

HDB/SLC/2024/1212

April 16, 2024

To,

Listing Compliance Department <b>BSE Limited</b> P J Towers, Dalal Street, Mumbai - 400 001	Listing Compliance Department <b>National Stock Exchange of India Limited</b> Exchange Plaza, BKC, Bandra (East), Mumbai- 400051
--	---

**Subject: Submission of Audited Financial Results along with Audit Report for the quarter and year ended March 31, 2024, Security Cover certificate, Statement of utilisation, Disclosure of Related Party Transactions, Large Corporate disclosures and recommendation of Final Dividend**

Dear Sir / Madam,

Pursuant to the provisions of Regulation 51(2) read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time, please note that, the Board of Directors of the Company, at its meeting held today i.e. April 16, 2024, has inter-alia, considered and approved the Standalone and Consolidated Audited Financial Results for the quarter and year ended March 31, 2024, duly reviewed by the Audit Committee.

Further, please note that the joint Statutory Auditors of the Company, M/s. B. K. Khare & Co. and M/s. KKC & Associates LLP has submitted Audit Report for the quarter and year ended March 31, 2024 with unmodified opinion.

In terms of Regulations 33 and 52 of SEBI Listing Regulations and Chapter VI of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 and amendments thereof, we hereby enclose the Standalone and Consolidated Audited Financial Results along with the Audit Report thereon for the quarter and year ended March 31, 2024.

The disclosures in compliance with Regulations 52(4) of the SEBI Listing Regulations, Large Corporate disclosures as per Chapter XII of SEBI Operational Circular dated August 10, 2021 as amended from time to time and for the year ended March 31, 2024 are disclosed along with the financial results.

In reference to the SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated October 19, 2023 and pursuant to email communication received from BSE Limited, details of Outstanding Qualified Borrowings and Incremental Qualified Borrowings for the financial year ended March 31, 2024 are enclosed.



Pursuant to Regulation 52(7) and Regulation 52(7A) of SEBI Listing Regulations, the statement of utilisation of issue proceeds of non-convertible securities and statement of deviation/ variation in use of issue proceeds of non-convertible securities for the quarter ended March 31, 2024 is also enclosed.

Pursuant to the provisions of Regulation 54 of the SEBI Listing Regulations, please note that the disclosure of the extent and nature of security created and maintained for secured non-convertible securities of the Company and the security cover certificate is made in the Audited Financial Results for the quarter and year ended March 31, 2024.

The disclosure of related party transactions under Regulation 23(9) of the SEBI Listing Regulations for the half year ended March 31, 2024 is also enclosed.

Further, the Board of Directors of the Company has recommended a final dividend of Rs. 1/- (Rupee One Only) per equity share of the Face value of Rs. 10 each for the financial year ended March 31, 2024, subject to the approval of the shareholders of the Company at the ensuing Annual General Meeting.

You are requested to kindly take the same on record.

This is for your information and appropriate dissemination.

Thanking you,

**For HDB Financial Services Limited**

Dipti Khandelwal  
(Company Secretary)  
Membership No. F11340



Encl: a/a

B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

Independent Auditor's report on Annual Standalone Financial Results of HDB Financial Services Limited under Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors of  
HDB Financial Services Limited

### **Opinion**

1. We have audited the accompanying standalone financial results of HDB Financial Services Limited for the year ended 31 March 2024, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:
  - 2.1. are presented in accordance with the requirements of the Listing Regulations in this regard; and
  - 2.2. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards ('Ind AS'), RBI guidelines and other accounting principles generally accepted in India, of the net profit and other Comprehensive Income and Other Financial Information for the year ended 31 March 2024.

### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Companies Act, 2013 ('the Act'). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

### **Management's responsibilities for the Standalone Financial Results**

4. These standalone financial results have been prepared on the basis of the standalone annual audited financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit after tax and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India ('RBI') from time to time ('RBI Guidelines') and other accounting principles generally accepted in India and in compliance with the Listing Regulations. This responsibility also includes maintenance of adequate



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the standalone financial results by the Directors of the Company, as aforesaid.

5. In preparing the standalone financial results, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - 8.1. Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - 8.2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
  - 8.3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - 8.4. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- 8.5. Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matters

11. The standalone financial results include the result for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B. K. Khare & Co**  
Chartered Accountants  
Firm Registration Number: 105102W

**Padmini Khare Kaicker**  
Partner  
ICAI Membership No: 044784  
UDIN: 24044784BKFJKK4470

Place: Mumbai  
Date: 16 April 2024



For **KKC & Associates LLP**  
Chartered Accountants  
(formerly Khimji Kunverji & Co LLP)  
Firm Registration Number: 105146W/W100621

**Hasmukh B Dedhia**  
Partner  
ICAI Membership No: 033494  
UDIN: 24033494BKCQZE4274

Place: Mumbai  
Date: 16 April 2024



**HDB FINANCIAL SERVICES LIMITED**  
**Regd. Office: Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad- 380009**  
**CIN: U65993GJ2007PLC051028 | www.hdbfs.com**  
**Tel: +912249116300 | Fax: +912249116666 | Email: compliance@hdbfs.com**

**Audited Standalone Annual Financial Results**  
*for the quarter and year ended March 31, 2024*

Sr. No.	Particulars	Quarter ended			(Rupees in million)	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
		Audited (Refer Note 6)	Reviewed	Audited (Refer Note 6)	Audited	Audited
I	<b>Revenue from operations</b> Interest income Sale of services Other financial charges Net gain on fair value changes Net gain/(loss) on derecognised financial instruments <b>Total Revenue from operations</b>	30,581 3,061 2,734 285 7	28,548 4,683 2,581 222 (16)	23,817 6,236 1,876 276 (3)	1,11,567 19,496 9,531 1,137 (20)	89,278 26,339 7,564 851 (3)
		<b>36,668</b>	<b>36,018</b>	<b>32,202</b>	<b>1,41,711</b>	<b>1,24,029</b>
II	<b>Expenses</b> Finance Costs Impairment on financial instruments Employee benefits expenses Depreciation, amortization and impairment Others expenses <b>Total expenses</b>	13,769 2,416 8,768 404 2,493	12,558 2,827 9,286 379 2,412	9,577 2,680 10,209 315 2,089	48,643 10,674 38,508 1,451 9,388	35,119 13,304 40,576 1,118 7,638
		<b>27,850</b>	<b>27,462</b>	<b>24,870</b>	<b>1,08,664</b>	<b>97,755</b>
III	<b>Profit before tax (I-II)</b>	<b>8,818</b>	<b>8,556</b>	<b>7,332</b>	<b>33,047</b>	<b>26,274</b>
IV	<b>Tax expense:</b> a. Current tax b. Deferred tax <b>Total tax expense</b>	668 1,588	2,311 (123)	674 1,204	7,707 732	6,213 468
		<b>2,256</b>	<b>2,188</b>	<b>1,878</b>	<b>8,439</b>	<b>6,681</b>
V	<b>Net Profit for the period/year (III-IV)</b>	<b>6,562</b>	<b>6,368</b>	<b>5,454</b>	<b>24,608</b>	<b>19,593</b>
VI	<b>Other Comprehensive Income/(Loss) (net of tax)</b>	<b>(91)</b>	<b>(10)</b>	<b>(94)</b>	<b>(364)</b>	<b>106</b>
VII	<b>Total Comprehensive Income/(Loss) (after tax) (V-VI)</b>	<b>6,471</b>	<b>6,358</b>	<b>5,360</b>	<b>24,244</b>	<b>19,699</b>
VIII	<b>Earnings per equity share (Refer Note 7)</b> a. Basic (in Rupees) b. Diluted (in Rupees) Face value per share (in Rupees)	8.28 8.27 10	8.04 8.03 10	6.89 6.89 10	31.08 31.04 10	24.78 24.76 10



**Notes:**

1 Statement of Standalone Assets and Liabilities

Particulars	(Rupees in million)	
	As at Mar 31, 2024	As at Mar 31, 2023
	Audited	Audited
<b>ASSETS</b>		
<b>1 Financial Assets</b>		
(a) Cash and cash equivalents	6,479	3,959
(b) Bank balances other than cash and cash equivalents	547	2,579
(c) Derivative financial instruments	19	1,653
(d) Trade receivables	1,246	658
(e) Loans	8,67,213	6,63,827
(f) Investments	33,803	12,433
(g) Other financial assets	394	348
	<b>9,09,701</b>	<b>6,85,457</b>
<b>2 Non-financial Assets</b>		
(a) Current tax assets (Net)	413	251
(b) Deferred tax assets (Net)	9,399	10,009
(c) Property, plant and equipment	1,625	1,224
(d) Capital work-in-progress	-	-
(e) Other intangible assets	222	204
(f) Right of use assets	3,265	2,443
(g) Other non-financial assets	940	916
	<b>15,864</b>	<b>15,047</b>
<b>TOTAL ASSETS</b>	<b>9,25,565</b>	<b>7,00,504</b>
<b>EQUITY AND LIABILITIES</b>		
<b>3 Financial Liabilities</b>		
(a) Derivative financial instruments	48	-
(b) Trade payables	-	-
(i) Total outstanding dues of micro enterprises and small enterprises	5,090	2,918
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,48,511	2,70,964
(c) Debt securities	3,38,314	2,42,278
(d) Borrowings (other than debt securities)	56,482	35,411
(e) Subordinated liabilities	29,552	27,785
	<b>7,77,997</b>	<b>5,79,356</b>
<b>4 Non-Financial Liabilities</b>		
(a) Current tax liabilities (Net)	587	420
(b) Provisions	5,029	3,689
(c) Other non-financial liabilities	4,525	2,669
	<b>10,141</b>	<b>6,778</b>
<b>5 Equity</b>		
(a) Equity share capital	7,931	7,914
(b) Other equity	1,29,496	1,06,456
	<b>1,37,427</b>	<b>1,14,370</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>9,25,565</b>	<b>7,00,504</b>



