

Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Cholamandalam Financial Holdings Limited
(formerly known as TI Financial Holdings Limited)**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Cholamandalam Financial Holdings Limited (formerly known as TI Financial Holdings Limited) (the "Company") for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder 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. 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 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.
4. 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 Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

Aravind K
per Aravind K
Partner
Membership No.: 221268



UDIN: 20221268AAAACF4025

Place: Chennai

Date: August 12, 2020

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

**Review Report to
The Board of Directors
Cholamandalam Financial Holdings Limited
(formerly known as TI Financial Holdings Limited)**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Cholamandalam Financial Holdings Limited (formerly known as TI Financial Holdings Limited) (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associate and joint venture for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. a) 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 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.

b) We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.
4. The Statement includes the results of the following entities:
 - a. Cholamandalam Investment and Finance Company Limited (CIFCL) – Subsidiary
 - b. Cholamandalam MS General Insurance Company Limited – Subsidiary
 - c. Cholamandalam Health Insurance Company Limited - Subsidiary
 - d. Cholamandalam MS Risk Services Limited – Joint Venture
 - e. Cholamandalam Securities Limited – Subsidiary of CIFCL
 - f. Cholamandalam Home Finance Limited – Subsidiary of CIFCL
 - g. White Data Systems India Private Limited – Associate of CIFCL
5. Based on our review conducted and procedures performed as stated in Paragraph 3a above and based on the consideration of the review reports of other auditors referred to in Paragraphs 7 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued

CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (formerly known as TI FINANCIAL HOLDINGS LIMITED)

CIN - L65100TN1949PLC002905

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

Statement of Unaudited Standalone Financial Results for the quarter ended June 30, 2020

₹ Crores				
Particulars	Three months ended			Year ended
	30.06.2020 Unaudited	31.03.2020 Audited (Refer Note 6)	30.06.2019 Unaudited	31.03.2020 Audited
	1	2	3	4
1. Revenue from operations				
-Interest Income	0.53	1.17	2.04	6.22
-Dividend Income	-	25.45	-	76.59
-Fair value gain on financial instruments through FVTPL	-	-	0.01	0.01
-Service Income	1.99	2.02	2.01	8.06
Total	2.52	28.64	4.06	90.88
2. Other income	-	0.02	-	0.02
3. Total Income (1+2)	2.52	28.66	4.06	90.90
4. Expenses				
a) Finance Cost	5.39	1.48	-	1.48
b) Employee benefits expense	0.26	0.27	0.24	1.03
c) Depreciation and amortisation expense	-	0.01	-	0.01
d) Other expenditure	0.23	0.74	0.21	1.45
Total expenses	5.88	2.50	0.45	3.97
5. Profit before tax (3-4)	(3.36)	26.16	3.61	86.93
6. Tax expense				
a) Current tax	-	0.80	1.05	3.60
b) Deferred tax	-	-	-	-
Total Tax expense	-	0.80	1.05	3.60
7. Profit for the period (5-6)	(3.36)	25.36	2.56	83.33
8. Other Comprehensive Income - Gain/(loss)				
a) (i) Items that will not be reclassified to Profit or Loss	0.58	(0.29)	(0.13)	(0.69)
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	(0.07)	0.03	0.02	0.08
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	-	-	-	-
Total Other Comprehensive Income	0.51	(0.26)	(0.11)	(0.61)
9. Total Comprehensive Income for the period (7+8)	(2.85)	25.10	2.45	82.72
10. Paid-up equity share capital (₹1/- per share)	18.77	18.77	18.77	18.77
11. Reserves & Surplus (i.e. Other Equity)				1099.52
12. Earnings per Share of ₹1/- each - not annualised (₹)				
a) Basic	(0.18)	1.35	0.14	4.44
b) Diluted	(0.18)	1.35	0.14	4.44



CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (formerly known as TI FINANCIAL HOLDINGS LIMITED)

