

Date: 8th August, 2023

To,

The General Manager
Compliance Dept.
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001

Company Code: 12337

Sub: Outcome of the Board meeting and approval of Unaudited Financial results under IND AS for the first quarter ended June 30, 2023 pursuant to provisions of the SEBI (LODR) Regulations, 2015.

Dear Sir/Madam,

Pursuant to the provisions of Regulations 51, 52 and 54 read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure requirements) 2015 ("SEBI Regulations") and other applicable regulations, if any, we hereby inform that the Board of Directors of the Company in their meeting held today i.e August 8, 2023 has inter- alia approved the Unaudited Financial Results of the Company for the first quarter ended June 30, 2023.

In this regard please find enclosed the following:

1. Unaudited Financial results under IND AS for the quarter ended June 30, 2023 which was duly approved and taken on record by the Board of Directors. The said results were reviewed and recommended by the Audit Committee in its meeting held prior to the Board Meeting today.
2. Limited Review Report by M/s. BSR & Co. LLP, Statutory Auditors, on the Unaudited Financial Results for the quarter ended June 30, 2023. Further M/s BSR & Co. LLP, Statutory Auditors of the Company has issued unmodified opinion on the Unaudited results for the quarter ended June 30, 2023.
3. Disclosure in accordance with Regulation 52(4) of SEBI Regulations.
4. Disclosures of security cover in accordance with Regulation 54 of SEBI Regulations.
5. Statement of utilisation of issue proceeds of non convertible debentures pursuant to Reg 52(7) and statement of deviation/ variation in use of proceeds of non convertible debentures as per Reg 52(7A) of SEBI Regulations in Annexure 1

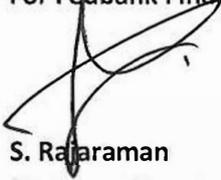
Further, in accordance with Regulation 52 of the SEBI Regulations, the Company would be publishing the Unaudited Financial Results for the first quarter ended June 30, 2023 in Business Standard newspaper within 2 working days of the conclusion of the said meeting.

The Board meeting is concluded at 07:15 p.m.

We request you to please take the above on records.

Thanking you,

Yours Faithfully
For Fedbank Financial Services Limited



S. Rajaraman
Company Secretary & Compliance Officer
Membership No.:F3514

Statement of Unaudited Financial Results for the Quarter ended June 30, 2023

INR in Lakhs

Sl.No.	Particulars	For the Quarter ended			For the Year ended
		June 30, 2023	June 30, 2022	Mar 31, 2023	Mar 31, 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from Operations				
	(a) Interest Income	34,123	23,361	31,748	1,11,016
	(b) Fee and Commission Income	1,426	1,225	1,584	5,601
	(c) Net-Gain on fair value changes	590	164	460	1,262
	I Total Revenue from Operations	36,139	24,750	33,792	1,17,879
	II Other Income	648	854	873	3,588
	III Total income (I + II)	36,787	25,604	34,665	1,21,467
	Expenses				
	(a) Finance cost	16,358	9,784	14,102	47,215
	(b) Fees and commission expenses	460	443	598	2,328
	(c) Impairment on financial instruments and other receivable	1,065	959	1,185	4,890
	(d) Employee benefit expense	6,923	5,694	6,891	24,760
	(e) Depreciation and amortisation expense	866	943	1,110	4,187
	(f) Other expenses	3,909	1,981	3,754	12,248
	IV Total Expenses	29,581	19,804	27,640	95,628
	V Profit before exceptional items and tax (III-IV)	7,206	5,800	7,025	25,839
	VI Exceptional items	-	-	(1,537)	(1,537)
	VII Profit before tax	7,206	5,800	5,488	24,302
	VIII Tax expense	1,818	1,424	1,584	6,289
	Current tax	1,870	1,644	1,249	5,738
	Deferred tax	(52)	(220)	335	551
	IX Net Profit for the period/year (VII-VIII)	5,388	4,376	3,904	18,013
	X Other Comprehensive Income	397	264	479	1,238
	(a) Items that will not be reclassified to profit or loss				
	(i) Re-measurement of net defined benefit plan	(13)	8	(33)	15
	(ii) Income tax related to items that shall not be reclassified to profit and loss	3	(2)	9	(4)
	Total	(10)	6	(24)	11
	(b) Items that will be reclassified to profit or loss				
	(i) Fair value gain / (loss) - OCI - Loans	512	349	641	1,633
	(ii) Fair value gain / (loss) - OCI - Investment in Government Securities	32	-	17	6
	(lii) Tax effect on Fair value gain / (loss) - OCI - Loans and Investment in Government Securities	(137)	(91)	(155)	(412)
	Total	407	258	503	1,227
	XI Total Comprehensive Income (IX+X)	5,785	4,640	4,383	19,251
	XII Earnings Per Share (Face Value of Rs. 10/- each)#				
	- Basic (Rs.)	1.67	1.36	1.21	5.60
	- Diluted (Rs.)	1.67	1.36	1.21	5.59

