IIFL FINANCE

July 27, 2022

The Manager, Listing Department, BSE Limited, Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai 400 001. BSE Scrip Code: 532636	The Manager, Listing Department, The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot C/1, G Block, Bandra - Kurla Complex, Bandra (E), Mumbai 400 051. NSE Symbol: IIFL

Sub: Outcome of the Board Meeting held on July 27, 2022

Dear Sir/Madam,

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Board of Directors of the Company at its meeting, held today, *inter alia,* considered and approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter ended June 30, 2022. Accordingly, in this regards, we are enclosing the following:

i. The Unaudited Standalone and Consolidated Financial Results along with the Limited Review Report for the quarter ended June 30, 2022 as required under Regulation 33 and 52 of the Listing Regulations;
ii. Disclosures in accordance with Regulation 52(4) and 54(2) of the Listing Regulations.

The results have been uploaded on the Stock Exchange websites at http://www.nseindia.com and http://www.bseindia.com and on the website of the Company at http://www.iifl.com

The Meeting of Board of Directors commenced at 2:00 p.m. and concluded at 3.50 p.m.

Kindly take the above on record and oblige.

Thanking You,
Yours faithfully,

For **IIFL Finance Limited**

IIFL FINANCE LIMITED

Sneha Patwardhan
Company Secretary
Email Id: csteam@iifl.com
Place: Mumbai

Encl: as above

CC:
Singapore Exchange Securities Trading Limited
2, Shenton Way, #02-02, SGX Centre 1,
Singapore - 068 804

V Sankar Aiyar & Co. **Chartered Accountants** 2-C Court Chambers, 35, New Marine Lines, Mumbai, Maharashtra-400020.	**Chhajed & Doshi** **Chartered Accountants** 101, Hubtown Solaris, N S Phadke Marg, Near east west flyover, Opp Telly Gali Junction, Andheri (East) Mumbai – 400 069.

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF

IIFL Finance Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of IIFL Finance Limited ("the Company") for the quarter ended June 30, 2022.

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 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 these financial results 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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.

CHHAJED & DOSHI MUMBAI 400 069. CHARTERED ACCOUNTANTS

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

V Sankar Aiyar & Co. **Chartered Accountants** 2-C Court Chambers, 35, New Marine Lines, Mumbai, Maharashtra-400020.	**Chhajed & Doshi** **Chartered Accountants** 101, Hubtown Solaris, N S Phadke Marg, Near east west flyover, Opp Telly Gali Junction, Andheri (East) Mumbai – 400 069.

Other Matter

5. One of the current Joint Statutory Auditors had carried out Limited Review of the unaudited Standalone Financial results of the Company as per the Listing Regulations for the quarter ended June 30, 2021 and issued an unmodified conclusion vide its report dated July 27, 2021.

   Our conclusion on the statement is not modified in respect of this matter.

Signed by the Statutory Auditors of the Company

For V Sankar Aiyar & Co. **Chartered Accountants** **(FRN: 109208W)** **G. Sankar** **Partner** **M. No. 046050** **Place: Mumbai** **Date: July 27, 2022** **UDIN:** 22046050ANSBFJ3206	**For Chhajed & Doshi** **Chartered Accountants** **(FRN: 101794W)** **M. P. Chhajed** **Partner** **M. No. 049357** **Place: Mumbai** **Date: July 27, 2022** **UDIN:** 22049357ANSBWE4451

IIFL Finance Limited
CIN: L67100MH1995PLC093797
Regd. Office - IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane - 400604

