



MANAPPURAM[®] FINANCE LIMITED

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Ref: Sec/SE/283/18-19
09th August 2018

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai- 400001 Scrip Code: 531213	National Stock Exchange of India Limited 5th Floor, Exchange Plaza Bandra (East) Mumbai – 400 051 Scrip Code:MANAPPURAM
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Dear Madam/Sir

Sub: Unaudited Consolidated and Standalone Financial Results for the quarter ended 30th June, 2018

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Consolidated and Standalone Financial Results and Limited Review Report for the period ended 30th June, 2018. The figures were reviewed by Audit Committee and approved by the Board of Directors at their meetings held on 08th & 09th August 2018 respectively.

We request you to take the same on record.

Thanking You.

For Manappuram Finance Limited

Ramesh Periasamy
Company Secretary

India's First Listed and Highest Credit Rated Gold Loan Company

Registered & Corporate Office : (CIN-L65910KL1992PLC006623) IV/470A (old) W638A(New), Manappuram House, Valapad, Thrissur, Kerala - 680 567, India
Tel : 0487 - 3050100, 3050108 Fax : 0487 - 2399298 E mail : mail@manappuram.com Website : www.manappuram.com

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF MANAPPURAM FINANCE LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **MANAPPURAM FINANCE LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the Quarter ended June 30, 2018 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Parent'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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Parent's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Statement includes the results of the following entities:
 - I. Manappuram Home Finance Limited
 - II. Asirvad Microfinance Limited
 - III. Manappuram Insurance Brokers Limited



4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The previously issued financial information of the Group for the quarter ended June 30, 2017 was prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and were reviewed by the predecessor auditor (whose report dated August 10, 2017 was unmodified). These previously issued financial information have been restated to comply with Ind AS and included in this Statement as comparative financial information. The adjustments made to the previously issued financial information to comply with Ind AS have been reviewed by us.

Our report is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

S. Sundaresan

S. Sundaresan
Partner
(Membership No.25776)

BENGALURU, 9th August, 2018



**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS
 FOR THE QUARTER ENDED JUNE 30, 2018**

(Rs. In Lakhs)

Sl No.	Particulars	Quarter Ended	
		June 30, 2018	June 30, 2017
		Unaudited	Unaudited
1	Revenue from Operations	93,581.85	83,138.17
2	Other income	1,136.23	2,492.78
3	Total Revenue (1+2)	94,718.08	85,630.95
4	Expenses		
	(a) Finance costs	29,431.77	25,798.94
	(b) Employee benefits expenses	16,981.03	14,470.32
	(c) Provision and write offs	1,546.14	5,497.97
	(d) Other expenses	13,970.29	12,787.05
	(d) Depreciation and amortisation expense	1,850.51	1,586.77
	Total expenses	63,779.74	60,141.05
5	Profit before tax (3-4)	30,938.34	25,489.90
6	Tax expense	10,939.34	8,950.99
7	Profit for the Period (5-6)	19,999.00	16,538.91
8	Other Comprehensive Income		
	(i) Items that will not be reclassified to profit or loss		
	Actuarial gain / (losses) on post retirement benefit plans	86.05	69.00
	(ii) Income tax on above	(30.07)	(23.45)
	Total Other Comprehensive Income	55.98	45.55
9	Total Comprehensive Income for the period (7+8)	20,054.98	16,584.46
10	Net Profit attributable to:		
	Owners of Parent	19,822.96	16,696.98
	Non -Controlling interests	176.04	(158.07)
11	Other Comprehensive Income attributable to:		
	Owners of Parent	54.94	45.91
	Non -Controlling interests	1.04	(0.36)
12	Total Comprehensive Income attributable to:		
	Owners of Parent	19,877.90	16,742.90
	Non -Controlling interests	177.08	(158.44)
13	Paid-up Equity share capital (Face Value of Rs.2/- per share)	16,850.70	16,839.00
14	Earnings per share *		
	(of Rs.2/- each)		
	(a) Basic (Rs.)	2.36	1.99
	(b) Diluted (Rs.)	2.35	1.99

* Not annualised



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NOTES :

1 The Group has adopted Indian Accounting Standard ("Ind AS") w.e.f April 1, 2018 and the effective date of transition is April 1, 2017. Accordingly, the above Consolidated unaudited financial results have been prepared in accordance with the recognition and measurement principle laid down in Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the relevant rules issued thereunder, the other accounting principles generally accepted in India and the Guidelines issued by the Reserve Bank of India ("RBI").