CIN - L65100TN1949PLC002905

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

Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2020

₹ Crores				
Particulars	Three months ended			Year ended
	30.06.2020 Unaudited	31.03.2020 Audited (Refer Note 6)	30.06.2019 Unaudited	31.03.2020 Audited
	1	2	3	4
1. Revenue from operations				
-Interest Income	2,218.55	2,207.76	2,064.74	8,742.35
-Dividend Income	0.05	0.68	0.23	2.24
-Net gain on derecognition of financial Instruments under amortised cost category	-	27.22	47.22	247.27
-Gross Premium Income	1,429.43	996.08	1,047.04	4,264.58
-Premium ceded to reinsurers	(628.57)	(130.31)	(229.36)	(828.27)
-Fee & Commission Income	84.13	117.79	117.99	487.82
-Net gain/(loss) on fair value change on financial instrument	113.23	48.14	56.35	143.01
-Service Income	16.83	19.46	18.32	75.70
Total	3,233.65	3,286.82	3,122.53	13,134.70
2. Other income	0.20	-	0.14	1.03
3. Total Income (1+2)	3,233.85	3,286.82	3,122.67	13,135.73
4. Expenses				
a) Finance costs	1,123.50	1,135.62	1,096.42	4,592.40
b) Insurance Claims (net of reinsurance recoveries)	509.90	628.35	650.00	2,571.92
c) Impairment of financial instruments	159.42	676.06	162.26	1,177.99
d) Employee benefits expense	203.24	197.96	189.71	837.29
e) Depreciation and amortisation expense	33.61	37.94	33.24	149.81
f) Other expenditure	408.03	496.47	480.78	2,000.70
Total expenses	2,437.70	3,172.40	2,612.41	11,330.11
5. Profit before share of profit/(loss) from Associate & Joint Venture and tax (3-4)	796.15	114.42	510.26	1,805.62
6. Share of profit/(loss) from Associate & Joint Venture (net of tax)	(1.90)	0.88	(0.48)	1.27
7. Profit before Tax (5+6)	794.25	115.30	509.78	1,806.89
8. Tax expense				
a) Current tax	239.80	174.77	198.37	687.33
b) Deferred tax	(35.01)	(139.04)	(18.61)	(45.49)
Total Tax expense	204.79	35.73	179.76	641.84
9. Profit after tax (7-8)	589.46	79.57	330.02	1,165.05
Profit for the year attributable to:				
-Owners of the Company	288.89	39.91	152.09	550.85
-Non-Controlling Interest	300.57	39.66	177.93	614.20
10. Other Comprehensive Income- Gain/(loss)				
a. (i) Items that will not be reclassified to Profit or Loss	36.22	(3.35)	(3.62)	(12.34)
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	(8.13)	0.17	0.66	1.44
b. (i) Items that will be reclassified to Profit or Loss	(12.32)	(69.47)	(8.79)	(92.32)
(ii) Income tax relating to items that will be reclassified to Profit or Loss	3.10	17.49	2.00	32.61
Other Comprehensive Income for the year	18.87	(55.16)	(9.75)	(70.61)
Other Comprehensive Income for the year attributable to:				
-Owners of the Company	12.29	(25.20)	(4.60)	(32.64)
-Non-Controlling Interest	6.58	(29.96)	(5.15)	(37.97)
11. Total Comprehensive Income for the year (9+10)	608.33	24.41	320.27	1,094.44
Total Comprehensive Income for the year attributable to:				
-Owners of the Company	301.18	14.71	147.49	518.21
-Non-Controlling Interest	307.15	9.70	172.78	576.23
12. Paid-up equity share capital (₹1/- per share)	18.77	18.77	18.77	18.77
13. Reserves & Surplus (i.e. Other Equity)				4,571.81
14. Earnings per Share of ₹1/- each - not annualised (₹)				
a) Basic	15.39	2.13	8.10	29.35
b) Diluted	15.39	2.13	8.10	29.34



CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (formerly known as TI FINANCIAL HOLDINGS LIMITED)**Notes**