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

(₹ in Crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
		Unaudited	Unaudited	Unaudited	Audited
1	**Income**				
(I)	**Revenue from operations**				
(i)	Interest income	854.68	871.18	757.62	3,563.81
(ii)	Dividend income	-	62.90	-	62.91
(iii)	Fees and commission income	6.65	11.72	8.32	50.15
(iv)	Net gain on fair value changes	2.57	9.42	4.68	72.03
(v)	Net gain on derecognition of financial instruments under amortised cost category	99.56	99.63	45.31	313.41
(I)	**Total Revenue from operations**	**963.46**	**1,054.85**	**815.93**	**4,062.31**
(II)	Other income	5.56	9.64	3.86	26.94
(III)	**Total Income (I+II)**	**969.02**	**1,064.49**	**819.79**	**4,089.25**
2	**Expenses**				
(i)	Finance cost	367.92	384.52	402.29	1,615.61
(ii)	Net loss on derecognition of financial instruments under amortised cost category	214.67	63.30	181.33	723.83
(iii)	Impairment on financial instruments	(137.52)	39.45	(99.75)	(224.28)
(iv)	Employee benefits expenses	162.84	146.63	109.03	519.90
(v)	Depreciation, amortisation and impairment	28.44	28.64	24.91	106.43
(vi)	Other expenses	122.32	118.04	62.65	380.39
(IV)	**Total Expenses**	**758.67**	**780.58**	**680.46**	**3,121.88**
(V)	**Profit/(Loss) before exceptional items and tax (III-IV)**	**210.35**	**283.91**	**139.33**	**967.37**
(VI)	**Exceptional Items**	-	-	-	-
(VII)	**Profit before tax (V+VI)**	**210.35**	**283.91**	**139.33**	**967.37**
3	**Tax Expense:**				
(i)	Current tax	-	114.27	4.14	171.28
(ii)	Deferred tax	53.49	(59.80)	30.95	51.18
(iii)	Current tax expense relating to prior years	-	(1.22)	0.65	(0.57)
(VIII)	**Total Tax Expense**	**53.49**	**53.25**	**35.74**	**221.89**
(IX)	**Net profit after tax (VII-VIII)**	**156.86**	**230.66**	**103.59**	**745.48**
(X)	**Other Comprehensive Income**				
	A (i) Items that will not be reclassified to profit or loss				
	(a) Remeasurement of defined benefit liability/(asset)	(0.64)	1.89	(0.86)	0.96
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.16	(0.47)	0.22	(0.24)
	Subtotal (A)	**(0.48)**	**1.42**	**(0.64)**	**0.72**
	B (i) Items that will be reclassified to profit or loss				
	(a) Cash flow hedge (net)	(7.26)	9.55	(28.57)	(14.13)
	(ii) Income tax relating to items that will be reclassified to profit or loss	1.83	(2.40)	7.19	3.56
	Subtotal (B)	**(5.43)**	**7.15**	**(21.38)**	**(10.57)**
	Other Comprehensive Income/(loss) (A+B)	**(5.91)**	**8.57**	**(22.02)**	**(9.85)**
(XI)	**Total Comprehensive Income/(loss) for the period/year (XI+XII)**	**150.95**	**239.23**	**81.57**	**735.63**
	Paid up Equity Share Capital (Face value of Rs 2 each)	75.95	75.92	75.79	75.92
	Other Equity				4,350.98
(XII)	**Earnings Per Share (Face value of Rs 2 each)**				
	Basic (Rs) *	4.13	6.08	2.73	19.66
	Diluted (Rs) *	4.11	6.04	2.72	19.54

* Quarter ended numbers are not annualised

In terms of report attached

For IIFL Finance Limited

R. Venkataraman

R. Venkataraman
Joint Managing Director
DIN: 00011919

Date : July 27, 2022
Place : Mumbai

IIFL Finance Limited

CHHAJED & DOSHI CHARTERED ACCOUNTANTS MUMBAI 400 002

V. SANKAR AIYAR & CO. CHARTERED ACCOUNTANTS MUMBAI

IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797
Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

1. The above standalone unaudited financial results for the quarter ended June 30, 2022 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at its meetings held on July 27, 2022. The Joint Statutory Auditors of the Company have carried out the Limited Review of the aforesaid results and have issued an unmodified report.

2. These standalone unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in accordance with the requirements of Regulation 33 and 52 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

3. During the quarter ended June 30, 2022, the Board of Directors of IIFL Home Finance Limited ("Subsidiary Company"), a material subsidiary of the Company, approved the transaction involving investment by a wholly owned subsidiary of Abu Dhabi Investment Authority ("Investor") in the Subsidiary Company ("Transaction"). Upon completion of the Transaction, the Investor will hold 20% of the share capital (calculated on a fully diluted basis) of the Subsidiary Company and resultantly, the present shareholding of the Company in the Subsidiary Company will get diluted. The completion of the Transaction is subject to requisite approvals.

