.sharpandtannan.com

**CFHL/2023-24/TAK/02**

To  
Board of Directors,  
Cholamandalam Financial Holdings Limited,  
Dare House, No.234, N.S.C. Bose Road,  
Chennai – 600001.

**Independent auditor's report on the Statement of Information required by the Debenture Trustee as at 31 March 2023**

1. This Report is issued in accordance with our engagement letter dated 11 August 2022 and as requested by the Management of Cholamandalam Financial Holdings Limited (hereinafter the "Company").
2. We, Sharp & Tannan Associates, Chartered Accountants, are the Statutory Auditors of the Company and have been requested by the Company to examine the accompanying Statement showing 'Security cover as per the terms of offer document / information memorandum and debenture trust deed and compliance with covenants' for listed non-convertible debt securities as at 31 March 2023 (hereinafter the "Statement") which has been prepared by the Company from the standalone financial statements and other relevant records and documents maintained by the Company as at and for the year ended 31 March 2023 pursuant to the requirements of the Regulation 56(1)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, (hereinafter the "SEBI Regulations"), and SEBI Circular No. SEBI/HO/ MIRSD/ MIRSD\_CRADT/ CIR/P/2022/67 dated 19 May 2022. The Statement has been initialled by us for identification purpose only.

This Report is required by the Company for the purpose of submission with IDBI Trusteeship Services Limited (hereinafter the "Debenture Trustee") of the Company to ensure compliance with the SEBI Regulations in respect of its listed non-convertible debt securities having face value of Rupees One Hundred and Fifty Crores ('Debentures'). The Company has entered into an agreement with the Debenture Trustee vide agreement dated 30 March 2021 in respect of such debentures. The amount outstanding as at 31 March 2023 is Rupees Fifty Crores.

**Management's responsibility**

3. The preparation of the Statement is solely the responsibility of the Management of the Company (the 'Management'), including the creation and maintenance of all accounting and other relevant records and documents supporting its contents, including the appropriateness of the basis for its preparation furnished as notes in the Statement.
4. The Management of the Company is also responsible for ensuring, that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Debenture Trustee and for complying with all the covenants as prescribed in



the Debenture Trust Deed dated 30 March 2021 entered into between the Company and the Debenture Trustee ("Trust Deed") with respect to the unsecured non-convertible debentures issued by the Company.

5. The Management is further responsible for the designing, implementing and maintaining internal controls relevant to the preparation and presentation of the Statement, applying an appropriate basis of preparation and making estimates that are reasonable in the circumstances and ensuring compliance with covenants as per the Trust Deed.

#### **Auditor's responsibility**

6. Pursuant to the requirements of the SEBI Regulations, it is our responsibility to provide a limited assurance as to whether the financial information along with notes disclosed in the Statement, in all material respects, have been accurately extracted from the audited standalone financial statements, books of accounts and other relevant records of the Company for the year ended 31 March 2023
7. We have audited the standalone financial statements of the Company for the year ended 31 March 2023 prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards, read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India and issued an unmodified opinion vide our audit review report dated 12 May 2023.

Our audit of the above mentioned standalone financial statements was conducted in accordance with the Standards on Auditing ('Standards') specified under section 143(10) of the Companies Act 2013, and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 this Statement.

8. We have conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India ("Guidance Note"). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
9. Our scope of work did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the financial results of the Company taken as a whole. We have not performed an audit, the objective of which would be the expression of an opinion on the financial results, specified elements, accounts or items thereof, for the purpose of this report. Accordingly, we do not express such opinion.



10. A limited assurance engagement includes performing procedures to obtain sufficient appropriate evidence on the applicable criteria, as mentioned in the above paragraphs. The procedures performed vary in nature and timing from, and are less extent than for, a reasonable assurance. Consequently, the level of assurance obtained is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed, Accordingly, we have performed the following procedures in relation to the Statement:
- a) Traced and agreed the amount of the listed non-convertible debt securities outstanding as at 31 March 2023 from the Statement to the audited standalone financial statements of the Company.
  - b) Traced the value of assets and other liabilities from the Statement to the audited standalone financial statements as at 31 March 2023.
  - c) With respect to compliance with covenants in the Trust Deed, we have examined the Trust Deed, books of accounts and other records maintained by the Company for the nine months ended 31 March 2023.
  - d) Performed necessary inquiries with the Management and obtained necessary representations.
11. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, 'Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements'.

#### **Conclusion**

12. Based on the nature and extent of procedures carried out by us as mentioned above, and the information and explanations given to us by the Management, nothing has come to our attention that causes us to believe that:
- a) the financial information along with notes disclosed in the accompanying Statement, in all material respects, have not been accurately extracted from the audited standalone financial statements, books of accounts and other relevant records of the Company for the year ended 31 March 2023; and
  - b) the Company is not in compliance with the covenants in the Trust Deed during the year ended 31 March 2023, where applicable.



**Restriction on use and distribution**

13. This report is addressed to and provided to the Board of Directors of the Company solely for the purpose mentioned in paragraph 2 and for submission to Debenture Trustee. Our report should not be used for any other purpose. Accordingly, we do not accept or assume any liability or duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing. We have no responsibility to update this certificate for events and circumstances occurring after the date of this report.

**for SHARP & TANNAN ASSOCIATES**

Chartered Accountants  
(Firm's Registration No. 109983W)



A handwritten signature in black ink, appearing to read "Tirtharaj Khot".

**Tirtharaj Khot**

Partner

Membership no. (F) 037457  
UDIN: 23037457BGYRJN8624

Place: Pune

Date: 12 May 2023