2 Standalone Statement of Cash Flows

Particulars	(Rupees in million)	
	Year ended Mar 31, 2024	Year ended Mar 31, 2023
	Audited	Audited
<b>Cash flow from operating activities</b>		
Profit before tax	33,047	26,274
<b>Adjustments for</b>		
Interest income	(1,11,567)	(89,278)
Interest expenses	47,716	35,029
(Profit)/loss on sale of asset	(9)	(10)
Realised net (gain)/ loss on FVTPL investments	(899)	(907)
Unrealised (gain)/loss on FVTPL investments	(238)	56
Discount on commercial paper	770	90
Provision for compensated absence and gratuity	299	66
Employee share based payment expenses	553	436
Depreciation, amortization and impairment	1,451	1,118
Impairment on financial instruments	10,674	13,304
<b>Operating cash flow before working capital changes</b>	<b>(18,203)</b>	<b>(13,822)</b>
<b>Adjustments for working capital changes:</b>		
(Increase)/decrease in loans	(2,14,060)	(1,04,627)
(Increase)/ decrease in trade receivables	(589)	761
(Increase)/decrease in other financial assets and others	2,913	(2)
Increase/(decrease) in other financial and non financial liabilities & provisions	(445)	5,065
Increase/(decrease) in trade payables	2,172	449
<b>Cash generated from/(used in) operations before adjustments for interest received and interest paid</b>	<b>(2,28,212)</b>	<b>(1,12,176)</b>
Interest paid	(41,105)	(38,421)
Interest received	1,09,461	88,414
<b>Cash generated from/(used in) operations</b>	<b>(1,59,856)</b>	<b>(62,183)</b>
Direct taxes paid (net of refunds)	(7,504)	(6,324)
<b>Net cash flow generated from/(used in) operating activities</b>	<b>A</b>	<b>(1,67,360)</b>
		<b>(68,507)</b>
<b>Cash flow from investing activities</b>		
Purchase of investments	(5,29,173)	(4,92,677)
Proceeds of investments	5,08,939	5,03,508
Purchase of fixed assets	(1,234)	(1,113)
Proceeds from sale of fixed assets	12	15
<b>Net cash generated from/(used in) investing activities</b>	<b>B</b>	<b>(21,456)</b>
		<b>9,733</b>
<b>Cash flow from financing activities</b>		
Debt securities issued	2,21,677	1,00,992
Debt securities repaid	(1,44,900)	(82,106)
Borrowings other than debt securities issued	2,99,109	1,72,078
Borrowings other than debt securities repaid	(2,03,073)	(1,25,072)
Subordinated debt issued	23,371	-
Subordinated debt repaid	(2,300)	(6,000)
Proceeds from issue of shares and security premium	715	339
Repayment of lease liabilities	(809)	(768)
Dividend and tax paid on dividend	(2,454)	(1,502)
<b>Net cash generated from/(used in) financing activities</b>	<b>C</b>	<b>1,91,336</b>
		<b>57,961</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>A+B+C</b>	<b>2,520</b>
Add : Cash and cash equivalents as at the beginning of the year		(813)
Cash and cash equivalents as at the end of the year*		4,772
		<b>6,479</b>
		<b>3,959</b>
*Components of cash and cash equivalents		
Balances with banks	6,061	3,585
Demand drafts on hand	63	89
Cash on hand	355	285
		<b>6,479</b>
		<b>3,959</b>



- 3 HDB Financial Services Limited ('the Company') is a Non-Banking Financial Company registered with the Reserve Bank of India.
- 4 The standalone financial results for the quarter and year ended March 31, 2024, which have been subjected to audit by the Statutory Auditors of the Company, have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 16, 2024 and April 16, 2024 respectively, in terms of Regulations 33 and 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.
- 5 The standalone annual financial results have been prepared in accordance with and comply in all material aspects with 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 as amended from time to time and other relevant provisions of the Act. The standalone annual financial statements, used to prepare the standalone annual financial results, are based on the notified Schedule III of the Act, as amended from time to time, for Non-Banking Financial Companies that are required to comply with Ind AS.
- 6 The figures for the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subject to Limited Review.
- 7 Earnings per equity share for the quarter ended March 31, 2024, December 31, 2023 and March 31, 2023 have not been annualised.
- 8 The Secured listed non-convertible debt securities of the Company are secured by first pari passu mortgage on immovable property situated at Heera Panna Commercial Complex, 3rd Floor, Dr. Yagnik Road, Rajkot and/or first and exclusive charge on receivables of the Company by way of hypothecation to the extent of minimum 1.0 times of the outstanding principal and interest thereon.
- 9 Other equity include statutory reserve as per Section 45IC of Reserve Bank of India Act, 1934, balance in securities premium, retained earnings, ESOP reserve and cash flow hedge.
- 10 Information as required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure 1.
- 11 The disclosure in terms of Ind-AS 108 dealing with 'Operating Segment' as specified under Section 133 of the Companies Act, 2013 is attached as Annexure 2.
- 12 The Company is a 'Large Corporate' as per criteria under SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and the disclosure in terms of the said SEBI circular is attached as Annexure 3.
- 13 Information as required by Reserve Bank of India Circular on Resolution Framework for COVID-19 related Stress dated August 6, 2020 and on Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses dated May 5, 2021 is attached as Annexure 4.
- 14 As on March 31, 2024 the security cover available in respect of secured non convertible debt securities is 1.10 and the asset cover available in respect of unsecured non convertible debt securities is 2.40. The security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure 5.
- 15 The Board of Directors in its meeting held on April 16, 2024 has recommended a final dividend of Rs.1.00 per equity share of face value of Rs.10 each for the financial year ended March 31, 2024, subject to the approval of the shareholders of the Company at its ensuing Annual General Meeting.
- 16 Pursuant to Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Operational Circular dated August 10, 2021, the Company has listed its Commercial Papers on National Stock Exchange of India Limited (NSE).
- 17 The Reserve Bank of India, under Scale Based Regulations has categorised the Company as Upper Layer (NBFC-UL), vide it's circular dated September 30, 2022.
- 18 Details of loans transferred / acquired during the period ended March 31, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
  - (i) The company has not transferred any Non-Performing Assets.
  - (ii) The company has not transferred any loan not in default.
  - (iii) The company has not acquired any Special Mention Account.
  - (iv) The company has not acquired any stressed loan and loan not in default.
- 19 Figures for the previous period/year have been regrouped wherever necessary, in order to make them comparable with current period/year.

By Order of the Board  
For HDB Financial Services Limited

Ramesh G.  
Managing Director & CEO  
DIN : 05291597

Date : April 16 , 2024  
Place : Mumbai



HDB Financial Services Limited

Annexure 1

Disclosures in compliance with Regulations 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and year ended March 31, 2024.

Sr. No.	Particulars	Quarter ended			Year ended	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
		Audited	Reviewed	Audited	Audited	Audited
1	Debt-equity ratio (times) <sup>1</sup>	5.81	5.59	5.26	5.81	5.26
2	Debt service coverage ratio	NA	NA	NA	NA	NA
3	Interest service coverage ratio	NA	NA	NA	NA	NA
4	Outstanding redeemable preference shares (Quantity)	Nil	Nil	Nil	Nil	Nil
5	Outstanding redeemable preference shares (value) (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
6	Capital redemption reserve (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
7	Debenture redemption reserve (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
8	Net worth (Rs. in millions) <sup>2</sup>	1,28,028	1,19,516	1,04,361	1,28,028	1,04,361
9	Net profit after tax (Rs. in millions)	6,562	6,368	5,454	24,608	19,593
10	<b>Earnings per equity share (Not annualised for the interim periods)</b>					
	Basic (Rs.)	8.28	8.04	6.89	31.08	24.78
	Diluted (Rs.)	8.27	8.03	6.89	31.04	24.76
11	Current ratio	1.22	1.21	1.17	1.22	1.17
12	Long term debt to working capital	7.52	7.96	9.11	7.52	9.11
13	Bad debts to accounts receivable ratio	NA	NA	NA	NA	NA
14	Current liability ratio	37.20%	36.93%	38.80%	37.20%	38.80%
15	Total debts to total assets	80.31%	79.14%	78.32%	80.31%	78.32%
16	Debtors turnover	NA	NA	NA	NA	NA
17	Inventory turnover	NA	NA	NA	NA	NA
18	Operating margin (%)	NA	NA	NA	NA	NA
19	Net profit margin (%)	17.90%	17.69%	16.94%	17.36%	15.80%
20	<b>Sector specific equivalent ratios</b>					
	Capital adequacy ratio (%)	19.25%	17.99%	20.05%	19.25%	20.05%
	Gross Stage 3 ratio (%)	1.90%	2.25%	2.73%	1.90%	2.73%
	Liquidity coverage ratio (%)	140%	164%	130%	140%	130%
	Stage 3 provision coverage ratio (%)	66.82%	68.35%	65.10%	66.82%	65.10%

Notes:

- 1) Debt equity ratio is (Debt securities + Borrowings + Subordinated liabilities) / Net worth.
- 2) Net worth is equal to paid up equity share capital plus other equity less deferred tax.