4. During the quarter ended June 30, 2022, the Company allotted 140,939 equity shares (previous quarter: 2,92,983) having face value of ₹ 2/- each on exercise of stock options under the Employee Stock Option Scheme(s).

5. The Company's main business is Financing and Investing activities. All activities are carried out within India. As such there are no separate reportable segments as per Indian Accounting Standard 108 (Ind AS) on "Operating Segments".

6. During the quarter ended June 30, 2022, IIFL Open Fintech Private Limited was incorporated on May 17, 2022 as a subsidiary of the Company on account of Joint venture between the Company and Open Financial Technologies Private Limited. The Company had made an initial investment of ₹ 5 Crores at the face value of ₹10 and made a further investment of ₹ 33.40 Crores at a premium of ₹ 83 per share. Pursuant to this transaction the Company hold 51% in IIFL Open Fintech Private Limited.

7. The Secured Non-Convertible Debentures are secured by way of a first pari passu charge on receivables of the Company, both present and future, book debts, loans and advances and current assets of the Company, except those receivables present and/or future specifically and exclusively charged in favour of certain existing charge holders and specified immovable property such that a security cover of 100% or higher (upto 125%) as per the terms of the offer document is maintained till the time of maturity.

CHHAJED & DOSHI CHARTERED ACCOUNTANTS MUMBAI 400 008

V. SANKAR AIYAR & CO. CHARTERED ACCOUNTANTS MUMBAI

IIFL Finance Limited

IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797
Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

8. Disclosure as per the notification no. RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 under Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 relating to the total amount of loans not in default / stressed loans transferred and acquired to / from other entities.

a. Details of transferred through assignment in respect of loans not in default during the quarter ended June 30, 2022

Count of Loan accounts assigned	220,541
Amount of loan accounts assigned (₹ In Crore)	2,405.17
Weighted average maturity (in months)	17.53
Weighted average holding period (in months)	3.12
Retention of beneficial economic interest	10%
Coverage of tangible security coverage	100%
Rating-wise distribution of rated loans	Unrated
Break-up of loans transferred / acquired through assignment / novation and loan participation	All Assignment deals
Instances where we have agreed to replace loans transferred to transferee(s) or pay damages arising out of any representation or warranty	Nil

b. The company has not acquired any loans not in default during the quarter ended June 30, 2022.

c. Stressed loans transferred during the quarter ended June 30, 2022:

Particulars	**To ARC**	
	NPA	**SMA**
Number of accounts	6,392	2
Aggregate principal outstanding of loans transferred (₹ In Crore)	245.90	381.97
Weighted average residual tenor of the loans transferred (in years)	0.71	2.70
Net book value of loans transferred (at the time of transfer) (₹ In Crore)	134.14	512.96
Aggregate consideration (₹ In Crore)	635.00	
Additional consideration realized in respect of accounts transferred in earlier years	-	-
Excess Provision reversed to the profit and loss account on account of transfer	-	-

In addition to above, the company has transferred 6,359 additional loans which have been written off, having an principal outstanding amount of Rs. 150.53 crores which were part of above consideration.

d. The company has not acquired any stressed loan during the quarter ended June 30, 2022.

CHHAJED & DOSHI CHARTERED ACCOUNTANTS MUMBAI 400 069.

V. SANKAR AIYAR & CO. CHARTERED ACCOUNTANTS MUMBAI

IIFL Finance Limited

IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797
Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

e. Details on recovery ratings assigned for Security Receipts (SR) as on June 30, 2022

Recovery Rating	Anticipated Recovery as per recovery rating	Book Value (₹ in Crore)
RR1^	100%-150%	354.29*
RR1 ^	100%	86.80
Unrated #	-	539.75
Total		**980.84**

^ Recovery rating is as assigned by external rating agency
# Pursuant to regulatory norms, the ARC shall obtain initial rating of SRs from an approved credit rating agency within a period of six months from the date of acquisition of assets by it.
* Fully provided for

9. Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached as Annexure 1.

10. The Company has complied with the RBI circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications'. On February 15, 2022, RBI allowed deferment till September 30, 2022 of Para 10 of this circular pertaining to upgrade of non performing accounts. However, the Company has not opted for this deferment.