EPS for the period is not annualised

Notes:

- The Company is a Systemically Important Non Deposit taking Non Banking Finance Company (NBFC-ND.SI) registered with Reserve Bank of India (RBI) classified as an Investment and Credit Company.
- The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), prescribed under section 133 of the Companies Act, 2013 (the "Act"), and other recognised accounting practices generally accepted in India and are in compliance with regulation 52 and regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 as amended (the "Listing Regulations"), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DIP/CS/P/CIR/2021/613 dated August 10, 2021. Any application guidance / clarification / directions issued by RBI or other regulators are implemented as and when they are issued / applicable. The interim financial statements, used to prepare the financial results, are based on the notified Schedule III of the Act, as amended from time to time, for Non-Banking Financial Companies that are required to comply with Ind AS.
- The aforesaid unaudited financial results have been approved by the Board of Directors at its meeting held on August 08, 2023 after review by the Audit Committee. The statutory auditors have issued an unmodified review opinion on the aforesaid unaudited financial results for the quarter ended June 30, 2023.
- The figures for the quarter ended March 31, 2023 in the above financial results are the balancing figures between the audited figures for the year ended March 31, 2023 and the year to date unaudited figures published up to the nine months ended December 31, 2022.
- Security cover available: The Company has secured NCDs of Rs 300 Crs (face value) outstanding at June 30, 2023 which are secured by way of first ranking pari passu charge over the eligible receivables & Current assets, to the extent of security cover of 1.10 times of the obligations.
- Segment Information

Particulars	(INR in Lakhs)			
	Quarter ended	Quarter ended	Quarter ended	Year ended
	June 30, 2023 (Unaudited)	June 30, 2022 (Unaudited)	Mar 31, 2023 (Unaudited)	Mar 31, 2023 (Audited)
(I) Segment Revenue				
Retail Finance	33,857	23,521	31,876	1,11,479
Wholesale Finance	113	97	(23)	319
Distribution	811	704	997	3,407
Unallocated	2,006	1,282	1,815	6,262
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	36,787	25,604	34,665	1,21,467
(II) Segment Result				
Retail Finance	6,334	5,465	4,886	21,809
Wholesale Finance	(25)	(139)	(119)	(1,005)
Distribution	35	33	41	151
Unallocated	862	441	2,218	4,884
Profit before tax	7,206	5,800	7,026	25,839
(III) Capital Employed				
Segment Assets				
Retail Finance	9,34,192	6,89,280	8,96,543	8,96,543
Wholesale Finance	3,176	6,286	6,700	6,700
Distribution	918	620	476	476
Unallocated	2,961	4,240	3,380	3,380
Total Assets	9,41,249	7,00,436	9,07,099	9,07,099
Segment Liabilities				
Retail Finance	7,98,660	5,74,757	7,65,766	7,65,766
Wholesale Finance	2,583	4,968	5,293	5,293
Distribution	516	460	483	483
Unallocated	-	-	-	-
Total Liabilities	7,99,759	5,80,185	7,71,531	7,71,531
(Segment assets - Segment Liabilities)				
Retail Finance	1,37,532	1,14,533	1,30,788	1,30,788
Wholesale Finance	595	1,318	1,407	1,407
Distribution	402	160	(7)	(7)
Unallocated	2,961	4,240	3,380	3,380
Net Segment assets / (liabilities)	1,41,490	1,20,251	1,35,568	1,35,568

The Company has reported segment information as per Indian Accounting Standard (Ind AS) 108 on 'Operating segments'. As per Ind AS 108, segments are identified based on management's evaluation of financial information for allocating resources and assessing performance. For presentation of segment information, directly attributable income, and assets are allocated as such and the other income, expenses, and other assets and liabilities are apportioned on appropriate basis. Accordingly, the Company has identified following three reportable segment:

Business Segment	Principal Activities
1. Retail Finance	Retail finance comprises of Gold Loan, Loan Against Property, MSE Loan Against Property, Business Loans, Personal Loans and Housing Finance
2. Wholesale Finance	Wholesale finance segment comprised of Construction Finance and Loan to other NBFCs
3. Distribution	Distribution segment comprises of sourcing business of Home Loan, Auto Loans, Personal Loans and SME Loans for Holding Company

Notes (continued):

7 Disclosure as per Regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015 as amended.

Particulars	As at	As at	As at
	June 30, 2023	June 30, 2022	Mar 31, 2023
Debt-Equity Ratio ²	5.39	4.57	5.26
Debt Service Coverage Ratio	NA	NA	NA
Interest Service Coverage Ratio	NA	NA	NA
Outstanding redeemable preference shares (quantity and value)	NA	NA	NA
Capital redemption reserve (INR in Lakhs)	200	200	200
Debenture redemption reserve	NA	NA	NA
Current liability ratio ³	0.34	0.41	0.33
Total debts to total assets	0.81	0.78	0.79
Net worth ⁴ (INR in Lakhs)	1,41,490	1,20,252	1,35,568
Sector specific equivalent ratios			
- CRAR	19.71%	21.00%	17.94%
- Gross Non Performing Assets (GNPA) ⁵	2.26%	2.05%	2.03%
- Net Non Performing Assets (NNPA) ⁶	1.76%	1.57%	1.59%
- Liquidity Coverage ratio	103.00%	83.00%	108.00%
- Provision Coverage Ratio (PCR) ⁷	22.33%	23.72%	22.19%

Particulars	Quarter ended			Year ended
	June 30, 2023	June 30, 2022	Mar 31, 2023	Mar 31, 2023
Net profit margin (%)	14.65%	17.09%	11.26%	14.83%
Net Profit after tax (INR in Lakhs)	5,388	4,376	3,904	18,013
Earning Per Share (EPS) - Not annualised				
- Basic	1.67	1.36	1.21	5.60
- Diluted	1.67	1.36	1.21	5.59

1. Debt service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital ratio, Bad debts to accounts receivable ratio, Debtors turnover, Inventory turnover and Operating margin are not applicable to the Company.

2. Debt equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Subordinated Liabilities] / [Equity Share capital + Other equity]

3. Current Liability Ratio = [Current Liabilities] / [Total Assets minus Total Net worth]

4. Net worth = [Equity share capital + Other equity]

5. GNPA = Stage 3 Loans / Total Gross Loans

6. NNPA = [Gross Stage 3 Loans - Impairment allowance for Stage 3 Loans] / [Total Gross Loans - Impairment allowance for Stage 3 Loans]

7. PCR = [Total Impairment allowance for Stage 3 Loans] / [Total Stage 3 Loans]

8 Disclosure pertaining to RBI Master Direction - RB/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021

(i) The Company has not transferred any non-performing assets (NPAs).

(ii) The Company has not transferred any Special Mention Account (SMA) and loan in default.

(iii) Details of transfer through assignment in respect of loans not in default during the quarter ended June 30, 2023:

Particulars	Amount
Aggregate amount of Loan transferred (Rs. in lakhs)	22,779
Weighted average residual maturity (in months)	99
Weighted average holding period by originator (in months)	14
Retention of beneficial economic interest	5%/10%/40%
Coverage of tangible security coverage (in %)	49%
Rating-wise distribution of rated loans	NA

(iv) The Company has not acquired any loans through assignment.

(v) The Company has not acquired any stressed loan.