**HDB Financial Services Limited**

**Annexure 2**

**Standalone Segment Reporting**  
for the quarter and year ended March 31, 2024

Sr. No.	Particulars	Quarter ended			(Rupees in million)	
		Mar 31, 2024 Audited	Dec 31, 2023 Reviewed	Mar 31, 2023 Audited	Year ended	
					Mar 31, 2024 Audited	Mar 31, 2023 Audited
i.	<b>Segment Revenue</b>					
	Lending business	33,608	31,335	25,966	1,22,216	97,690
	BPO Services	3,060	4,683	6,236	19,495	26,339
	Unallocated	-	-	-	-	-
	<b>Income from Operations</b>	<b>36,668</b>	<b>36,018</b>	<b>32,202</b>	<b>1,41,711</b>	<b>1,24,029</b>
ii.	<b>Segment Results</b>					
	Lending business	8,823	8,024	7,093	31,784	25,085
	BPO Services	68	624	298	1,576	1,407
	Unallocated	(73)	(92)	(59)	(313)	(218)
	<b>Profit before tax</b>	<b>8,818</b>	<b>8,556</b>	<b>7,332</b>	<b>33,047</b>	<b>26,274</b>
	<b>Income Tax expenses</b>					
	Current tax	668	2,311	674	7,707	6,213
	Deferred tax Asset	1,588	(123)	1,204	732	468
	<b>Net Profit</b>	<b>6,562</b>	<b>6,368</b>	<b>5,454</b>	<b>24,608</b>	<b>19,593</b>
iii.	<b>Capital Employed</b>					
	<b>Segment assets</b>					
	Lending business	9,14,703	8,31,367	6,89,210	9,14,703	6,89,210
	BPO Services	1,050	1,014	1,034	1,050	1,034
	Unallocated	9,812	11,349	10,260	9,812	10,260
	<b>Total Assets</b>	<b>9,25,565</b>	<b>8,43,730</b>	<b>7,00,504</b>	<b>9,25,565</b>	<b>7,00,504</b>
	<b>Segment Liabilities</b>					
	Lending business	7,81,513	7,07,057	5,82,165	7,81,513	5,82,165
	BPO Services	1,928	1,958	1,804	1,928	1,804
	Unallocated	4,697	4,242	2,165	4,697	2,165
	<b>Total Liabilities</b>	<b>7,88,138</b>	<b>7,13,257</b>	<b>5,86,134</b>	<b>7,88,138</b>	<b>5,86,134</b>
	<b>Net Segment assets / (liabilities)</b>	<b>1,37,427</b>	<b>1,30,473</b>	<b>1,14,370</b>	<b>1,37,427</b>	<b>1,14,370</b>

**a) Chief Operating Decision Maker**

Operating segments are reported in a manner consistent with the internal reporting to the Chief Operating Decision Maker (CODM). The Managing Director & CEO of the Company has been identified as the CODM as defined by Ind AS 108 Operating Segments, who assesses the financial performance and position of the Company and makes strategic decisions.

**b) Operating Segment**

**Primary Segment (Business Segment)**

The Company is organised primarily into two operating segments, i.e. Lending business and BPO services. Lending business includes providing finance to retail customers for a variety of purposes like purchase of commercial equipment and commercial vehicles, personal purposes, enterprise loans, etc. Revenue from lending business includes (i) interest income and processing fees net of loan origination costs, (ii) collection-related charges like cheque bouncing charges, late payment charges and foreclosure charges, and (iii) insurance commission. BPO services comprises of sales support services, back office, operations, processing support, running collection call centres and collecting overdue amounts from borrowers.

**Secondary Segment (Geographical Segment)**

Since the business operations of the Company are primarily concentrated in India, the Company is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

**c) Segment Revenue and Expense**

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on a reasonable basis have been disclosed as 'Unallocated'.

**d) Segment Assets and Liabilities**

Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as 'Unallocated'.

**e) Accounting Policies**

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments.



**HDB Financial Services Limited**

**Annexure 3**

**Disclosure pursuant to Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021**

*for the year ended March 31, 2024*

S. No.	Particulars	Details
1	Name of the Company	HDB Financial Services Limited
2	CIN	U65993GJ2007PLC051028
3	Outstanding borrowing of Company as on 31st March (Rupees in million)	7,09,854
4	Highest Credit Rating during the previous FY along with name of the Credit Rating Agency	CRISIL AAA/Stable by CRISIL Ratings Limited and CARE AAA/Stable by CARE Ratings Limited
5	Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowing under the framework	BSE

We confirm that we are a Large Corporate as per the applicability criteria given under SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021.

**Annexure B2**

1. Name of the Company: HDB Financial Services Limited
2. CIN: U65993GJ2007PLC051028
3. Report filed for FY : T 2023-24
4. Details of the current block: 2023-24/2024-25

S. No.	Particulars	(Rupees in million)
i.	2-Year block period	FY24 & FY25
ii.	Incremental borrowing done in FY (T) (a)	3,70,895
iii.	Mandatory borrowing to be done through debt securities in FY (T) (b) = (25% of a)	92,724
iv.	Actual borrowings done through debt securities in FY (T) (c)	1,86,745
v.	Shortfall in the borrowing through debt securities, if any, for FY (T-1) carry forward to FY (T) (d)	Nil
vi.	Quantum of (d), which has met from ( c ) ( e )	Nil
vii.	Shortfall, if any, in the mandatory borrowing through debt securities for FY (T) (f) =b- [( c ) - ( e )]	Nil

**(Rupees in million)**

S. No.	Details of penalty to be paid, if any , in respect of previous block	Details
i.	2-Year block period	FY23 & FY24
ii.	Amount of the fine to be paid for the block, if applicable Fine =0.2% ( (d)- ( e ) )	Nil

  
**Dipti Khandelwal**  
*Company Secretary*  
*Membership no: F11340*  
*Tel: +912249116368*

  
**Jaykumar P. Shah**  
*Chief Financial Officer*  
*Membership no: 106353*  
*Tel: +912249116300*

Date : April 16 , 2024



HDB Financial Services Limited

Annexure 4

Disclosure pursuant to Reserve Bank of India Circular DOR.No.BP.BC/3/21.04.048/2020-21 dated 6 August 2020 pertaining to Resolution Framework for COVID-19-related Stress read with RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 pursuant to Resolution Framework 2.0 – Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises (MSMEs) and Disclosure pursuant to Reserve Bank of India Circular RBI/2021-22/31 DOR.STR.REC. 11/21.04.048 /2021-22 dated 5 May 2021 pertaining to Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses

Format-B For Resolution framework

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 30th Sep 2023 (A)	Of (A), aggregate debt that slipped into NPA during six month period ended 31st Mar 2024	Of (A) amount written off during six month ended 31st Mar 2024	Of (A) amount Paid by the borrowers during the six month ended 31st Mar 2024	(Rupees in million) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 31st March 2024
Personal Loans	419	23	11	36	349
Corporate persons	30	-	-	11	19
Of which, MSMEs	30	-	-	11	19
Others	0	-	-	0	0
Total	449	23	11	47	368



## Annexure 5

Security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2024.															(Rupees in million)	
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P	
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	Debt not backed by any assets offered as security (applicable only for liability side)	Total (C to J)	Related to only those items covered by this certificate					
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus pari passu charge)			Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=L+M+N+O)	
<b>ASSETS</b>		Book Value	Book Value	Yes/No	Book Value	Book Value									Relating to Column F	
Property, Plant and Equipment	Immovable Property (Note 1)	-	-				1,625	-	-	1,625			3	-	-	3
Capital Work-in-Progress		-	-				-	-	-	-			-	-		-
Right of Use Assets		-	-				-	-	-	-			-	-		-
Goodwill		-	-				3,265	-	-	3,265			-	-		-
Intangible Assets		-	-				-	-	-	-			-	-		-
Intangible Assets under Development		-	-				-	222	-	-	222		-	-		-
Investments		-	-				-	-	-	-			-	-		-
Loans	Receivables under financing activities (Note 2)	3,85,693	3,70,330				1,11,190	-	-	8,67,213			3,85,693	-	-	3,85,693
Inventories		-	-				-	-	-	-			-	-		-
Trade Receivables		-	-				-	-	-	-			-	-		-
Cash and Cash Equivalents		-	-				1,246	-	-	1,246			-	-		-
Bank Balances other than Cash Equivalents		-	-				-	6,479	-	-	6,479		-	-		-
Others		-	-				-	547	-	-	547		-	-		-
<b>Total</b>		<b>3,85,693</b>	<b>3,70,330</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>9,25,565</b>			<b>3,85,696</b>			<b>3,85,696</b>