11. The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the year ended March 31, 2022 and the unaudited figures of nine months ended December 31, 2021.

12. Previous period/year figures have been regrouped/ reclassified to make them comparable with those of current period.

By order of the Board
For **IIFL Finance Limited**

In terms of report attached

R. Venkataraman

R. Venkataraman
Joint Managing Director
DIN: 00011919

Date: July 27, 2022
Place: Mumbai

V. SANKAR AIYAR & CO. CHARTERED ACCOUNTANTS MUMBAI

CHHAJED & DOSHI CHARTERED ACCOUNTANTS MUMBAI 400 069.

IIFL Finance Limited

IIFL FINANCE LIMITED

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

Annexure 1

Disclosure in compliance with Regulations 52(4) of of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the Quarter ended June 30, 2022

Sr. No.	Particulars	Ratios
1)	Debt - Equity Ratio	3.35
2)	Debt Service Coverage Ratio[3]	Not Applicable
3)	Interest Service Coverage Ratio[3]	Not Applicable
4)	Outstanding Redeemable Preference Shares (Quantity)	NIL
5)	Outstanding redeemable Preference Shares (₹ in Crores)	NIL
6)	Capital redemption reserve (₹ in Crores)	230.11
7)	Debenture redemption reserve (₹ in Crores)	12.80
8)	Net worth (₹ in Crores)	4,495.57
9)	Net profit after tax (₹ in Crores)	156.86
10)	Earning per share: (in ₹) (Not Annualised)	
	a) Basic	4.13
	b) Diluted	4.11
11)	Current Ratio[3]	Not Applicable
12)	Long term debt to Working Capital[3]	Not Applicable
13)	Bad debts to Accounts Receivable ratio[3]	Not Applicable
14)	Current Liability Ratio[3]	Not Applicable
15)	Total Debts to Total Assets Ratio	0.70
16)	Debtor Turnover Ratio[3]	Not Applicable
17)	Inventory Turnover Ratio[3]	Not Applicable
18)	Operating Margin[3]	Not Applicable
19)	Net Profit Margin	16.19%
20)	Sector Specific Ratio	
	a) GNPA %	1.59%
	b) NNPA %	0.88%
	c) Overall Provision Coverage Ratio	210.16%

Note:

1) Debt-equity ratio = Total Borrowings/Total Equity
2) Networth means share capital plus reserves less miscellaneous expenditure to the extent not written off.
3) The Company is registered under the Reserve Bank of India Act, 1934 as Non-Banking Financial Company, hence these ratios are generally not applicable.
4) Total debts to total assets = Total Borrowings/Total Assets
5) Net profit margin = Net profit after Tax/Total Income
6) Overall Provision coverage = Total ECL Provision (Including Interest)/Gross Non Performing Advances (GNPA)

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

CHHAJED & DOSHI MUMBAI 400 069 CHARTERED ACCOUNTANTS

IIFL Finance Limited

V Sankar Aiyar & Co. **Chartered Accountants** 2-C Court Chambers, 35, New Marine Lines, Mumbai, Maharashtra-400020.	**Chhajed & Doshi** **Chartered Accountants** 101, Hubtown Solaris, N S Phadke Marg, Near east west flyover, Opp Telly Gali Junction, Andheri (East) Mumbai – 400 069.

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF

IIFL Finance Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of IIFL Finance Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended June 30, 2022 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's 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. Our responsibility is to express a conclusion 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.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The statement includes the results of the following entities

S No	Name of the Entities	Relationship
1	IIFL Finance Limited	Parent
2	IIFL Home Finance Limited	Subsidiary
3	IIHFL Sales Limited	Subsidiary
4	IIFL Samasta Finance Limited (Formerly, Samasta Microfinance Limited)	Subsidiary
5	IIFL Open Fintech Private Limited (w.e.f. 17-05-2022)	Subsidiary

CHHAJED & DOSHI MUMBAI 400 069 CHARTERED ACCOUNTANTS

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

5. Based on our review conducted and procedures performed as stated in paragraph 3 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 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, 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.