For and on behalf of Board of Directors
Fedbank Financial Services Limited



Anil Kothuri
Managing Director & CEO
DIN: 00177945

Place: Mumbai
Date : August 08, 2023

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Parl-Passu Charge	Parl-Passu Charge	Parl-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those Items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by parl passu debt holder (includes debt for which this certificate is issued & other debt with parl passu charge)	Other assets on which there is parl-Passu charge (excluding items covered in column F)	debt amount considered more than once (due to exclusive plus parl passu charge)	Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Parl passu charge Assets	Carrying value /book value for parl passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value (K+L+M+N)		
		Book Value	Book Value	Yes/ No	Book Value	Book Value					Relating to Column F			
ASSETS														
Property, Plant and Equipment				No	NA	-	29.40	-	29.40					
Capital Work-in-Progress				No	NA	-	1.16	-	1.16					
Right of Use Assets				No	NA	-	111.27	-	111.27					
Goodwill				No	NA	-	-	-	-					
Intangible Assets				No	NA	-	2.83	-	2.83					
Intangible Assets under Development				No	NA	-	-	-	-					
Investments	Government Securities & Mutual Funds			Yes	397.10	-	151.38	-	548.48		397.10			397.10
Loans	Loan Portfolio			Yes	7,281.32	-	1,015.28	-	8,296.60				7,281.32	7,281.32
Inventories				No	NA	-	-	-	-					
Trade Receivables				No	NA	-	20.23	-	20.23					
Cash and Cash Equivalents	Cash and Cash Equivalents			Yes	237.93	-	9.84	-	247.77				237.93	237.93
Bank Balances other than Cash and Cash Equivalents				No	-	-	-	-	-					
Others				No	49.40	-	105.34	-	154.74				49.40	49.40
Total					7,965.75		1,446.74		9,412.49		397.10		7,568.65	7,965.75
LIABILITIES														
Debt securities to which this certificate pertains	Non - Convertible Debentures			Yes	307.74	-	-	-	307.74					
Other debt sharing parl-passu charge with above debt					NA	-	-	-	-					
Other Debt					NA	-	-	-	-					
Subordinated debt					NA	-	467.76	-	467.76					
Borrowings														
Bank	not to be filled			No	6,247.49	-	-	-	6,247.49					
Debt Securities				No	NA	-	391.03	-	391.03					
Others				No	180.49	-	25.00	-	205.49					
Trade payables				No	NA	-	36.13	-	36.13					
Lease liabilities				No	NA	-	128.62	-	128.62					
Provisions				No	NA	-	7.41	-	7.41					
Others				No	NA	-	205.92	-	205.92					
Total					6,735.72		1,261.87		7,997.59					
Cover on Book Value					1.10									
Cover on Market Value														
		Exclusive Security cover ratio		Parl-passu security cover ratio										

Notes:

- The Company has complied with the covenants mentioned in the disclosure documents of the Non Convertible Debentures.
- Loan portfolio mentioned in the column F represents Stage 1 and Stage 2 loans as defined in Ind AS 109.
- Column F include book value of all assets having parl passu charge and outstanding book value of corresponding debt.
- The value mention in Column F, H and J in respect to loans is net of provision made as per Ind AS 109.
- Since market value of such loans are not readily available, the value disclose in column N are the book value.
- Amounts are in INR crore.



B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai – 400063, India
Telephone: +91 (22) 6257 1000
Fax: +91 (22) 6257 1010

Limited Review Report on unaudited financial results of Fedbank Financial Services Limited for the quarter ended 30 June 2023 pursuant to Regulation 52 and Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021

To the Board of Directors of Fedbank Financial Services Limited

1. We have reviewed the accompanying statement of unaudited financial results of Fedbank Financial Services Limited (hereinafter referred to as “the Company”) for the quarter ended 30 June 2023 (“the Statement”).
2. This Statement, which is the responsibility of the Company’s management and approved by the 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, and other accounting principles generally accepted in India and in compliance with Regulation 52 and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021. Our responsibility is to issue a report 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. 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.

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP
(a limited liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

4. Attention is drawn to the fact that the figures for the three months ended 31 March 2023 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

5. Based on our review conducted as above, 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 and Regulation 33 of the Securities and Exchange Board of India of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), as prescribed in Securities and Exchange Board of India operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021 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 issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters to the extent applicable.

For **BSR & Co. LLP**
Chartered Accountants

Firm's Registration No.:101248W/W-100022



Ashwin Suvarna
Partner

Membership No.: 109503
UDIN:23109503BGXUQI4044

Mumbai
08 August 2023

					according to applicable object (in Rs, crore and in %)	
Deviation could mean: a. Deviation in the objects or purposes for which the funds have been raised. b. Deviation in the amount of funds actually utilized as against what was originally disclosed.						
For Fedbank Financial Services Limited						
Name of signatory: C.V. Ganesh Designation: Chief Financial Officer Date: 08-08-2023						