## Annexure 5

Security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2024.															(Rupees in million)
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	Debt not backed by any assets offered as security (applicable only for liability side)	Total (C to J)	Related to only those items covered by this certificate				
	Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus pari-passu charge)			Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(L+M+N+O)	
	Book Value	Book Value	Yes/No	Book Value	Book Value										Relating to Column F
<b>LIABILITIES</b>															
Debt securities to which this certificate pertains	3,52,066	-	Yes	-	-	-	-	-	3,52,066	-	3,52,066	-	-	-	3,52,066
Other debt sharing pari-passu charge with above debt															
Other Debt(Sec)	-			-	-	-	-	-	-	-	-	-	-	-	-
Subordinated debt	-			-	-	853	-	-	853	-	-	-	-	-	-
Borrowings	-			-	-	-	-	-	48,292	48,292	-	-	-	-	-
Bank(TL)	not to be filled	3,38,624		-	-	-	-	-	-	-	-	-	-	-	-
Debt Securities(PDI)	-			-	-	-	-	-	3,38,624	-	-	-	-	-	-
Others(CP)	-			-	-	-	-	-	10,293	10,293	-	-	-	-	-
Trade payables	-			-	-	-	-	-	11,512	11,512	-	-	-	-	-
Lease Liabilities	-			-	-	-	-	-	5,090	-	5,090	-	-	-	-
Provisions	-			-	-	-	-	-	3,712	-	3,712	-	-	-	-
Others-Liab	-			-	-	-	-	-	5,029	-	5,029	-	-	-	-
<b>Total</b>	<b>3,52,066</b>	<b>3,38,624</b>		-	-	27,351	-	70,097	<b>7,88,138</b>	-	<b>3,52,066</b>	-	-	-	<b>3,52,066</b>
Cover on Book Value	1.10			-	-										
Cover on Market Value	1.10			-	-										
	Exclusive Security Cover Ratio		1.1		Pari-Passu Security Cover Ratio	NA									

## Notes:

1) The market value of Rs 3 million of the immovable property is on the basis of certified valuation done on April 13, 2024.

2) Receivable under financing activities consist of large number of small ticket loans. This is part of the non trading book where loans are in the nature of held to maturity and created with a sole objective of collecting principal and interest. Therefore company has considered the carrying value (net off allowance) for this certificate.

3) We confirm that the Company has complied with the covenants mentioned in the disclosure documents of the Secured Redeemable Non-convertible Debentures for the period ended March 31, 2024.



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

Independent Auditor's report on Annual Consolidated Financial Results of HDB Financial Services Limited under Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors of  
HDB Financial Services Limited

### Opinion

1. We have audited the accompanying consolidated financial results of HDB Financial Services Limited ('the Parent') and its controlled structured entity (the Parent and its controlled structured entity together referred to as 'the Group') for the year ended 31 March 2024, being submitted by the Parent pursuant to the requirements of Regulation 33 and Regulation 52 (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial results:
  - 2.1. include the annual financial results of the following entities:

Sr. No.	Name of the Entity	Relationship
1	HDB Financial Services Limited	Parent
2	Venus Trust March 2022	Controlled Structured Entities

- 2.2. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- 2.3. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS'), RBI guidelines and other accounting principles generally accepted in India, of consolidated net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 2024.

### Basis for opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Companies Act, 2013 ('the Act'). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

#### **Management's responsibilities for the Consolidated Financial Results**

4. These consolidated financial results have been compiled from consolidated annual financial statements. The Parent's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the consolidated net profit after tax and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by RBI, RBI Guidelines and other accounting principles generally accepted in India and in compliance with the Listing Regulations. The Board of Directors of the Parent are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated financial results by the Directors of the Parent, as aforesaid.
5. In preparing the consolidated financial results, the respective Board of Directors of the Parent are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors of the Parent are responsible for overseeing the financial reporting process of the Group.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the consolidated financial results are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

- 8.1. Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 8.2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- 8.3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 8.4. Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- 8.5. Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represents the underlying transactions and events in a manner that achieves fair presentation.
- 8.6. Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision, and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors.
9. We communicate with those charged with governance of the Parent and such other entities included in the consolidated financial results of which we are independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



B. K. Khare & Co.  
Chartered Accountants  
706-708, Sharda Chambers  
New Marine Lines  
Mumbai 400020

KKC & Associates LLP  
Chartered Accountants  
Level-19, Sunshine Tower,  
Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai, Maharashtra 400013

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

#### Other Matters

12. The consolidated financial results include the unaudited financial information of one controlled structure entity, whose financial information reflect Group's share of total asset of Rs. Nil as at 31 March 2024, Group's share of total revenue of Rs. Nil and Rs. Nil and Group's share of total net profit after tax / loss of Rs. Nil and Rs. Nil for the quarter and for the year ended 31 March 2024 respectively, as considered in the consolidated financial results. This unaudited financial information have been furnished to us by the Board of Directors and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these controlled structure entities is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial information are not material to the Group.
13. Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the on the financial information certified by the Board of Directors .
14. The consolidated financial results include the results for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B. K. Khare & Co**  
Chartered Accountants  
Firm Registration Number: 105102W



**Padmini Khare Kaicker**  
Partner  
ICAI Membership No: 044784  
UDIN: 24044784BKFJKL2059

Place: Mumbai  
Date: 16 April 2024



For **KKC & Associates LLP**  
Chartered Accountants  
(formerly Khimji Kunverji & Co LLP)  
Firm Registration Number: 105146W/W100621



**Hasmukh B Dedhia**  
Partner  
ICAI Membership No: 033494  
UDIN: 24033494BKCQZF3450

Place: Mumbai  
Date: 16 April 2024



**HDB FINANCIAL SERVICES LIMITED**

Regd. Office: Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad- 380009

CIN: U65993GJ2007PLC051028 | www.hdbfs.com

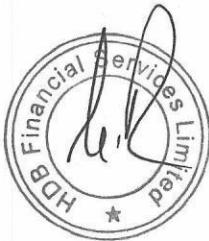
Tel: +912249116300 | Fax: +912249116666 | Email: compliance@hdbfs.com

**Audited Consolidated Annual Financial Results**

for the quarter and year ended March 31, 2024

(Rupees in million)

Sr. No.	Particulars	Quarter ended			Year ended	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
		Audited (Refer Note 6)	Reviewed	Audited (Refer Note 6)	Audited	Audited
<b>I Revenue from operations</b>						
Interest income	30,581	28,548	23,817	1,11,567	89,278	
Sale of services	3,061	4,683	6,236	19,496	26,339	
Other financial charges	2,734	2,581	1,876	9,531	7,564	
Net gain on fair value changes	285	222	276	1,137	851	
Net gain/(loss) on derecognised financial instruments	7	(16)	(3)	(20)	(3)	
<b>Total Revenue from operations</b>	<b>36,668</b>	<b>36,018</b>	<b>32,202</b>	<b>1,41,711</b>	<b>1,24,029</b>	
<b>II Expenses</b>						
Finance Costs	13,769	12,558	9,577	48,643	35,119	
Impairment on financial instruments	2,416	2,827	2,680	10,674	13,304	
Employee benefits expenses	8,768	9,286	10,209	38,508	40,576	
Depreciation, amortization and impairment	404	379	315	1,451	1,118	
Others expenses	2,493	2,412	2,089	9,388	7,638	
<b>Total expenses</b>	<b>27,850</b>	<b>27,462</b>	<b>24,870</b>	<b>1,08,664</b>	<b>97,755</b>	
<b>III Profit before tax (I-II)</b>	<b>8,818</b>	<b>8,556</b>	<b>7,332</b>	<b>33,047</b>	<b>26,274</b>	
<b>IV Tax expense:</b>						
a. Current tax	668	2,311	674	7,707	6,213	
b. Deferred tax	1,588	(123)	1,204	732	468	
<b>Total tax expense</b>	<b>2,256</b>	<b>2,188</b>	<b>1,878</b>	<b>8,439</b>	<b>6,681</b>	
<b>V Net Profit for the period (III-IV)</b>	<b>6,562</b>	<b>6,368</b>	<b>5,454</b>	<b>24,608</b>	<b>19,593</b>	
<b>VI Other Comprehensive Income (net of tax)</b>	<b>(91)</b>	<b>(10)</b>	<b>(94)</b>	<b>(364)</b>	<b>106</b>	
<b>VII Total Comprehensive Income (after tax) (V-VI)</b>	<b>6,471</b>	<b>6,358</b>	<b>5,360</b>	<b>24,244</b>	<b>19,699</b>	
<b>VIII Earnings per equity share (Refer Note 7)</b>						
a. Basic (in Rupees)	8.28	8.04	6.89	31.08	24.78	
b. Diluted (in Rupees)	8.27	8.03	6.89	31.04	24.76	
Face value per share (in Rupees)	10	10	10	10	10	



