

## Volkswagen Finance Private Limited

### Statement of Unaudited Financial Results for the Half year ended September 30, 2018

Balance Sheet		(Amount in Rs )
	Particulars	September 30, 2018 (Unaudited)
	<b>ASSETS</b>	
	<b>Financial Asset</b>	
(a)	Cash and cash equivalents	49,213,525
(b)	Receivables	
	(I) Trade Receivables	143,937,329
	(II) Other Receivables	-
(c)	Loans	56,813,239,303
(d)	Other Financial assets	
	Deposits	37,881,794
	Advances recoverable in cash or in kind or for value to be received	23,753,898
	Assets Held for Sale	57,171,000
	Interest Accrued Not Due- Vehicle Finance	227,537,532
	Interest Accrued Not Due- Term Loans	16,731,511
	<b>Sub Total (A)</b>	<b>57,369,465,892</b>
	<b>Non-financial Assets</b>	
(a)	Current tax assets (Net)	23,232,173
(b)	Deferred tax Assets (Net)	1,253,506,359
(c)	Property, Plant and Equipment	77,868,290
(d)	Capital work-in-progress	633,992
(e)	Intangible assets under development	121,077,550
(f)	Other Intangible assets	25,901,124
(g)	Other non-financial assets	
	Service Tax Receivable	253,408,872
	Others	62,034,717
	<b>Sub Total (B)</b>	<b>1,817,663,077</b>
	<b>Total Assets</b>	<b>59,187,128,969</b>
	<b>LIABILITIES AND EQUITY</b>	
	<b>LIABILITIES</b>	
	<b>Financial Liabilities</b>	
(a)	Payables	
	(I) 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	2,286,446,783
	(II) Other Payables	-
(b)	Debt Securities	24,536,900,600
(c)	Borrowings (Other than Debt Securities)	13,973,082,275
(d)	Other financial liabilities	1,268,071,120
	<b>Sub Total (A)</b>	<b>42,064,500,778</b>
	<b>Non-Financial Liabilities</b>	
(a)	Provisions	3,261,571,144
	<b>Sub Total (B)</b>	<b>3,261,571,144</b>
	<b>EQUITY</b>	
(a)	Equity Share capital	11,688,021,440
(b)	Other Equity	2,173,035,607
	<b>Sub Total (C)</b>	<b>13,861,057,047</b>
	<b>Total Liabilities and Equity</b>	<b>59,187,128,969</b>



**Volkswagen Finance Private Limited**  
Statement of Unaudited Financial Results for the Half year ended September 30, 2018

(Amount in Rs )

Particulars		Half Year Ended September 30, 2018 (Unaudited)	Half Year Ended September 30, 2017 (Unaudited)
	<b>Revenue from operations</b>		
(i)	Interest Income	2,452,841,534	2,608,462,682
(ii)	Fees and commission Income	468,372,873	342,458,142
(iii)	Others	22,023,326	16,847,216
(I)	<b>Total Revenue from operation</b>	<b>2,943,237,733</b>	<b>2,967,768,040</b>
(II)	<b>Other Income</b>	<b>18,242,935</b>	<b>27,226,048</b>
(III)	<b>Total Income (I+II)</b>	<b>2,961,480,668</b>	<b>2,994,994,088</b>
	<b>Expenses</b>		
(i)	Finance Costs	1,483,045,275	1,629,447,224
(ii)	Fees and commission expense	180,647,865	14,202,372
(iii)	Employee Benefits Expenses	293,095,600	275,756,873
(iv)	Depreciation, amortization and impairment	22,448,033	20,883,888
(v)	Other expenses		
	Rent	39,534,161	34,974,896
	Repairs and Maintenance	15,342,653	18,638,706
	Information Technology Support Charges	113,024,814	52,807,262
	Legal, Professional and Consultancy Fees	39,362,307	51,522,360
	Provision for Future Potential Losses	18,333,728	182,659,462
	Provision for Non Performing Assets	891,162,345	78,928,304
	Bad Debts Written Off	71,590,429	90,392,893
	Collection Agency Charges	33,292,234	28,057,479
	Traveling and Conveyance	15,750,308	16,600,137
	Business Promotion	16,642,699	14,362,857
	Corporate Social Responsibility Spending	12,651,563	14,063,924
	Other Expenditure	33,175,703	43,453,404
(IV)	<b>Total Expenses (IV)</b>	<b>3,279,099,717</b>	<b>2,566,752,041</b>
(V)	Profit/(loss) before tax (III-IV)	(317,619,049)	428,242,047
(VI)	Exceptional items	-	-
(VII)	Profit/(loss) before tax (V -VI)	-	-
(VI)	Tax Expense		
	(1) Current Tax	206,220,376	245,800,000
	(2) Deferred Tax	(318,447,081)	(82,512,940)
	(3) Short / (Excess) tax provisions for earlier years	-	-
(VII)	Profit/(loss) for the period (V-VI)	(205,392,343)	264,954,987
(X)	Profit/(loss) from discontinued operations	-	-
(XI)	Tax Expense of discontinued operations	-	-
(XII)	Profit/(loss) from discontinued operations(After tax) (X-XI)	-	-
(XIII)	Profit/(loss) for the period (IX+XII)	(205,392,343)	264,954,987
(VIII)	<b>Other Comprehensive Income</b>		
	(A) (i) Items that will not be reclassified to profit or loss	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-
	Subtotal (A)	-	-
	(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	122,391	147,617
	Subtotal (B)	(42,357)	(51,087)
	<b>Other Comprehensive Income (A + B)</b>	<b>80,034</b>	<b>96,529</b>
(IX)	<b>Total Comprehensive Income for the period (VII+VIII) (Comprising Profit (Loss) and other Comprehensive Income for the period)</b>	<b>(205,312,310)</b>	<b>265,051,516</b>
(X)	Earnings per equity share (not annualised)		
	Basic and Diluted		
	Category 'A' Equity Shares of Rs 10 each	(0.18)	0.23
	Category 'B' Equity Shares of Rs 10 each	(0.18)	0.23



