

Avanse/Half Yearly/Mar/2015-16/01

May 10, 2016

Mr.R.K.Kulkarni,

GDA Trusteeship
GDA House,Plot No. 85
Bhusari Colony (Right)
Paud Road
Pune - 411038

Sub: Statutory Compliance – Half Yearly Report for the half year ending March 31, 2016

Ref: Letter dated April 21, 2016 Ref no. DT/Half Yearly/Mar/2015-16/616

Dear Sir,

With respect to the captioned subject and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find the following for your kind perusal.

1. Please find the following information as per regulation 52 (4)
 - a. The company's Secured Non –convertible Debentures have been rated CARE AA+(SO) by CARE rating and , BWR AA+(SO) by Brickwork Ratings. The Company's Unsecured Non Convertible Subordinate Debentures have been rated, CARE AA(SO) by CARE ratings and BWR AA+ (SO) by Brickwork Ratings. There is no change in the credit ratings during the reporting period
 - b. Debt-equity ratio as on 31st March 2016 was - 3.60
 - c. Previous due date for the payment of interest / dividend for non-convertible redeemable preference shares / repayment of principal of non-convertible preference shares / non-convertible debt securities - **Refer Annexure A**
 - d. Next due date for the payment of interest / dividend of non-convertible preference shares / principal along with the amount of interest / dividend of non-convertible preference shares payable and the redemption amount - **Refer Annexure B**
 - e. Debenture Redemption Reserve – Not Applicable
 - f. Net worth of the Company as on 31st March 2016 - Rs 134.65 crore
 - g. Net profit after tax as on 31st March 2016 - Rs 2.68 crore
 - h. Earnings per share as on 31st March 2016 - 1.06

2. End Use certificate by Auditor's certifying the utilization of Funds raised through Secured Non Convertible Debentures and Unsecured Non Convertible Subordinate Debentures in the Financial Year 2015-16 – Separately Annexed

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A DHFL Group Company

ASPIRE WITHOUT BOUNDARIES

3. Copy of Certificate of no material deviation in the use of proceeds of the issue of Secured/Unsecured NCDs from the object stated in the offer document – Separately Annexed
4. Half Yearly Financial results for the period ended March 31, 2016 – **Refer Annexure C**
5. Annual Audited Financial Results – Separately Annexed

We further confirm the following:

1. There is no revision/change in the credit rating during the reporting period
2. There has been no default in repayment of interest/principal in respect of the non-convertible debt securities for the reporting period
3. There has been no failure in creating charge on the assets with respect to the Secured Non Convertible Debentures for the reporting period

We request you to issue us a noting certificate based on the above information as per regulation 52 (5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for onward submission to the Stock Exchange(s)

Thanking you,
For Avanse Financial Services Limited


Koustubh Shaha
CFO



Encl. Annexure A to C

ANNEXURE A

Details of redemption & payment of interest during last half year ending 31.03.2016:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Actual date of payment
Series 2 Tranche 1	Interest	01.02.2016	01.02.2016



ANNEXURE B**Details of redemption & interest due in the next half-year i.e. 01.04.2016 to 30.09.2016:**

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
001	Interest	August 1, 2016	2,53,18,989
002	Interest	August 1, 2016	98,85,246
003	Interest	August 1, 2016	1,49,01,639
Series 2 Tranche 2	Interest	August 1, 2016	41,39,481
Sub Debt Series 1	Interest	August 1, 2016	98,97,541

Company does not expect default in payment of principal / interest due in next half year

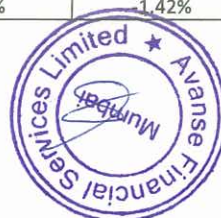


ANNEXURE C

Half Yearly Financial Results for the Period Ended March 31, 2016

(As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Particulars	Six months ended 31/03/2016	Six months ended 31/03/2015	For the year ended 31/03/2016	For the year ended 31/03/2015
	(Reviewed)	(Unaudited)	(Audited)	(Audited)
1. Interest earned (a)+(b)+(c)+(d)	3,053.42	1,028.24	5,174.52	1,547.24
(a) Interest on advances	2,937.62	1,014.82	4,930.30	1,493.64
(b) Income on investments	115.80	13.42	244.22	53.60
(c) Interest on balances with Reserve Bank of India and other inter bank funds	-	-	-	-
(d) Others	-	-	-	-
2. Other Income	277.27	244.23	653.09	430.83
3. Total Income (1+2)	3,330.69	1,272.47	5,827.60	1,978.07
4. Interest Expended	1,901.79	566.72	3,189.70	725.13
5. Operating Expenses (i)+(ii)+(iii)+(iv)	1,185.06	956.60	2,277.52	1,701.06
(i) Employees cost	496.72	461.22	960.32	749.46
(ii) Advertisement , Publicity and Business Promotion	112.73	166.93	281.08	353.61
(iii) Outsourcing expenses	154.88	99.83	270.57	182.00
(iv) Other operating expenses	420.73	228.61	765.55	416.00
6. Total Expenditure (4+5) excluding provisions and contingencies	3,086.86	1,523.32	5,467.22	2,426.20
7. Operating Profit before Provisions and Contingencies (3-6)	243.84	(250.85)	360.38	(448.12)
8. Provisions (other than tax) and Contingencies	46.50	32.14	102.24	47.43
9. Exceptional Items	-	-	-	-
10. Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	197.34	(282.98)	258.14	(495.55)
11. Tax expense	(9.84)	-	(9.84)	-
12. Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)	207.18	(282.98)	267.99	(495.55)
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/ Loss (-) for the period (12-13)	207.18	(282.98)	267.99	(495.55)
15. Paid-up equity share capital (Face value of Rs. 10 each)	3,316.75	2,520.73	3,316.75	2,520.73
16. Reserves excluding Revaluation reserves	10,148.36	6,696.28	10,148.36	6,696.28
17. Analytical Ratios				
(i) Capital Adequacy Ratio	29.54	37.94	29.54	37.94
(ii) Earnings Per Share (EPS)	1.06	-3.02	1.06	-3.02
Basic	1.06	-3.02	1.06	-3.02
Diluted	1.06	-3.02	1.06	-3.02
18. NPA Ratios				
(a) Gross NPA	28.47	Nil	28.47	Nil
(b) Net NPA	25.62	Nil	25.62	Nil
(c) % of Gross NPA	0.05%	Nil	0.05%	Nil
(d) % of Net NPA	0.05%	Nil	0.05%	Nil
(e) Return on Assets	0.39%	-1.42%	0.59%	-1.47%





GDA Trustee

Believe in yourself... Trust us!



CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, GDA Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Regulations**”), provided to us by **Avanse Financial Services Ltd.** (“**the Company**”) for the Half year ended March 31, 2016.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For GDA Trusteeship Limited

S. Kulkarni

Authorised Signatory

Date: May 10, 2016

GDA Trusteeship Ltd.

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