**Notes:****1 Statement of Consolidated Assets and Liabilities**

Particulars	(Rupees in million)	
	As at Mar 31, 2024	As at Mar 31, 2023
	Audited	Audited
<b>ASSETS</b>		
<b>1 Financial Assets</b>		
(a) Cash and cash equivalents	6,479	3,959
(b) Bank balances other than cash and cash equivalents	547	2,579
(c) Derivative financial instruments	19	1,653
(d) Trade receivables	1,246	658
(e) Loans	8,67,213	6,63,827
(f) Investments	33,803	12,433
(g) Other financial assets	394	348
	<b>9,09,701</b>	<b>6,85,457</b>
<b>2 Non-financial Assets</b>		
(a) Current tax assets (Net)	413	251
(b) Deferred tax assets (Net)	9,399	10,009
(c) Property, plant and equipment	1,625	1,224
(d) Capital work-in-progress	-	-
(e) Other intangible assets	222	204
(f) Right of use assets	3,265	2,443
(g) Other non-financial assets	940	916
	<b>15,864</b>	<b>15,047</b>
<b>TOTAL ASSETS</b>	<b>9,25,565</b>	<b>7,00,504</b>
<b>EQUITY AND LIABILITIES</b>		
<b>3 Financial Liabilities</b>		
(a) Derivative financial instruments	48	-
(b) 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	5,090	2,918
(c) Debt securities	3,48,511	2,70,964
(d) Borrowings (other than debt securities)	3,38,314	2,42,278
(e) Subordinated liabilities	56,482	35,411
(f) Other financial liabilities	29,552	27,785
	<b>7,77,997</b>	<b>5,79,356</b>
<b>4 Non-Financial Liabilities</b>		
(a) Current tax liabilities (Net)	587	420
(b) Provisions	5,029	3,689
(c) Other non-financial liabilities	4,525	2,669
	<b>10,141</b>	<b>6,778</b>
<b>5 Equity</b>		
(a) Equity share capital	7,931	7,914
(b) Other equity	1,29,496	1,06,456
	<b>1,37,427</b>	<b>1,14,370</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>9,25,565</b>	<b>7,00,504</b>



2 Consolidated Statement of Cash Flows

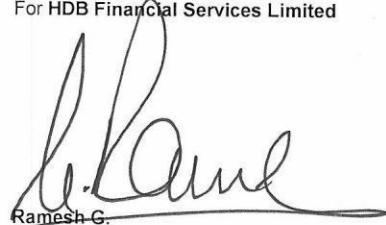
Particulars	(Rupees in million)	
	Year ended Mar 31, 2024	Year ended Mar 31, 2023
	Audited	Audited
<b>Cash flow from operating activities</b>		
Profit before tax	33,047	26,274
<b>Adjustments for</b>		
Interest income	(1,11,567)	(89,278)
Interest expenses	47,716	35,029
(Profit)/loss on sale of asset	(9)	(10)
Realised net (gain)/ loss on FVTPL investments	(899)	(907)
Unrealised (gain)/loss on FVTPL investments	(238)	56
Discount on commercial paper	770	90
Provision for compensated absence and gratuity	299	66
Employee share based payment expenses	553	436
Depreciation, amortization and impairment	1,451	1,118
Impairment on financial instruments	10,674	13,304
<b>Operating cash flow before working capital changes</b>	<b>(18,203)</b>	<b>(13,822)</b>
<b>Adjustments for working capital changes:</b>		
(Increase)/decrease in loans	(2,14,060)	(1,04,627)
(Increase)/ decrease in trade receivables	(589)	761
(Increase)/decrease in other financial assets and others	2,913	(2)
Increase/(decrease) in other financial and non financial liabilities & provisions	(445)	5,065
Increase/(decrease) in trade payables	2,172	449
<b>Cash generated from/(used in) operations before adjustments for interest received and interest paid</b>	<b>(2,28,212)</b>	<b>(1,12,176)</b>
Interest paid	(41,105)	(38,421)
Interest received	1,09,461	88,414
<b>Cash generated from/(used in) operations</b>	<b>(1,59,856)</b>	<b>(62,183)</b>
Direct taxes paid (net of refunds)	(7,504)	(6,324)
<b>Net cash flow generated from/(used in) operating activities</b>	<b>A</b>	<b>(1,67,360)</b>
		<b>(68,507)</b>
<b>Cash flow from investing activities</b>		
Purchase of investments	(5,29,173)	(4,92,677)
Proceeds of investments	5,08,939	5,03,508
Purchase of fixed assets	(1,234)	(1,113)
Proceeds from sale of fixed assets	12	15
<b>Net cash generated from/(used in) investing activities</b>	<b>B</b>	<b>(21,456)</b>
		<b>9,733</b>
<b>Cash flow from financing activities</b>		
Debt securities issued	2,21,677	1,00,992
Debt securities repaid	(1,44,900)	(82,106)
Borrowings other than debt securities issued	2,99,109	1,72,078
Borrowings other than debt securities repaid	(2,03,073)	(1,25,072)
Subordinated debt issued	23,371	-
Subordinated debt repaid	(2,300)	(6,000)
Proceeds from issue of shares and security premium	715	339
Repayment of lease liabilities	(809)	(768)
Dividend and tax paid on dividend	(2,454)	(1,502)
<b>Net cash generated from/(used in) financing activities</b>	<b>C</b>	<b>1,91,336</b>
		<b>57,961</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>A+B+C</b>	<b>2,520</b>
Add : Cash and cash equivalents as at the beginning of the year		(813)
Cash and cash equivalents as at the end of the year*		4,772
		<b>6,479</b>
		<b>3,959</b>
*Components of cash and cash equivalents		
Balances with banks	6,061	3,585
Demand drafts on hand	63	89
Cash on hand	355	285
		<b>6,479</b>
		<b>3,959</b>



- 3 HDB Financial Services Limited ('the Group') is a Non-Banking Financial Company registered with the Reserve Bank of India.
- 4 The consolidated financial results for the quarter and year ended March 31, 2024, which have been subjected to audit by the Statutory Auditors of the Group, have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 16, 2024 and April 16, 2024 respectively, in terms of Regulations 33 and 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.
- 5 The consolidated annual financial results have been prepared in accordance with and comply in all material aspects with 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 as amended from time to time and other relevant provisions of the Act. The consolidated annual financial statements, used to prepare the consolidated annual financial results, are based on the notified Schedule III of the Act, as amended from time to time, for Non-Banking Financial Companies that are required to comply with Ind AS.
- 6 The figures for the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subject to Limited Review.
- 7 Earnings per equity share for the quarter ended March 31, 2024, December 31, 2023 and March 31, 2023 have not been annualised.
- 8 The Secured listed non-convertible debt securities of the Company are secured by first pari passu mortgage on immovable property situated at Heera Panna Commercial Complex, 3rd Floor, Dr. Yagnik Road, Rajkot and/or first and exclusive charge on receivables of the Group by way of hypothecation to the extent of minimum 1.0 times of the outstanding principal and interest thereon.
- 9 Other equity include statutory reserve as per Section 45IC of Reserve Bank of India Act, 1934, balance in securities premium, retained earnings, ESOP reserve and cash flow hedge.
- 10 Information as required by Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure 1.
- 11 The disclosure in terms of Ind-AS 108 dealing with 'Operating Segment' as specified under Section 133 of the Companies Act, 2013 is attached as Annexure 2.
- 12 The Group is a 'Large Corporate' as per criteria under SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and the disclosure in terms of the said SEBI circular is attached as Annexure 3.
- 13 Information as required by Reserve Bank of India Circular on Resolution Framework for COVID-19 related Stress dated August 6, 2020 and on Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses dated May 5, 2021 is attached as Annexure 4.
- 14 As on March 31, 2024 the security cover available in respect of secured non convertible debt securities is 1.10 and the asset cover available in respect of unsecured non convertible debt securities is 2.40. The security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure 5.
- 15 The Board of Directors in its meeting held on April 16, 2024 has recommended a final dividend of Rs.1.00 per equity share of face value of Rs.10 each for the financial year ended March 31, 2024, subject to the approval of the shareholders of the Group at its ensuing Annual General Meeting.
- 16 Pursuant to Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Operational Circular dated August 10, 2021, the Group has listed its Commercial Papers on National Stock Exchange of India Limited (NSE).
- 17 The Reserve Bank of India, under Scale Based Regulations has categorised the Group as Upper Layer (NBFC-UL), vide it's circular dated September 30, 2022.
- 18 Details of loans transferred / acquired during the period ended March 31, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
  - (i) The Group has not transferred any Non-Performing Assets.
  - (ii) The Group has not transferred any loan not in default.
  - (iii) The Group has not acquired any Special Mention Account.
  - (iv) The Group has not acquired any stressed loan and loan not in default.
- 19 Figures for the previous period/year have been regrouped wherever necessary, in order to make them comparable with current period/year.

By Order of the Board

For HDB Financial Services Limited

  
 Ramesh G.  
 Managing Director & CEO  
 DIN : 05291597

Date : April 16, 2024  
 Place : Mumbai



HDB Financial Services Limited

Annexure 1

Disclosures in compliance with Regulations 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and year ended March 31, 2024.