Notes

- 1 The Company has adopted Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 from April 1, 2018 and the effective date of such transition is April 1, 2017. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at April 1, 2017 and the corresponding figures presented in these results have been restated/ reclassified.

The comparative results for the half year ended September 30, 2017 have been restated by the Management as per Ind AS and have not been subjected to limited review or audit. The management has exercised necessary due diligence to ensure that the said comparative results provide a true and fair view of its affairs.

- 2 As required by paragraph 32 of Ind AS 101, net profit reconciliation between the figures reported under previous GAAP and Ind AS is as under

(Amount in Rs )	
	Half Year ended September 30, 2018
Net Profit after tax as reported under previous GAAP	313,210,425
<u>Adjustment increasing/ decreasing net profit after tax as reported under previous GAAP</u>	
Adoption of EIR* for amortisation of income and expense- financial assets at amortised cost	7,270,724
Adoption of EIR for amortisation of expenses - financial liabilities at amortised cost	(965,263)
Expected credit loss	(76,192,418)
Actuarial loss on employee defined benefit plan recognised in 'Other Comprehensive Income' as per Ind AS 19	(96,529)
Fair valuation of financial assets at fair value through profit and loss	-
Deferred Tax	21,728,048
Net profit after tax as per Ind AS	264,954,987
Other comprehensive income, net of tax	96,529
Total comprehensive income	265,051,516

\* EIR = Effective Interest Rate

- 3 Financial Results for the Half Year ended September 30, 2018 include a provision of Rs 6,601 lakhs on account of an event with a borrower. This has resulted into classification of one borrower into Non Performing Assets Category. If the Company would not have made this provision, the profit before tax for the period would have been Rs 3,425 Lakhs (Previous half year ended September 30, 2017 - Rs 4,282 Lakhs).
- 4 The significant accounting policies used in preparation of the Financial Results are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 01, 2017 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies.
- 5 The financial results of the Company for the half year ended September 30, 2018 have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on October 25, 2018.
- 6 The figures for the previous periods have been regrouped, reclassified wherever necessary to correspond to the current period.



Date: October 25, 2018  
Place: Mumbai

For and on behalf of Board of Directors

Gokhan Cinar  
Managing Director & Chief Financial Officer

## Volkswagen Finance Private Limited

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

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

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

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

b) Debt Equity ratio 2.82 times

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

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

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

f) Capital redemption reserve Nil

g) Debenture redemption reserve Not Applicable

h) Net Worth (Issued Share Capital plus Reserves and Surplus) Rs 138,611 lakhs

i) Net loss after tax Rs 2,053 lakhs

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

Category A equity shares Rs (0.18) per share

Category B equity shares Rs (0.18) per share

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

### Annexure A: Non Convertible Debentures

Sr No	Series under which the NCDs are held	ISIN No	Previous due date for payment of interest	Whether previous interest payment has been paid or not	Next due date for payment of interest	Next due date for payment of Principal	Next redemption amount (Rs in lakhs)
1	VWFPL NCD A 02 FY 2015-16	INE851M07093	29-May-18	Paid	29-May-19	29-May-20	20,000
2	VWFPL NCD 'B' 02 FY 2015-16	INE851M07119	28-Dec-17	Paid	28-Dec-18	28-Dec-18	15,000
3	VWFPL NCD A 02 FY 2016-17	INE851M07135	21-Sep-18	Paid	20-Sep-19	20-Sep-19	20,000
4	VWFPL NCD B FY 2016-17	INE851M07143	10-Oct-17	Paid	10-Oct-18	10-Oct-18	10,000
5	VWFPL NCD A FY 2017-18	INE851M07150	12-Jun-18	Paid	12-Jun-19	12-Jun-19	5,000
6	VWFPL NCD B FY 2017-18	INE851M07168	12-Jun-18	Paid	12-Jun-19	19-Jun-20	10,000
7	VWFPL NCD C FY 2017-18	INE851M07176	11-Jul-18	Paid	11-Jul-19	13-Jul-20	30,000
8	VWFPL NCD D FY 2017-18	INE851M07184	11-Sep-18	Paid	11-Sep-19	11-Sep-20	25,000
9	VWFPL NCD E FY 2017-18	INE851M07192	N A	N A	5-Dec-18	31-Aug-20	15,000
10	VWFPL NCD F FY 2017-18	INE851M07200	N A	N A	5-Dec-18	4-Dec-20	15,000