

October 12, 2016

Mr.R.K.Kulkarni,

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

Sub: Statutory Compliance – Half Yearly Report for the half year ending September 30, 2016
Ref: Letter dated October 03, 2016 Ref no. DT/Half Yearly/Sep/2016-17/819

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) 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 rating during the reporting period
 - b. Debt-equity ratio as on 30th September 2016 – 4.50
 - 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 30th September 2016 - Rs 139.71 crore
 - g. Net profit after tax as on 30th September 2016 - Rs 5.05 crore
 - h. Earnings per share as on 30th September 2016 - 1.52
2. Half Yearly Financial results for the period ended September 2016 **Refer Annexure C**

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

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A DHFL Group Company

ASPIRE WITHOUT BOUNDARIES

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



Swechha Jain
Chief Manager - Finance & Chief Compliance Officer

Encl. Annexure A to C

ANNEXURE A

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

ANNEXURE B

Details of redemption & interest due in the next half-year i.e. 01.10.2016 to 31.03.2017:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
Series 2 Tranche 1	Interest	January 31, 2017	95,50,000

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

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ANNEXURE C

Half Yearly Financial Results for the Period Ended September 30, 2016
(As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Unaudited Financial Results for the half year ended September 2016				
Particulars	Six months ended	Six months ended	For the	(Rs. In lacs)
	30/09/2016	30/09/2015	year ended	For the
	(Unaudited)	(Unaudited)	31/03/2016	year ended
			(Audited)	31/03/2015
				(Audited)
1. Interest earned (a)+(b)+(c)+(d)	4,327.41	2,121.10	5,174.52	1,547.24
(a) Interest on advances	4,118.94	1,992.68	4,930.30	1,493.64
(b) Income on investments	208.47	128.41	244.22	53.60
(c) Interest on balances with Reserve Bank of India and other inter bank funds	-	-	-	-
(d) Others	-	-	-	-
2. Other Income	639.72	375.82	653.09	430.83
3. Total Income (1+2)	4,967.13	2,496.91	5,827.61	1,978.07
4. Interest Expended	2,753.68	1,287.90	3,189.70	725.13
5. Operating Expenses (i)+(ii)+(iii)+(iv)	1,609.71	1,092.45	2,277.52	1,701.07
(i) Employees cost	684.08	463.60	960.32	749.46
(ii) Advertisement , Publicity and Business Promotion	252.88	168.35	281.08	353.61
(iii) Outsourcing expenses	166.57	115.69	270.57	182.00
(iv) Other operating expenses	506.18	344.81	765.55	416.00
6. Total Expenditure (4+5) excluding provisions and contingencies	4,363.39	2,380.36	5,467.22	2,426.20
7. Operating Profit before Provisions and Contingencies (3-6)	603.74	116.56	360.39	(448.13)
8. Provisions (other than tax) and Contingencies	111.13	55.74	102.24	47.43
9. Exceptional Items	-	-	-	-
10. Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	492.62	60.82	258.15	(495.56)
11. Tax expense	(12.78)	-	(9.84)	-
12. Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)	505.40	60.82	267.99	(495.56)
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit (+)/ Loss (-) for the period (12-13)	505.40	60.82	267.99	(495.56)
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	10,653.75	6,757.10	10,148.36	6,696.28
17. Analytical Ratios				
(i) Capital Adequacy Ratio (%)	21.99	23.74	29.54	37.94
(ii) Earnings Per Share (EPS)	1.52	0.24	1.06	(3.02)
Basic	1.52	0.24	1.06	(3.02)
Diluted	1.52	0.24	1.06	(3.02)
18. NPA Ratios				
(a) Gross NPA	133.48	3.49	28.47	Nil
(b) Net NPA	116.99	3.11	25.62	Nil
(c) % of Gross NPA	0.18%	0.01%	0.05%	Nil
(d) % of Net NPA	0.16%	0.01%	0.05%	Nil
(e) Return on Assets	0.71%	0.22%	0.59%	-1.47%

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