2 As required by paragraph 32 of Ind AS 101, the profit reconciliation between the figures previously reported under Previous GAAP and restated as per Ind AS is as under:

Particulars	(Rs. In Lakhs)
	Quarter Ended June 30, 2017 Unaudited
Net profit after tax as reported under previous GAAP	15,252.44
Adjustments resulting in increase/(decrease) in net profit after tax reported under previous GAAP :	
(i) Recognition of financial assets and financial liabilities at amortised cost by application of Effective Interest Rate Method	(145.12)
(ii) Expected Credit Loss method (ECL) and related adjustments for Loan & Advances as per Ind AS 109	2,619.60
(iii) Fair valuation of stock options as per Ind AS 102	(349.51)
(iv) ECL on Investments	2.13
(v) Fair Valuation of Security Deposits	15.34
(vi) Fair Valuation of derivatives	18.70
(vii) Reclassification of net Actuarial loss on employee defined benefit obligation to Other Comprehensive Income (OCI)	(35.02)
(viii) Tax impact on above adjustments	(839.65)
Profit after tax as reported under Ind AS	16,538.91
Other Comprehensive Income (net of tax)	45.55
Total Comprehensive Income (after tax) as reported under Ind AS	16,584.46

3 In compliance with Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, a limited review of unaudited consolidated financial results for the quarter ended June 30, 2018 has been carried out by the Statutory Auditors.

As permitted under circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI, the Group has availed exemption for submission of Ind AS compliant consolidated unaudited financial results for the quarter ended March 31, 2018 and previous year ended March 31, 2018.

4 The above consolidated unaudited financial results were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meeting held on August 9 2018.

5 During the quarter ended June 30, 2018, the company allotted 1699 shares, pursuant to exercise of stock option by certain eligible employees.



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Manappuram Finance Limited
Regd. & Corp. Office: IV/470A (Old) W/638(New), Manappuram House, Valapad, Thrissur - 680567
CIN - L65910KL1992PLC006623

- 6 The Group has reported segment information as per Indian Accounting Standard 108 (Ind AS 108) on 'Operating Segments'. As per Ind AS 108, segments are identified based on management's evaluation of financial information for locating resources and assessing performance. Accordingly, the Group has identified two reportable segments. 1. Gold loan and others 2. Microfinance.
- 7 The Board of Directors declared an Interim dividend of Rs.0.55 per equity share having face value of Rs. 2/-each.
- 8 The Company has maintained requisite full asset cover by way of floating charge on book debts and other unencumbered assets of the Company on its Secured Listed Non Convertible Debentures as at June 30, 2018.
- 9 Key standalone financial information is given below: (Rs. In Lakhs)

Sl No.	Particulars	Quarter Ended	
		June 30, 2018	June 30, 2017
		Unaudited	Unaudited
1	Total Income	78,279.70	73,839.80
2	Profit / (Loss) before tax	26,565.17	28,156.03
3	Profit / (Loss) after tax	17,115.87	18,295.13
4	Total Comprehensive Income	17,161.10	18,337.55

- 10 The comparative financial information of the Group for the Quarter ended June 30, 2017 included in these Ind AS unaudited consolidated financial results are based on the consolidated unaudited financial results prepared in accordance with the Companies (Accounting Standards) Rules, 2006 reviewed by the predecessor auditor whose report for the quarter ended June 30, 2017 expressed an unmodified opinion vide their review report dated August 10, 2017, on those financial results and have been restated to comply with Ind AS.



Place : Valapad, Thrissur
Date : August 9, 2018

By order of the Board of Directors


V.P.Nandakumar
 Managing Director & CEO
 DIN: 00044512

SEGMENTWISE DETAILS ON CONSOLIDATED BASIS FOR THE QUARTER ENDED JUNE 30, 2018

(Rs. In Lakhs)

S.No	Particulars	Quarter Ended	
		June 30, 2018	June 30, 2017
		Unaudited	Unaudited
1	Segment Revenue		
	Gold Loan & Others	79,903.15	75,272.79
	Microfinance	14,814.94	10,358.16
	Total Revenue	94,718.09	85,630.95
2	Segment Results (Profit before Tax)		
	Gold Loan & Others	26,609.74	28,041.37
	Microfinance	4,328.60	-2,551.47
	Total Results	30,938.34	25,489.90
3	Segment Assets		
	Gold Loan & Others	15,61,046.35	12,99,827.70
	Microfinance	2,56,227.56	2,02,401.88
	Total Segment Assets	18,17,273.91	15,02,229.57
4	Segment Liabilities		
	Gold Loan & Others	12,02,143.04	9,46,513.37
	Microfinance	2,15,467.27	1,79,500.46
	Total Segment Liabilities	14,17,610.31	11,26,013.83



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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF MANAPPURAM FINANCE LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **MANAPPURAM FINANCE LIMITED** ("the Company"), for the Quarter ended June 30, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



4. The previously issued financial information of the Company for the quarter ended June 30, 2017 was prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and were reviewed by the predecessor auditor (whose report dated August 10, 2017 was unmodified). These previously issued financial information have been restated to comply with Ind AS and included in this Statement as comparative financial information. The adjustments made to the previously issued financial information to comply with Ind AS have been reviewed by us.