Other Matters

6. We did not review the interim financial results of 3 subsidiary companies included in the consolidated unaudited financial results, whose interim financial results reflects, total revenues of Rs. 1,012.42 crore for the quarter ended June 30, 2022, total net profit after tax of Rs. 172.88 crore for the quarter ended June 30, 2022 and total comprehensive income of Rs. 180.73 crore for the quarter ended June 30, 2022, as considered in the standalone unaudited interim financial results of the subsidiary company included in the Group. These interim financial results have been reviewed by another auditor in respect of the 3 subsidiary companies, whose reports have been furnished to us by the Management and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based on the report of the other auditor and the procedure performed by us as stated in paragraph 3 above.

   Our conclusion on the Statement is not modified in respect of the above matter.

7. We did not review the interim financial results of a subsidiary company included in the consolidated unaudited financial results, whose interim financial results reflects, total revenues of Rs. 0.10 crore for the quarter ended June 30, 2022, total net loss of Rs. 0.03 crore for the quarter ended June 30, 2022 and total comprehensive income of Rs. (0.03) crore for the quarter ended June 30, 2022, as considered in the standalone unaudited interim financial results of the subsidiary company included in the Group which have not been reviewed by their auditor and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on such unaudited interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

   Our conclusion on the Statement is not modified in respect of the above matter.

CHHAJED & DOSHI MUMBAI 400 069. CHARTERED ACCOUNTANTS

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

V Sankar Aiyar & Co. **Chartered Accountants** 2-C Court Chambers, 35, New Marine Lines, Mumbai, Maharashtra-400020.	**Chhajed & Doshi** **Chartered Accountants** 101, Hubtown Solaris, N S Phadke Marg, Near east west flyover, Opp Telly Gali Junction, Andheri (East) Mumbai – 400 069.

8. One of the current Joint Statutory Auditors of the parent company had carried out Limited Review of the unaudited Consolidated Financial results of the Company as per the Listing Regulations for the quarter ended June 30, 2022 and issued an unmodified conclusion vide its report dated July 27, 2021.

   Our conclusion on the statement is not modified in respect of this matter.

Signed by the Statutory Auditors of the Company

For V Sankar Aiyar & Co. **Chartered Accountants** **(FRN: 109208W)** gSankar **G. Sankar** **Partner** **M. No. 046050** **Place: Mumbai** **Date: July 27, 2022** **UDIN:** 22046050ANSCEQ1198	**For Chhajed & Doshi** **Chartered Accountants** **(FRN: 101794W)** **M. P. Chhajed** **Partner** **M. No. 049357** **Place: Mumbai** **Date: July 27, 2022** **UDIN:** 22049357ANSCHO8840

IIFL Finance Limited
CIN: L67100MH1995PLC093797
Regd. Office - IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane - 400604

STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

(₹ in Crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		June 30, 2022	March 31, 2022	June 30, 2021	March 31, 2022
		Unaudited	Unaudited	Unaudited	Audited
1	**Income**				
(I)	**Revenue from operations**				
(i)	Interest income	1,677.13	1,641.37	1,435.67	6,194.87
(ii)	Dividend income	0.00	0.00	-	0.00
(iii)	Fees and commission income	43.80	52.69	24.92	153.20
(iv)	Net gain on fair value changes	8.61	6.00	6.22	77.07
(v)	Net gain on derecognition of financial instruments under amortised cost category	199.10	156.15	47.58	411.23
(I)	**Total Revenue from operations**	**1,928.64**	**1,856.21**	**1,514.39**	**6,836.37**
(II)	Other income	46.54	61.44	17.31	169.91
(III)	**Total Income (I+II)**	**1,975.18**	**1,917.65**	**1,531.70**	**7,006.28**
2	**Expenses**				
(i)	Finance cost	775.99	773.21	700.90	2,991.00
(ii)	Net loss on derecognition of financial instruments under amortised cost category	353.47	204.92	182.66	904.22
(iii)	Impairment on financial instruments	(104.77)	51.44	(17.61)	(16.74)
(iv)	Employee benefits expenses	306.88	265.91	196.42	930.74
(v)	Depreciation, amortisation and impairment	34.35	33.29	28.10	121.70
(vi)	Other expenses	175.35	169.26	90.73	539.38
(IV)	**Total Expenses (IV)**	**1,541.27**	**1,498.03**	**1,181.20**	**5,470.30**
(V)	**Profit before exceptional items and tax (III-IV)**	**433.91**	**419.62**	**350.50**	**1,535.98**
(VI)	**Exceptional Items**	-	-	-	-
(VII)	**Profit before tax (V+VI)**	**433.91**	**419.62**	**350.50**	**1,535.98**
3	**Tax Expense:**				
(i)	Current tax	46.10	148.67	69.81	327.78
(ii)	Deferred tax	58.09	(50.19)	14.28	19.38
(iii)	Current tax expense relating to prior years	-	0.18	0.59	0.57
(VIII)	**Total Tax Expense**	**104.19**	**98.66**	**84.68**	**347.73**
(IX)	**Net profit after tax (VII-VIII)**	**329.72**	**320.96**	**265.82**	**1,188.25**
	Attributable to :				
	Owners of the Company	329.69	320.93	265.72	1,187.89
	Non-controlling interest	0.03	0.03	0.10	0.36
(X)	**Other Comprehensive Income**				
	A (i) Items that will not be reclassified to profit or loss				
	(a) Remeasurement of defined benefit liability/(asset)	0.05	2.37	(1.59)	(0.04)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.01)	(0.60)	0.40	0.01
	Subtotal (A)	**0.04**	**1.77**	**(1.19)**	**(0.03)**
	B (i) Items that will be reclassified to profit or loss				
	(a) Cash flow hedge (net)	1.73	7.47	(19.98)	(1.30)
	(b) Fair value of loans carried at FVTOCI	0.80	13.26	(0.01)	13.65
	(ii) Income tax relating to items that will be reclassified to profit or loss	(0.64)	(5.22)	5.04	(3.11)
	Subtotal (B)	**1.89**	**15.51**	**(14.95)**	**9.24**
	Other Comprehensive Income / (loss) (A+B)	**1.93**	**17.28**	**(16.14)**	**9.21**
(XI)	**Total Comprehensive Income for the period/year (IX+X)**	**331.65**	**338.24**	**249.68**	**1,197.46**
	Attributable to :				
	Owners of the Company	331.62	338.21	249.58	1,197.11
	Non-controlling interest	0.03	0.03	0.10	0.35
	Paid up Equity Share Capital (Face value of ₹ 2 each)	75.95	75.92	75.79	75.92
	Other Equity				6,387.91
(XII)	**Earnings Per Share (Face value of ₹ 2 each)**				
	Basic (Rs) *	8.68	8.46	7.01	31.33
	Diluted (Rs) *	8.63	8.41	6.98	31.14

*** Quarter ended numbers are not annualised**

In terms of report attached

For IIFL Finance Limited

R. Venkataraman

R. Venkataraman
Joint Managing Director
DIN: 00011919

Date : July 27, 2022
Place : Mumbai

CHHAJED & DOSHI MUMBAI 400 069 CHARTERED ACCOUNTANTS

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

IIFL Finance Limited

IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797
Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

1. The above consolidated unaudited financial results for the quarter ended June 30, 2022 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on July 27, 2022. The Joint Statutory Auditors of the Company have carried out the Limited Review of the aforesaid results and have issued an unmodified report.

2. These consolidated unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 "Interim Financial reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in accordance with the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

3. During the quarter ended June 30, 2022, the Board of Directors of IIFL Home Finance Limited ("Subsidiary Company"), a material subsidiary of the Company, approved the transaction involving investment by a wholly owned subsidiary of Abu Dhabi Investment Authority ("Investor") in the Subsidiary Company ("Transaction"). Upon completion of the Transaction, the Investor will hold 20% of the share capital (calculated on a fully diluted) of the Subsidiary Company and resultantly, the present shareholding of the Company in the Subsidiary Company will get diluted. The completion of the Transaction is subject to requisite approvals.

4. During the quarter ended June 30, 2022, the Company allotted 140,939 equity shares (previous quarter: 2,92,983) having face value of ₹ 2/- each on exercise of stock options under the Employee Stock Option Scheme(s).

5. The Group's main business is financing and investing activities. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per the Indian Accounting Standard 108 (IND AS) on Operating Segment.