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 12, 2020.
- In Compliance with Regulation 33 of Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of financial results for the quarter ended June 30, 2020 has been carried out by Statutory auditors.
- The consolidated financial results of the Company comprising the Company, its Subsidiaries (together 'the Group'), Joint Venture and Associate, include the results of the following entities:

Company	Relationship under Ind AS
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	Associate of CIFCL
Cholamandalam MS General Insurance Company Limited (MSGICL)	Subsidiary
Cholamandalam Health Insurance Limited	Subsidiary
Cholamandalam MS Risk Services Limited	Joint Venture

Impact of COVID-19 pandemic on the Group's operations:

- The COVID-19 pandemic has resulted in a significant decrease in economic activity across the country. The Government of India and the respective State Governments announced a strict lockdown to contain the spread of the virus which was further extended a few times across the nation with some relaxations in specific areas.
- 4a. **CIFCL**
This pandemic and lockdown have had an impact on the regular operations of CIFCL, including lending and collection activities. In respect of CIFCL's loan book, Management has made impairment provisions as more fully explained in Note 4b to these financial results. However, the full extent of impact of the COVID-19 pandemic on CIFCL's operations, and financial metrics (including impact on impairment provisions on loans) will further depend on government and regulatory guidelines and future developments which are uncertain and incapable of estimation at this time.
- In terms of the COVID-19 Regulatory Package of the RBI, vide guidelines dated March 27, 2020, April 17, 2020 and May 23, 2020, CIFCL has granted to all eligible borrowers, at their request, moratorium on the payment of loan instalments falling due between March 1, 2020 and August 31, 2020 (as may be applicable in each case), in accordance with the Scheme approved by the Board of CIFCL. In this connection, having regard to the guidance provided by the RBI and the Institute of Chartered Accountants of India, extension of such moratorium benefit to borrowers does not automatically trigger a significant increase in credit risk as per Ind AS 109. CIFCL continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming 'past due', to trigger Stage 2 or Stage 3 classification criteria. Further, estimates and associated assumptions applied in preparing the financial results, especially in respect of expected credit loss on loans, in addition to historical experience, include other emerging/forward looking factors in estimation of potential stress on probability of defaults and loss given defaults on account of the COVID-19 pandemic. Based on this, the cumulative expected credit loss provision for loans as on June 30, 2020 aggregates to ₹ 1437.42 crs (March 31, 2020 – ₹ 1522.97 crs). However, considering the inherent uncertainty regarding the severity and duration of the pandemic and the resultant economic impact and other variables, CIFCL's actual impairment loss could be different from these estimates.
 - MSGICL had considered the possible effects that may result from COVID – 19 in the preparation of its financial results. MSGICL has used the principles of prudence in applying the Judgments, estimates and assumptions to assess and provide for the impact of the pandemic on its financial results on the basis of internal and external source of information. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with the estimates as of the date of approval of financial results. MSGICL will continue to closely monitor any changes to the estimates basis future economic conditions. Further, the impact assessment does not indicate any adverse impact on the ability of MSGICL to continue as going concern.
 - There were no options exercised during the quarter ended June 30, 2020. The total outstanding employee stock options as at June 30, 2020 is 72,506. 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.
 - In respect of standalone and Consolidated financial results, the figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures upto the third quarter ended December 31, 2019 which was subjected to limited review.
 - All the activities of the Company revolve around the main business in India. As such there are no separate reportable segments defined in Ind AS 108 'Operating Segments' in respect of the Standalone Financial Results. The Segment Reporting for Consolidated Financial Results is given in Appendix 1.
 - 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
ChairmanPlace : Chennai
Date : August 12, 2020visit us at www.cholafhl.com

CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (formerly known as TI FINANCIAL HOLDINGS LIMITED)

CIN - L65100TN1949PLC002905

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

Appendix 1

Segment wise Revenue, Results and Capital Employed for Unaudited Consolidated Financial Results under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