Our report is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No.117366W/W-100018)



S. Sundaresan

S. Sundaresan
Partner
(Membership No.25776)

BENGALURU, 9th August, 2018

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2018

(Rs. In Lakhs)

Sl No.	Particulars	Quarter Ended-	
		June 30, 2018	June 30, 2017
		Unaudited	Unaudited
1	Revenue from Operations	78,104.60	71,870.60
2	Other income	175.10	1,969.20
3	Total Revenue (1+2)	78,279.70	73,839.80
4	Expenses		
	(a) Finance costs	22,771.60	20,306.26
	(b) Employee benefits expenses	13,733.63	11,747.40
	(c) Provision and write offs	1,135.11	705.21
	(d) Other expenses	12,376.69	11,450.70
	(d) Depreciation and amortisation expense	1,697.50	1,474.20
	Total expenses	51,714.53	45,683.77
5	Profit before tax (3-4)	26,565.17	28,156.03
6	Tax expense	9,449.30	9,860.90
7	Profit for the Period (5-6)	17,115.87	18,295.13
8	Other Comprehensive Income		
	(i) Items that will not be reclassified to profit or loss		
	Actuarial gain / (losses) on post retirement benefit plans	69.53	64.27
	(ii) Income tax on above	(24.30)	(21.85)
	Total Other Comprehensive Income	45.23	42.42
9	Total Comprehensive Income for the period (7+8)	17,161.10	18,337.55
10	Paid-up Equity share capital (Face Value of Rs.2/- per share)	16,850.70	16,839.00
11	Earnings per share * (of Rs.2/- each)		
	(a) Basic (Rs.)	2.04	2.18
	(b) Diluted (Rs.)	2.03	2.18

* Not annualised



[Handwritten Signature]

NOTES :

- 1 The Company has adopted Indian Accounting Standard ("Ind AS") w.e.f April 1, 2018 and the effective date of transition is April 1, 2017. Accordingly, the above Standalone unaudited financial results have been prepared in accordance with the recognition and measurement principle laid down in Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the relevant rules issued thereunder, the other accounting principles generally accepted in India and the Guidelines issued by the Reserve Bank of India ("RBI").
- 2 As required by paragraph 32 of Ind AS 101, the profit reconciliation between the figures previously reported under Previous GAAP and restated as per Ind AS is as under:

Particulars	(Rs. In Lakhs)
	Quarter Ended 30-Jun-17 Unaudited
Net profit after tax as reported under Previous GAAP	18,776.70
Adjustments resulting in increase/(decrease) in net profit after tax as reported under Previous GAAP :	
(i) Recognition of financial assets and financial liabilities at amortised cost by application of Effective Interest Rate Method	(309.98)
(ii) Expected Credit Loss method (ECL) and related adjustments for Loan & Advances as per Ind AS 109	49.85
(iii) Fair valuation of stock options as per Ind AS 102	(315.03)
(iv) ECL on Investments	2.13
(v) Fair Valuation of Security Deposits	14.92
(vi) Fair Valuation of derivatives	18.70
(vii) Reclassification of net actuarial loss on employee defined benefit obligation to Other Comprehensive Income (OCI)	(42.42)
(viii) Tax impact on above adjustments	100.26
Profit after tax as reported under Ind AS	18,295.13
Other Comprehensive Income (net of tax)	42.42
Total Comprehensive Income (after tax) as reported under Ind AS	18,337.55

- 3 In compliance with Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, a limited review of standalone unaudited financial results for the quarter ended June 30, 2018 has been carried out by the Statutory Auditors.
 As permitted under Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI, the Company has availed exemption for submission of Ind AS compliant standalone unaudited financial results for the quarter ended March 31, 2018 and previous year ended March 31, 2018.
- 4 The above Standalone unaudited financial results were reviewed by the audit committee and recommended for approval and approved by the Board of Directors at their meeting held on August 9, 2018.
- 5 During the quarter ended June 30, 2018, the company allotted 1699 shares, pursuant to exercise of stock option by certain eligible employees.
- 6 There is no separate reportable segment as per Ind AS 108 on Operating Segments in respect of the Company.
- 7 The Board of Directors declared an Interim dividend of Rs.0.55 per equity share having face value of Rs. 2/-each.
- 8 The Company has maintained requisite full asset cover by way of floating charge on book debts and other unencumbered assets of the Company on its Secured Listed Non Convertible Debentures as at June 30, 2018.
- 9 The comparative financial information of the Company for the Quarter ended June 30, 2017 included in these Ind AS unaudited financial results, are based on the unaudited financial results prepared in accordance with the Companies (Accounting Standards) Rules, 2006 reviewed by the predecessor auditor whose report for the quarter ended June 30, 2017 expressed an unmodified opinion vide their report dated August 10, 2017 on those unaudited financial results, and have been restated to comply with Ind AS.



By order of the Board of Directors

V.P.Nandakumar
 Managing Director & CEO
 DIN: 00044512

Place : Valapad, Thrissur
 Date : August 9, 2018