6. During the quarter ended June 30, 2022, IIFL Open Fintech Private Limited was incorporated on May 17, 2022 as a subsidiary of the Company on account of Joint venture between the Company and Open Financial Technologies Private Limited. The Company had made an initial investment of ₹ 5 Crores at the face value of ₹10 and made a further investment of ₹ 33.40 Crores at a premium of ₹ 83 per share. Pursuant to this transaction the Company hold 51% in IIFL Open Fintech Private Limited.

7. The secured Non-Convertible Debentures are secured by way of a first pari passu charge on receivables of the group, both present and future, book debts, loans and advances and current assets of the group, except those receivables present and/or future specifically and exclusively charged in favour of certain existing charge holders and specified immovable property such that a security cover of 100% or higher (upto 125%) as per the terms of the offer document is maintained till the time of maturity

8. Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is attached as Annexure 1

9. The Group has complied with the RBI circular dated November 12, 2021 - "Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications'. On February 15, 2022,

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

CHHAJED & DOSHI MUMBAI 400 069. CHARTERED ACCOUNTANTS

IIFL Finance Limited

IIFL FINANCE LIMITED
CIN : L67100MH1995PLC093797
Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, Thane Industrial Estate, Wagle Estate, Thane – 400604

RBI allowed deferment till September 30, 2022 of Para 10 of this circular pertaining to upgrade of non performing accounts. However, the Group has not opted for this deferment.

10. The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the year ended March 31, 2022 and the unaudited figures of nine months ended December 31, 2021.

11. Previous period/year figures have been regrouped/ reclassified to make them comparable with those of current period.

By order of the Board
For **IIFL Finance Limited**

In terms of report attached

R. Venkataraman

R. Venkataraman
Joint Managing Director
DIN: 00011919

Date: July 27, 2022
Place: Mumbai

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

CHHAJED & DOSHI MUMBAI 400 063. CHARTERED ACCOUNTANTS

IIFL Finance Limited

IIFL FINANCE LIMITED

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

Annexure 1

Disclosure in compliance with Regulations 52(4) of of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the Quarter ended June 30, 2022

Sr. no	Particulars	Ratios
1)	Debt - Equity Ratio	5.05
2)	Debt Service Coverage Ratio[3]	Not Applicable
3)	Interest Service Coverage Ratio[3]	Not Applicable
4)	Outstanding Redeemable Preference Shares (Quantity)	NIL
5)	Outstanding Redeemable Preference share (₹ in Crores)	NIL
6)	Capital redemption reserve (₹ in Crores)	230.11
7)	Debenture redemption reserve (₹ in Crores)	12.80
8)	Net worth (₹ in Crores)	6,615.96
9)	Net profit after tax (₹ in Crores) (Before Minority)	329.72
10)	Earning per share: (in ₹) (Not annualised)	
	a) Basic	8.68
	b) Diluted	8.63
11)	Current Ratio[3]	Not Applicable
12)	Long term debt to working capital[3]	Not Applicable
13)	Bad debts to Accounts receivable ratio[3]	Not Applicable
14)	Current Liability Ratio[3]	Not Applicable
15)	Total Debts to Total Assets Ratio	0.79
16)	Debtor Turnover Ratio[3]	Not Applicable
17)	Inventory Turnover Ratio[3]	Not Applicable
18)	Operating Margin[3]	Not Applicable
19)	Net Profit Margin	16.69%
20)	Sector Specific Ratio	
	a) GNPA %	2.58%
	b) NNPA %	1.48%
	c) Overall Provision Coverage Ratio	137.26%

Note:

1) Debt-equity ratio = Total Borrowings/Total Equity
2) Networth means share capital plus reserves less miscellaneous expenditure to the extent not written off.
3) The Company is registered under the Reserve Bank of India Act, 1934 as Non-Banking Financial Company, hence these ratios are generally not applicable.
4) Total debts to total assets = Total Borrowings/Total Assets
5) Net profit margin = Net profit after Tax/Total Income
6) Overall Provision coverage = Total ECL Provision (Including Interest)/Gross Non Performing Advances (GNPA)

V. SANKAR AIYAR & CO. MUMBAI CHARTERED ACCOUNTANTS

CHHAJED & DOSHI MUMBAI 400 069 CHARTERED ACCOUNTANTS

IIFL Finance Limited