₹ Crores

	Three months ended			Year ended
	30.06.2020 Unaudited	31.03.2020 Audited (Refer Note 6)	30.06.2019 Unaudited	31.03.2020 Audited
	1	2	3	4
1. Segment Revenue				
Financing	2,125.55	2,165.67	2,045.23	8,712.39
Insurance	1,133.86	1,137.01	1,090.41	4,484.19
Others	2.52	28.64	4.06	90.88
Total	3,261.93	3,331.32	3,139.70	13,287.46
Less: Inter-Segment revenue	(28.28)	(44.50)	(17.17)	(152.76)
Net Revenue	3,233.65	3,286.82	3,122.53	13,134.70
2. Segment Results (Profit before tax)				
Financing	582.10	57.38	484.67	1,588.22
Insurance	217.85	56.21	31.65	216.44
Others	(3.37)	26.15	3.62	86.92
Other net un-allocable income and inter segment eliminations	(0.43)	(25.32)	(9.68)	(85.96)
Profit Before Share of Profit/(Loss) from Associate & Joint Venture	796.15	114.42	510.26	1,805.62
Add: Share of Profit/(Loss) from Associate & Joint Venture (Net)	(1.90)	0.88	(0.48)	1.27
Profit before Tax	794.25	115.30	509.78	1,806.89
3. Segment Assets				
Financing	67,333.38	63,362.09	61,904.57	63,362.09
Insurance	11,727.80	11,558.79	10,590.09	11,558.79
Others	51.38	57.60	103.40	57.60
Other Unallocable assets	939.64	1,059.86	856.88	1,059.86
Inter Segment Assets	(186.57)	(195.15)	(194.45)	(195.15)
Total	79,865.63	75,843.19	73,260.49	75,843.19
4. Segment Liabilities				
Financing	59,316.86	55,849.17	55,963.85	55,849.17
Insurance	10,219.83	10,283.19	9,323.81	10,283.19
Others	204.05	204.09	3.19	204.09
Other Unallocable liabilities	-	-	-	-
Inter Segment liabilities	(186.57)	(195.15)	(194.45)	(195.15)
Total	69,554.17	66,141.30	65,096.40	66,141.30
5. Capital Employed (Segment Assets - Segment Liabilities)				
Financing	8,016.52	7,512.92	5,940.72	7,512.92
Insurance	1,507.97	1,275.60	1,266.28	1,275.60
Others	(152.67)	(146.49)	100.21	(146.49)
Other Unallocable assets minus liabilities	939.64	1,059.86	856.88	1,059.86
Total	10,311.46	9,701.89	8,164.09	9,701.89

Notes:

1. 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'

2. In computing the segment information, certain estimates and assumptions have been made by the management, which have been relied upon by the Statutory Auditor.

3. 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

MM Murugappan

MM Murugappan
Chairman

Place : Chennai
Date : August 12, 2020

visit us at www.cholafhl.com



CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (formerly known as TI FINANCIAL HOLDINGS LIMITED)
CIN - L65100TN1949PLC002905

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

Extract of the detailed format of Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2020

₹ Crores				
	Standalone			
	Three months ended			Year ended
	30.06.2020 Unaudited	31.03.2020 Audited	30.06.2019 Unaudited	31.03.2020 Audited
	1	2	3	4
Total income from operations	2.52	28.64	4.06	90.88
Net Profit for the period before Tax	(3.36)	26.16	3.61	86.93
Net Profit for the period after Tax	(3.36)	25.36	2.56	83.33
Total Comprehensive Income for the period (Comprising Profit for the period after tax and Other Comprehensive Income after tax)	(2.85)	25.10	2.45	82.72
Equity Share Capital	18.77	18.77	18.77	18.77
Reserves (excluding Revaluation Reserves as shown in the Audited Balance Sheet of the previous year)				1,099.52
Earnings per Share of ₹1/- each - not annualised (₹)				
a) Basic	(0.18)	1.35	0.14	4.44
b) Diluted	(0.18)	1.35	0.14	4.44
	Consolidated			
	Three months ended			Year ended
	30.06.2020 Unaudited	31.03.2020 Audited	31.03.2019 Unaudited	31.03.2020 Audited
	1	2	3	4
Total income from operations	3,233.65	3,286.82	3,122.53	13,134.70
Net Profit for the period before Tax	794.25	115.30	509.78	1,806.89
Net Profit for the period after Tax	589.46	79.57	330.02	1,165.05
Total Comprehensive Income for the period (Comprising Profit for the period after tax and Other Comprehensive Income after tax)	608.33	24.41	320.27	1,094.44
Equity Share Capital	18.77	18.77	18.77	18.77
Reserves (excluding Revaluation Reserves as shown in the Audited Balance Sheet of the previous year)				4,571.81
Earnings per Share of ₹1/- each - not annualised (₹)				
a) Basic	15.39	2.13	8.10	29.35
b) Diluted	15.39	2.13	8.10	29.34