Sr. No.	Particulars	Quarter ended			Year ended	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
	Audited	Reviewed	Audited	Audited	Audited	Audited
1	Debt-equity ratio (times) <sup>1</sup>	5.81	5.59	5.26	5.81	5.26
2	Debt service coverage ratio	NA	NA	NA	NA	NA
3	Interest service coverage ratio	NA	NA	NA	NA	NA
4	Outstanding redeemable preference shares (Quantity)	Nil	Nil	Nil	Nil	Nil
5	Outstanding redeemable preference shares (value) (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
6	Capital redemption reserve (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
7	Debenture redemption reserve (Rs. in millions)	Nil	Nil	Nil	Nil	Nil
8	Net worth (Rs. in millions) <sup>2</sup>	1,28,028	1,19,516	1,04,361	1,28,028	1,04,361
9	Net profit after tax (Rs. in millions)	6,562	6,368	5,454	24,608	19,593
10	Earnings per equity share (Not annualised for the interim periods)					
	Basic (Rs.)	8.28	8.04	6.89	31.08	24.78
	Diluted (Rs.)	8.27	8.03	6.89	31.04	24.76
11	Current ratio	1.22	1.21	1.17	1.22	1.17
12	Long term debt to working capital	7.52	7.96	9.11	7.52	9.11
13	Bad debts to accounts receivable ratio	NA	NA	NA	NA	NA
14	Current liability ratio	37.20%	36.93%	38.80%	37.20%	38.80%
15	Total debts to total assets	80.31%	79.14%	78.32%	80.31%	78.32%
16	Debtors turnover	NA	NA	NA	NA	NA
17	Inventory turnover	NA	NA	NA	NA	NA
18	Operating margin (%)	NA	NA	NA	NA	NA
19	Net profit margin (%)	17.90%	17.69%	16.94%	17.36%	15.80%
20	Sector specific equivalent ratios					
	Capital adequacy ratio (%)	19.25%	17.99%	20.05%	19.25%	20.05%
	Gross Stage 3 ratio (%)	1.90%	2.25%	2.73%	1.90%	2.73%
	Liquidity coverage ratio (%)	140%	164%	130%	140%	130%
	Stage 3 provision coverage ratio (%)	66.82%	68.35%	65.10%	66.82%	65.10%

Notes:

- 1) Debt equity ratio is (Debt securities + Borrowings + Subordinated liabilities) / Net worth.  
 2) Net worth is equal to paid up equity share capital plus other equity less deferred tax.



**Annexure 2**

**Consolidated Segment Reporting**  
for the quarter and year ended March 31, 2024

Sr. No.	Particulars	(Rupees in million)				
		Quarter ended			Year ended	
		Mar 31, 2024	Dec 31, 2023	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
	Audited	Reviewed	Audited	Audited	Audited	Audited
i.	<b>Segment Revenue</b>					
	Lending business	33,608	31,335	25,966	1,22,216	97,690
	BPO Services	3,060	4,683	6,236	19,495	26,339
	Unallocated	-	-	-	-	-
	<b>Income from Operations</b>	<b>36,668</b>	<b>36,018</b>	<b>32,202</b>	<b>1,41,711</b>	<b>1,24,029</b>
ii.	<b>Segment Results</b>					
	Lending business	8,823	8,024	7,093	31,784	25,085
	BPO Services	68	624	298	1,576	1,407
	Unallocated	(73)	(92)	(59)	(313)	(218)
	<b>Profit before tax</b>	<b>8,818</b>	<b>8,556</b>	<b>7,332</b>	<b>33,047</b>	<b>26,274</b>
	<b>Income Tax expenses</b>					
	Current tax	668	2,311	674	7,707	6,213
	Deferred tax Asset	1,588	(123)	1,204	732	468
	<b>Net Profit</b>	<b>6,562</b>	<b>6,368</b>	<b>5,454</b>	<b>24,608</b>	<b>19,593</b>
iii.	<b>Capital Employed</b>					
	<b>Segment assets</b>					
	Lending business	9,14,703	8,31,367	6,89,210	9,14,703	6,89,210
	BPO Services	1,050	1,014	1,034	1,050	1,034
	Unallocated	9,812	11,349	10,260	9,812	10,260
	<b>Total Assets</b>	<b>9,25,565</b>	<b>8,43,730</b>	<b>7,00,504</b>	<b>9,25,565</b>	<b>7,00,504</b>
	<b>Segment Liabilities</b>					
	Lending business	7,81,513	7,07,057	5,82,165	7,81,513	5,82,165
	BPO Services	1,928	1,958	1,804	1,928	1,804
	Unallocated	4,697	4,242	2,165	4,697	2,165
	<b>Total Liabilities</b>	<b>7,88,138</b>	<b>7,13,257</b>	<b>5,86,134</b>	<b>7,88,138</b>	<b>5,86,134</b>
	<b>Net Segment assets / (liabilities)</b>	<b>1,37,427</b>	<b>1,30,473</b>	<b>1,14,370</b>	<b>1,37,427</b>	<b>1,14,370</b>

a) **Chief Operating Decision Maker**

Operating segments are reported in a manner consistent with the internal reporting to the Chief Operating Decision Maker (CODM). The Managing Director & CEO of the Group has been identified as the CODM as defined by Ind AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

b) **Operating Segment**

**Primary Segment (Business Segment)**

The Group is organised primarily into two operating segments, i.e. Lending business and BPO services. Lending business includes providing finance to retail customers for a variety of purposes like purchase of commercial equipment and commercial vehicles, personal purposes, enterprise loans, etc. Revenue from lending business includes (i) interest income and processing fees net of loan origination costs, (ii) collection-related charges like cheque bouncing charges, late payment charges and foreclosure charges, and (iii) insurance commission. BPO services comprises of sales support services, back office, operations, processing support, running collection call centres and collecting overdue amounts from borrowers.

**Secondary Segment (Geographical Segment)**

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

c) **Segment Revenue and Expense**

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on a reasonable basis have been disclosed as 'Unallocated'.

d) **Segment Assets and Liabilities**

Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as 'Unallocated'.

e) **Accounting Policies**

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments.



**HDB Financial Services Limited**

**Annexure 3**

**Disclosure pursuant to Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021**

*for the year ended March 31, 2024*

**Annexure A**

S. No.	Particulars	Details
1	Name of the Group	HDB Financial Services Limited
2	CIN	U65993GJ2007PLC051028
3	Outstanding borrowing of Group as on 31st March (Rupees in million)	7,09,854
4	Highest Credit Rating during the previous FY along with name of the Credit Rating Agency	CRISIL AAA/Stable by CRISIL Ratings Limited and CARE AAA/Stable by CARE Ratings Limited
5	Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowing under the framework	BSE

We confirm that we are a Large Corporate as per the applicability criteria given under SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with Chapter XII of SEBI Operational Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021.

**Annexure B2**

- 1. Name of the Group: HDB Financial Services Limited
- 2. CIN: U65993GJ2007PLC051028
- 3. Report filed for FY : T 2023-24
- 4. Details of the current block: 2023-24/2024-25

**(Rupees in million)**

S. No.	Particulars	Details
i.	2-Year block period	FY24 & FY25
ii.	Incremental borrowing done in FY (T) (a)	3,70,895
iii.	Mandatory borrowing to be done through debt securities in FY (T) (b) = (25% of a)	92,724
iv.	Actual borrowings done through debt securities in FY (T) (c)	1,86,745
v.	Shortfall in the borrowing through debt securities, if any, for FY (T-1) carry forward to FY (T) (d)	Nil
vi.	Quantum of (d), which has met from ( c ) ( e )	Nil
vii.	Shortfall, if any, in the mandatory borrowing through debt securities for FY (T) (f) =b- [( c ) - ( e )]	Nil

**(Rupees in million)**

S. No.	Details of penalty to be paid, if any , in respect of previous block	Details
i.	2-Year block period	FY23 & FY24
ii.	Amount of the fine to be paid for the block, if applicable Fine =0.2% ( (d)- ( e ) )	Nil

*[Signature]*  
**Dipti Khandelwal**  
*[Signature]*  
 Company Secretary  
 Membership no: F11340  
 Tel: +912249116368

Date : April 16 , 2024



*[Signature]*  
**Jaykumar P. Shah**  
*[Signature]*  
 Chief Financial Officer  
 Membership no: 106353  
 Tel: +912249116300



HDB Financial Services Limited

**Annexure 4**

Disclosure pursuant to Reserve Bank of India Circular DOR.No.BP.BC/3/21.04.048/2020-21 dated 6 August 2020 pertaining to Resolution Framework for COVID-19-related Stress read with RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 pursuant to Resolution Framework 2.0 – Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises (MSMEs) and Disclosure pursuant to Reserve Bank of India Circular RBI/2021-22/31 DOR.STR.REC. 11/21.04.048 /2021-22 dated 5 May 2021 pertaining to Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses

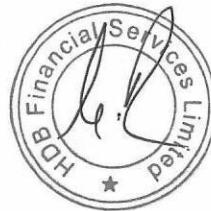
**Format-B For Resolution framework**

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 30th Sep 2023 (A)	Of (A), aggregate debt that slipped into NPA during six month period ended 31st Mar 2024	Of (A) amount written off during six month ended 31st Mar 2024	Of (A) amount Paid by the borrowers during the six month ended 31st Mar 2024	(Rupees in million) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 31st March 2024
Personal Loans	419	23	11	36	349
Corporate persons	30	-	-	11	19
Of which, MSMEs	30	-	-	11	19
Others	0	-	-	0	0
<b>Total</b>	<b>449</b>	<b>23</b>	<b>11</b>	<b>47</b>	<b>368</b>



## Annexure 5

Security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2024.															(Rupees in million)
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	Debt not backed by any assets offered as security (applicable only for liability side)	Total (C to J)	Related to only those items covered by this certificate				
	Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)			Debt amount considered more than once (due to exclusive plus pari passu charge)			Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=L+M+N+O)
<b>ASSETS</b>		Book Value	Book Value	Yes/No	Book Value	Book Value									Relating to Column F
Property, Plant and Equipment	Immovable Property (Note 1)	-	-		-		1,625	-	-	1,625	-	3	-	-	3
Capital Work-in-Progress		-	-		-	-	-	-	-	-	-	-	-	-	-
Right of Use Assets		-	-		-	-	3,265	-	-	3,265	-	-	-	-	-
Goodwill		-	-		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-		-	-	222	-	-	222	-	-	-	-	-
Intangible Assets under Development		-	-		-	-	-	-	-	-	-	-	-	-	-
Investments		-	-		-	-	33,803	-	-	33,803	-	-	-	-	-
Loans	Receivables under financing activities (Note 2)	3,85,693	3,70,330				1,11,190	-	-	8,67,213	-	3,85,693	-	-	3,85,693
Inventories		-	-		-	-	-	-	-	-	-	-	-	-	-
Trade Receivables		-	-		-	-	1,246	-	-	1,246	-	-	-	-	-
Cash and Cash Equivalents		-	-		-	-	6,479	-	-	6,479	-	-	-	-	-
Bank Balances other than Cash Equivalents		-	-		-	-	547	-	-	547	-	-	-	-	-
Others		-	-		-	-	11,165	-	-	11,165	-	-	-	-	-
<b>Total</b>		<b>3,85,693</b>	<b>3,70,330</b>				<b>11,165</b>	-	-	<b>9,25,565</b>	-	<b>3,85,696</b>	-	-	<b>3,85,696</b>



## Annexure 5

Security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2024.															(Rupees in million)
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	Debt not backed by any assets offered as security (applicable only for liability side)	Total (C to J)	Related to only those items covered by this certificate				
	Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)	Debt amount considered more than once (due to exclusive plus pari passu charge)					Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=L+M+N+O)
<b>LIABILITIES</b>															
Debt securities to which this certificate pertains		3,52,066	-	Yes	-	-	-	-	-	3,52,066	-	3,52,066	-	-	3,52,066
Other debt sharing pari-passu charge with above debt															
Other Debt(Sec)		-		-	-	-	-	-	-	-	-	-	-	-	-
Subordinated debt		-		-	-	853	-	-	-	853	-	-	-	-	-
Borrowings		-		-	-	-	-	-	-	48,292	48,292	-	-	-	-
Bank(TL)		not to be filled	3,38,624	-	-	-	-	-	-	-	-	-	-	-	-
Debt Securities(PDI)		-		-	-	-	-	-	-	3,38,624	-	-	-	-	-
Others(CP)		-	-	-	-	-	-	-	-	10,293	10,293	-	-	-	-
Trade payables		-	-	-	-	-	-	-	-	11,512	11,512	-	-	-	-
Lease Liabilities		-	-	-	-	-	5,090	-	-	5,090	-	-	-	-	-
Provisions		-	-	-	-	-	3,712	-	-	3,712	-	-	-	-	-
Others-Liab		-	-	-	-	-	5,029	-	-	5,029	-	-	-	-	-
<b>Total</b>		<b>3,52,066</b>	<b>3,38,624</b>				12,667	-	-	12,667	-	-	-	-	-
Cover on Book Value		1.10			-	-	27,351	-	70,097	7,88,138	-	3,52,066	-	-	3,52,066
Cover on Market Value		1.10													
Notes:	Exclusive Security Cover Ratio	1.1		Pari-Passu Security Cover Ratio	NA										

1) The market value of Rs 3 million of the immovable property is on the basis of certified valuation done on April 13, 2024.

2) Receivable under financing activities consist of large number of small ticket loans. This is part of the non trading book where loans are in the nature of held to maturity and created with a sole objective of collecting principal and interest. Therefore the Group has considered the carrying value (net off allowance) for this certificate.

3) We confirm that the Group has complied with the covenants mentioned in the disclosure documents of the Secured Redeemable Non-convertible Debentures for the period ended March 31, 2024.



April 16, 2024

To,  
 BSE Limited  
 P. J. Towers,  
 Dalal Street, Mumbai – 400 001

HDB Financial Services Limited  
 Ground Floor, Zenith House,  
 Keshavrao Khadye Marg,  
 Opp. Race Course, Mahalaxmi,  
 Mumbai - 400034.  
 Tel : 022 - 4911 6300  
 Fax : 022 - 4911 6666  
 Web : www.hdbfs.com  
 CIN : U65993GJ2007PLC051028  
 Email ID : compliance@hdbfs.com

**K.A.: Listing Compliance Department**

**Sub.: Statement of utilisation of issue proceeds under Regulation 52(7) and Statement of deviation/ variation under Regulation 52(7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir / Madam,

**Statement of utilisation of issue proceeds under Regulation 52(7) and Statement of deviation/ variation under Regulation 52(7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

A. Pursuant to the Regulation 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that, the proceeds of the below Non-Convertible Securities issued by the Company during the quarter ended March 31, 2024, listed on the Stock Exchange, have been utilised for the purpose for which these proceeds were raised in accordance with the respective Offer Documents of the issues:

Name of the issuer: HDB Financial Services Limited

ISIN	Mode of Fund Raising (Public issues / Private placement)	Type of instrument	Date of raising funds	Amount Raised (Face Value Rs. in Crore)	Fund utilised (Face Value Rs.in Crore)	Any deviation (Yes/No)	If Yes, then specify the purpose of for which the funds were utilised	Remarks, if any
INE756I08256	Private Placement	Sub Debt	January 9, 2024	300.00	300.00	No	NA	NA
INE756I07EM6	Private Placement	NCD	January 15, 2024	70.00	70.00	No	NA	NA
INE756I07EN4	Private Placement	NCD	January 15, 2024	515.00	515.00	No	NA	NA
INE756I07EW5	Private Placement	NCD	January 19, 2024	250.00	250.00	No	NA	NA



**Registered Office :** Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad - 380 009.

ISIN	Mode of Fund Raising (Public issues / Private placement)	Type of instrument	Date of raising funds	Amount Raised (Face Value Rs. in Crore)	Fund utilised (Face Value Rs.in Crore)	Any deviation (Yes/No)	If Yes, then specify the purpose of for which the funds were utilised	Remarks, if any
INE756I07EW5	Private Placement	NCD	February 20, 2024	195.00	195.00	No	NA	NA
INE756I07EX3	Private Placement	NCD	February 20, 2024	137.00	137.00	No	NA	NA
INE756I07EO2	Private Placement	NCD	February 27, 2024	700.00	700.00	No	NA	NA
INE756I07EY1	Private Placement	NCD	February 27, 2024	719.00	719.00	No	NA	NA
INE756I08256	Private Placement	Sub Debt	March 13, 2024	1,500.00	1,500.00	No	NA	NA

**B. Statement of deviation/ variation in use of Issue proceeds for the quarter ended March 31, 2024:**

Particulars	Remarks
Name of the listed entity	HDB Financial Services Limited
Mode of fund raising	Public issue/ Private placement
Type of Instrument	Non-convertible Securities
Date of raising funds	As mentioned in above table
Amount raised	As per mentioned in above table
Report filed for quarter ended	March 31, 2024
Is there a deviation/ variation in use of funds raised?	No
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	No
If yes, details of the approval so required?	Not Applicable
Date of approval	Not Applicable
Explanation for the deviation/ variation	Not Applicable
Comments of the audit committee after review	None
Comments of the auditors, if any	None
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:	



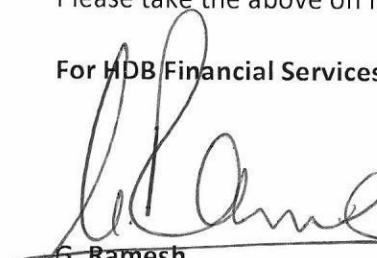
Original object	Purpose	Percentage of fund raised (%)
	For disbursements of loans to borrowers	Upto 100
	For refinancing existing borrowings/ repayment of existing borrowings	Upto 75
	For general corporate purposes	Upto 50
Further, pending utilisation, the issue proceeds may be utilised / invested as may be approved from time to time in the ordinary course of business, in fixed deposits with banks, mutual fund units, etc.		
Additionally the proceeds of the issuance shall be in accordance with RBI guidelines applicable for bank finance to NBFCs.		
Modified object, if any	Nil	
Original allocation	Funds have been allocated as per the objects stated above in compliance with the applicable laws.	
Modified allocation, if any	Nil	
Funds utilised	Funds have been utilised as per the objects stated above in compliance with the applicable laws.	
Amount of deviation/ variation for the quarter according to application object (in Rs. crore and in %)	Not Applicable	
Remarks, if any	Nil	

Deviation could mean:

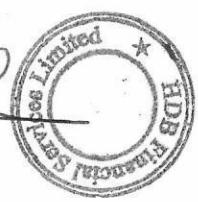
- Deviation in the objects or purposes for which the funds have been raised.
- Deviation in the amount of funds actually utilised as against what was originally disclosed.

Please take the above on record.