Note: The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Standalone and Consolidated Financial Results for the quarter ended June 30, 2020 is available on the Stock Exchange websites, www.nseindia.com and www.bseindia.com and also on the Company's website www.cholafhl.com.

For Cholamandalam Financial Holdings Limited (formerly known as TI FINANCIAL HOLDINGS LIMITED)



MM Murugappan
Chairman

Place : Chennai
Date : August 12, 2020

visit us at www.cholafhl.com

thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. a) We draw attention to Note 4a to the accompanying Unaudited Consolidated Financial Results, which describes the impact of COVID-19 pandemic with respect to Cholamandalam Investment and Finance Company Limited (CIFCL) and its possible consequential implications on CIFCL's operations and financial metrics, including CIFCL's estimates of impairment of loans and that such estimates may be affected by the severity and duration of the pandemic.

b) We draw attention to Note 4c to the accompanying unaudited consolidated financial results, wherein the Group has disclosed impact assessment due to Covid-19 pandemic for Cholamandalam MS General Insurance Company Limited ('MSGICL'), a Subsidiary Company. The auditors of MSGICL have included an emphasis of matter paragraph in their review report on the financial results of MSGICL for the quarter ended June 30, 2020, stating that the impact assessment carried out by the Management with available information did not indicate any material impact on the carrying value of assets and liabilities of MSGICL as on the reporting date or any adverse impact on ability of MSGICL to continue as a going concern. Considering the uncertainties prevailing in the economic conditions globally and in India, such impact assessment done by the management of MSGICL is highly dependent on the circumstances as they evolve in subsequent periods.

Our conclusion is not modified in respect of the above matters.

7. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of:
- One subsidiary, whose unaudited interim financial results include total revenues of Rs Nil, total net loss after tax of Rs.0.003 crores, total comprehensive loss of Rs. 0.003 crores, for the quarter ended June 30, 2020, as considered in the Statement which have been reviewed by their respective independent auditors.
 - One joint venture, whose unaudited interim financial results include Group's share of net loss of Rs. 1.78 crores and Group's share of total comprehensive loss of Rs. 1.78 crores for the quarter ended June 30, 2020, as considered in the Statement whose interim financial results, other financial information have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of this subsidiary and joint venture is based solely on the report of such auditors and procedures performed by us as stated in Paragraph 3b above.

8. The accompanying Statement includes unaudited interim financial results of one subsidiary whose interim financial results reflect total revenue of Rs. 1,001.12 crores, profit after tax of Rs. 107.10 crores for the quarter ended June 30, 2020. These financial results 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 reviewed by other auditors. The other auditors of this subsidiary in their report have reported that they have relied on the Subsidiary's appointed actuary's certificate on the estimate of claims Incurred but Not Reported [IBNR] and claims Incurred but Not Enough Reported [IBNER]. The appointed actuary has certified to the Subsidiary that the assumptions used for such valuation are appropriate and are in accordance with the requirements of the IRDAI and Institute of Actuaries of India in concurrence with IRDAI.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

The Subsidiary's management has converted the financial results of such subsidiary from Statutory GAAP to comply with the recognition and measurement principles of Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, including liability adequacy test as per Ind AS 104 based on the appointed actuary's certificate. Our conclusion 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 management of the subsidiary and reviewed by us.

9. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of:
- One associate, whose interim financial results includes the Group's share of net loss of Rs. 0.12 crores and Group's share of total comprehensive loss of Rs. 0.12 crores for the quarter ended June 30, 2020, as considered in the Statement whose interim financial results and other financial information have not been reviewed.

These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this associate, is based solely on such unaudited interim financial results and other unaudited financial information. 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 in respect of matters stated in Paragraphs 7, 8 and 9 above is not modified with respect to our reliance on the work done and the reports of the other auditors, certificates provided by the appointed actuary and the financial results/financial information certified by the Management, as applicable.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

Aravind K
per Aravind K
Partner
Membership No.: 221268



UDIN: 20221268AAAACG1866

Place: Chennai

Date: August 12, 2020

Press Release from Cholamandalam Financial Holdings Limited

CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (CFHL)

CONSOLIDATED PROFIT AFTER TAX FOR Q1 FY 21 - Rs. 589 Cr

Chennai, August 12, 2020: The Board of Directors of CFHL today approved the unaudited financial results for the quarter ended June 30, 2020.

Consolidated Results

For the quarter ended June 30, 2020, the Company achieved consolidated Profit after tax of Rs. 589 Cr. as against Rs.330 Cr. in the corresponding quarter of the previous year. Total income for the quarter was Rs.3,234 Cr. as against Rs.3,123 Cr. in the corresponding quarter of the previous year.

Cholamandalam Investment & Finance Company Ltd, in which the Company holds 45.50% stake, disbursed Rs. 3,589 Cr. for the quarter ended June 30, 2020 compared to Rs. 8,572 Cr. in the corresponding quarter of the previous year registering a decline of 58%. Disbursements started to pick up after lockdown relaxation post May 15th.

Profit after tax for the quarter ended was at Rs. 431 Cr. compared to Rs.314 Cr. in the corresponding quarter of the previous year, registering an increase of 37%.

Assets under management grew by 13% to Rs. 70,826 Cr as compared to Rs.62,827 Cr as at June 30, 2019.

Cholamandalam MS General Insurance Company Ltd., a subsidiary in general insurance business, in which the Company holds about 60% stake, registered a Gross Written Premium (GWP) of Rs. 883 Cr. during the quarter ended June 30, 2020 as against Rs. 1,199 Cr. in the corresponding quarter of the previous year. Profit after tax for the quarter ended June 30, 2020 was at Rs. 164 Cr. as against Rs. 22 Cr. in the corresponding quarter of the previous year. Increase in Profit after tax for the quarter is primarily on account of significant reduction in insurance claims cost and marketing expenses.

Cholamandalam MS Risk Services Ltd., a Joint Venture Company, in which the Company holds 49.5% stake, registered a revenue of Rs. 5.28 Cr. for the quarter ended June 30, 2020 as against Rs. 8.67 Cr. in the corresponding quarter of the previous year. Loss after tax for the quarter ended was Rs. 3.58 Cr. as against Rs. 0.92 Cr. in the corresponding quarter of the previous year.

Standalone Results

The Loss after tax for the quarter ended June 30, 2020 was at Rs. 3.36 Cr. as against Profit after tax of Rs.2.56 Cr. in the corresponding quarter of the previous year. Loss for



the current quarter is on account of interest cost recognised on borrowing made for equity investment in subsidiary company.

For more details, please visit www.cholafhl.com

About Murugappa Group

Founded in 1900, the INR 381 Billion (38,105 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D.Parrry (India) Ltd., Parrry Agro Industries Ltd., Shanrhi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parrry's, Chola, Gromor, Shanrhi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 51,000 employees.

For more details, visit www.murugappa.com.

For further information, please contact:

Gopi Kannan. S
Murugappa Group
+91 9500011238

Vinod Kumar
Ogilvy PR Worldwide
+91-9840126179