For HDB Financial Services Limited



G. Ramesh  
Managing Director & CEO  
DIN - 05291597



April 16, 2024

To,  
BSE Limited  
P. J. Towers,  
Dalal Street, Mumbai – 400 001

HDB Financial Services Limited  
Ground Floor, Zenith House,  
Keshavrao Khadye Marg,  
Opp. Race Course, Mahalaxmi,  
Mumbai - 400034.  
Tel : 022 - 4911 6300  
Fax : 022 - 4911 6666  
Web : [www.hdbfs.com](http://www.hdbfs.com)  
CIN : U65993GJ2007PLC051028  
Email ID : [compliance@hdbfs.com](mailto:compliance@hdbfs.com)

K.A.: Listing Compliance Department

Ref : SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172

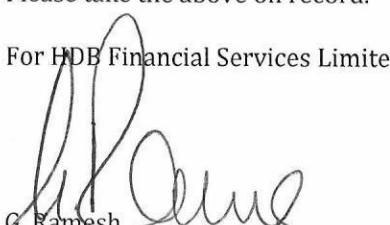
Dear Sir / Madam,

In reference to the circular no. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated October 19, 2023 the following details are provided for the Financial Year ending March 2024:

Sr. No.	Particulars	
1	Outstanding Qualified Borrowings at the start of the financial year 2023-24 (Rs. In Crores)	52,604.50
2	Outstanding Qualified Borrowings at the end of the financial year 2023-24 (Rs. In Crores)	70,985.40
3	Highest credit rating of the company	CRISIL AAA/Stable by CRISIL Ratings Limited and CARE AAA/Stable by CARE Ratings Limited
4	Incremental borrowing done during the year (qualified borrowing) (Rs. In Crores)	37,089.50
5	Borrowings by way of issuance of debt securities during the year (Rs. In Crores)	18,674.50

Please take the above on record.

For HDB Financial Services Limited

  
G. Ramesh  
Managing Director, & CEO  
DIN - 05291597





HDB/SLC/2024/1213

HDB Financial Services Limited  
Ground Floor, Zenith House,  
Keshavrao Khadye Marg,  
Opp. Race Course, Mahalaxmi,  
Mumbai - 400034.  
Tel : 022 - 4911 6300  
Fax : 022 - 4911 6666  
Web : [www.hdbfs.com](http://www.hdbfs.com)  
CIN : U65993GJ2007PLC051028  
Email ID : [compliance@hdbfs.com](mailto:compliance@hdbfs.com)

April 16, 2024

To,

<p>Listing Compliance Department <b>BSE Limited</b> P J Towers, Dalal Street, Mumbai - 400 001</p>	<p>Listing Compliance Department <b>National Stock Exchange of India Limited</b> Exchange Plaza, BKC, Bandra (East), Mumbai - 400051</p>
--	--

**Sub.: Disclosure of Related Party Transactions for the half year ended March 31, 2024 under Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015**

Dear Sir/Madam,

In accordance with the captioned subject, please find enclosed herewith the disclosure of related party transactions for the half year ended March 31, 2024.

You are requested to kindly take the same on your record.

This is for your information and appropriate dissemination.

Thanking you,

For HDB Financial Services Limited

Dipti Khandelwal  
(Company Secretary)  
Membership No. F11340



Encl: a/a

**HDB FINANCIAL SERVICES LIMITED**

Regd. Office: Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad- 380009

CIN: U65993GJ2007PLC051028 | www.hdbfs.com

Tel: +912249116300 | Fax: +912249116666 | Email: compliance@hdbfs.com

**Related party transactions for six months ended March 31, 2024**

S. No	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty		Type of related party transaction	Value of the related party transaction as approved by the audit committee (F.Y. 2023-2024)	Value of transaction during the reporting period	(Rs.in crore) In case monies are due to either party as a result of the transaction	
	Name	Name	Relationship of the counterparty with the listed entity or its subsidiary	Type of related party transaction				Opening balance	Closing balance
1	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	47.00	2.97	-	-	-
2	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	45.00	14.18	7.94	-	-
3	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	5.00	0.06	0.05	-	-
4	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	12.00	0.15	-	-	-
5	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	7.00	1.37	0.25	0.23	
6	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Expenses for receiving services	50.00	0.61	-	-	-
7	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Sale of goods or services	2,000.00	203.77	-	-	-
8	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Sale of goods or services	3,000.00	437.95	-	-	-
9	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Sale of goods or services	500.00	132.61	-	-	-
10	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Deposits Placed	2,000.00	-	25.87	-	-
11	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Interest paid	Interest on the above will be paid as per the terms of issuance of securities	92.52	-	-	-
12	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Interest paid	Interest/fees on the above will be charged as per the mutually agreed rates	321.80	-	-	-
13	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Interest received	Interest shall be as per banks pricing grid prevailing from time to time and hence the amounts cannot be estimated	0.65	-	-	-
14	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Securities Issued	18,000.00	-	3,840.00	825.00	
15	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Borrowings Taken	18,000.00	5,693.92	7,451.05	9,730.54	



**HDB FINANCIAL SERVICES LIMITED**  
 Regd. Office: Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad- 380009  
 CIN: U65993GJ2007PLC051028 | www.hdbfs.com  
 Tel: +912249116300 | Fax: +912249116666 | Email: compliance@hdbfs.com  
**Related party transactions for six months ended March 31, 2024**

S. No	Details of the party (listed entity /subsidiary) entering into the transaction	Details of the counterparty		Type of related party transaction	Value of the related party transaction as approved by the audit committee (F.Y. 2023-2024)	Value of transaction during the reporting period	(Rs.in crore) In case monies are due to either party as a result of the transaction	
		Name	Relationship of the counterparty with the listed entity or its subsidiary				Opening balance	Closing balance
16	HDB Financial Services Ltd	HDFC Bank Ltd.	Promoter	Borrowings Repaid	As Per the terms of Borrowings	3,414.43	-	-
17	HDB Financial Services Ltd	HDFC Ergo General Insurance Company Ltd.	Subsidiary of Promoter*	Sale of goods or services	35.00	8.64	1.36	2.53
18	HDB Financial Services Ltd	HDFC Ergo General Insurance Company Ltd.	Subsidiary of Promoter*	Expenses for receiving services	15.00	0.23	0.14	0.11
19	HDB Financial Services Ltd	HDFC Ergo General Insurance Company Ltd.	Subsidiary of Promoter*	Securities Issued	800.00	-	70.00	70.00
20	HDB Financial Services Ltd	HDFC Life Insurance Co. Ltd.	Subsidiary of Promoter*	Sale of goods or services	60.00	26.13	6.53	7.12
21	HDB Financial Services Ltd	HDFC Life Insurance Co. Ltd.	Subsidiary of Promoter*	Securities Sold/ redeemed	1,200.00	42.21	1,331.60	1,239.00
22	HDB Financial Services Ltd	HDFC Life Insurance Co. Ltd.	Subsidiary of Promoter*	Interest paid	Interest on securities shall be paid as per terms of issue	2.43	-	-
23	HDB Financial Services Ltd	HDFC Securities Ltd.	Subsidiary of Promoter	Sale of goods or services	1.00	0.04	0.01	-
24	HDB Financial Services Ltd	HDFC Securities Ltd.	Subsidiary of Promoter	Sale of goods or services	0.75	0.05	0.09	0.15
25	HDB Financial Services Ltd	A. K. Viswanathan	Independent Director	Director Sitting Fees	As Approved by Board	0.07	-	-
26	HDB Financial Services Ltd	Arijit Basu	Part Time Non Executive Chairman and Independent Director	Director Sitting Fees	As Approved by Board	0.05	-	-
27	HDB Financial Services Ltd	Arijit Basu	Part Time Non Executive Chairman and Independent Director	Remuneration Paid To Chairman	As Approved by Board and shareholders	0.16	-	-
28	HDB Financial Services Ltd	Arundhati M	Independent Director	Director Sitting Fees	As Approved by Board	0.07	-	-



**HDB FINANCIAL SERVICES LIMITED**  
 Regd. Office: Radhika, 2nd Floor, Law Garden Road, Navrangpura, Ahmedabad- 380009  
 CIN: U65993GJ2007PLC051028 | www.hdbfs.com  
 Tel: +912249116300 | Fax: +912249116666 | Email: compliance@hdbfs.com  
**Related party transactions for six months ended March 31, 2024**

S. No	Details of the party (listed entity /subsidiary) entering into the transaction	Details of the counterparty		Type of related party transaction	Value of the related party transaction as approved by the audit committee (F.Y. 2023-2024)	Value of transaction during the reporting period	(Rs.in crore) In case monies are due to either party as a result of the transaction	
		Name	Name				Opening balance	Closing balance
29	HDB Financial Services Ltd	Dr. Amla Samanta	Independent Director	Director Sitting Fees	As Approved by Board	0.05	-	-
30	HDB Financial Services Ltd	Ramesh Ganesan	Managing Director and CEO	Salary Including Perquisites And Allowances	As recommended by Nomination and Remuneration Committee and approved by Board and Shareholders	3.48	-	-
31	HDB Financial Services Ltd	Smita Affinwalla	Independent Director	Director Sitting Fees	As Approved by Board	0.07	-	-
32	HDB Financial Services Ltd	Venkatraman Srinivasan	Independent Director	Director Sitting Fees	As Approved by Board	0.08	-	-
33	HDB Financial Services Ltd	Dipti Khandelwal	Company Secretary	Salary Including Perquisites And Allowances	As Approved by Nomination and Remuneration Committee	0.31	-	-
34	HDB Financial Services Ltd	Jaykumar P. Shah	Chief Financial Officer	Salary Including Perquisites And Allowances	As Approved by Nomination and Remuneration Committee	1.06	-	-

\* Till 30th June, Companies were under same group

**Notes:** The company has not given any loan, inter corporate deposit, advances or made any investment to the related parties during the reporting period.

For HDB Financial Services Limited

G. Ramesh  
 Managing Director & CEO  
 DIN: 05291597

