

No. CTL/DEB/21-22/Noting Certificate/232

April 28, 2021

To Whomsoever It May Concern,

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, Catalyst 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) Regulation, 2015 (“**Regulations**”), provided to us by **Madura Micro Finance Limited (“the Company”)** for the Half year ended March 31, 2021

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 **Catalyst Trusteeship Limited**



Authorised Signatory

Encl: Results submitted by Company



April 28, 2021

To
Catalyst Trusteeship Limited
Office No. 83 – 87, 8th floor
'Mittal Tower', 'B' Wing, Nariman Point
Mumbai – 400021

Dear Sir/Madam,

Sub: Disclosure under Regulation 52(4) of the securities and Exchange Board of India (Listing Obligations and disclosure Requirements Regulations, 2015

Pursuant to Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), please find below the details for the half year and year ended March 31, 2021:

Sl. No.	Particulars	Details
1	Credit Rating	ICRA: A-(OWP) CARE: BBB+(OWP) No change in rating from last quarter
2	Debt Equity Ratio	5.37
3	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 and whether the same has been paid or not	Annexure 1
4	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	Annexure 1
5	Debenture Redemption Reserve	NA
6	Net worth	401.33 cr.
7	Net Profit After Tax	(0.23) cr.
8	Earnings Per Share	Basic: (0.32) Diluted: (0.32)

Kindly take the above on record.

Thanking you,

Yours faithfully
For Madura Micro Finance Limited

GANESH HEGDE
Digitally signed by
 GANESH HEGDE
 Date: 2021.04.28
 18:34:15 +05'30'

Ganesh Hegde
Company Secretary

MADURA MICRO FINANCE LIMITED

(CIN: U65929TN2005PLC057390)

Reg.Office: No.36, Second Main Road, Kasturba Nagar, Adyar, Chennai 600020

Corp. Office: No. 634, Anna Salai, 6th Floor, Karumuttu Centre, Nandanam, Chennai 600035

Phone: 044 4683 8989, Email: secretarial@mmfl.in

Annexure:1

Interest / Principal payment dates for Non-Convertible Debentures is given below

Previous due date for the payment of interest/ Principal				Next due date for the payment of interest/ Principal		
ISIN	Interest	Principal	Status	Interest	Principal	Amount(Rs.)
INE500S07085	31.12.2020	31.12.2020	Paid	Fully repaid		
INE500S08018	30.03.2021	-	Paid	30.03.2022	-	7,60,92,094
INE500S08034	30.03.2021	-	Paid	30.04.2021	-	16,02,740
INE500S07101	-	-	Paid	17.08.2021	-	5,25,00,000
INE500S07127	31.03.2021	-	Paid	30.06.2021	-	63,01,438

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Independent Auditor's Report

To the Board of Directors of Madura Micro Finance Limited

Opinion

We have audited the accompanying Statement of Standalone Financial Results of **Madura Micro Finance Limited** (the "Company"), for the half year and year ended 31st March 2021, being submitted by the company pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Listing Regulations), which has been initialed by us for identification.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a) is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Listing Regulations), including the manner in which it is to be disclosed.
- b) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India, of the net loss, total comprehensive income and other financial information of the company for the half year and year ended 31st March 2021.

Basis for Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw your attention to Note no. 3 to the Standalone financial results about the uncertainties prevailing on the balance sheet date on the recoverability of the company's loans and advances on account of the COVID-19 impact. The estimates and assumptions made by management in determining the impairment provision required for these loans are subject to matters that are outside the control of the Company and hence the actual results may vary from these estimates.

Our opinion is not modified in respect of these matters.

Management's and Board of Directors' Responsibilities for the Standalone Financial Results

1. This Statement has been prepared on the basis of the audited standalone financial statements for the year ended March 31, 2021.

The Company's Board of Directors are responsible for the preparation of these Standalone Financial Results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This

PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

responsibility also includes maintenance of adequate 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 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 is free from material misstatement, whether due to fraud or error.

2. In preparing the Standalone Financial Results, the Board of Directors are 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.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

3. Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole is 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 this Standalone Financial Results.
4. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - 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.
 - 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 through a separate report on the complete set of standalone financial statements on whether the entity has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - 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 conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement 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.



PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

- 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
5. 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.
 6. 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 Matter

Attention is drawn to the fact that the figures for the half year ended 31st March 2021 as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the end of the first half year of the financial year.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No. 003990S/S200018



S Narasimhan
Partner
Membership No. 206047
Place: Chennai
Date: 26 Apr 2021
UDIN: 21206047AAAABO3279

MADURA MICRO FINANCE LIMITED**(Subsidiary of CreditAccess Grameen Limited)**

Registered Office: No. 36, Second Main Road, Kasturba Nagar, Adyar, Chennai 600020

CIN: U65929TN2005PLC057390

Standalone Audited Statement Of Assets And Liabilities as at 31st March 2021

(Rupees in crores unless otherwise stated)

Sl No	Particulars	As at March 31, 2021	As at March 31, 2020
		(Audited)	(Audited)
	ASSETS		
	Financial assets		
(1)			
(a)	Cash and cash equivalents	485.45	80.20
(b)	Bank balance other than cash and cash equivalents	52.91	56.94
(c)	Loans		
	- Loan portfolio (excluding securitised assets)	1,989.54	1,831.97
	- Securitised assets	13.12	94.60
(d)	Investments	0.34	45.36
(e)	Other financial assets	22.05	12.60
(2)	Non-financial assets		
(a)	Current tax assets (net)	1.37	4.48
(b)	Deferred tax assets (net)	24.52	12.24
(c)	Property, plant and equipment	5.78	7.50
(d)	Right to use assets	0.84	1.61
(e)	Intangible assets under development	-	-
(f)	Other intangible assets	1.94	0.89
(g)	Other non-financial assets	0.37	0.76
	Total assets	2,598.23	2,149.15
	LIABILITIES AND EQUITY		
	LIABILITIES		
(1.00)	Financial Liabilities		
(a)	Payables		
	(I) 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	24.83	22.35
	(II) Other payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	7.72	6.45
(b)	Borrowings		
	- Debt securities	168.85	137.30
	- Borrowings (other than debt securities)	1,902.86	1,417.64
	- Subordinated liabilities	74.93	74.90
	- Financial liability towards securitisation	9.15	80.79
(c)	Other financial liabilities	0.98	1.73
(2)	Non-financial liabilities		
(a)	Current tax liabilities (net)	-	-
(b)	Provisions	5.85	4.23
(c)	Other non-financial liabilities	1.74	2.17
(3)	EQUITY		
(a)	Equity share capital	7.19	7.19
(b)	Other equity	394.13	394.40
	Total liabilities and equity	2,598.23	2,149.15

For Madura Micro Finance Limited

Place: Chennai
Date: 26th April 2021

F. S. Mohan Eddy
 Director


MADURA MICRO FINANCE LIMITED

(Subsidiary of CreditAccess Grameen Limited)

Registered Office: No. 38, Second Main Road, Kasturba Nagar, Adyar, Chennai 600020

CIN: U65929TN2005PLC057390

Standalone Audited Financial Results for the year ended 31st March 2021

(Rupees in crores unless otherwise stated)

SI No	Particulars	Half year ended		Year ended	
		31-Mar-2021	31-Mar-2020	31-Mar-2021	31-Mar-2020
		(Audited)	(Audited)	(Audited)	(Audited)
(I)	Revenue from operations				
(a)	Interest income	201.65	234.85	412.62	454.95
(b)	Fees and commission	-	0.16	0.01	0.26
(c)	Dividend income	-	-	-	0.16
(d)	Net gain on fair value changes	0.42	0.87	2.26	2.51
(e)	Bad debt recovery	3.02	1.54	4.45	2.87
(f)	Others	13.59	10.36	13.59	10.36
	Total Revenue from operations (I)	218.68	247.78	432.93	471.11
(II)	Other Income	2.13	1.76	2.34	4.39
(III)	Total Income (I+II)	220.81	249.54	435.27	475.50
	Expenses				
(a)	Finance costs	97.21	99.19	190.32	195.39
(b)	Impairment of financial instruments	83.55	36.54	124.66	56.76
(c)	Employee benefits expenses	40.22	37.08	80.26	67.09
(d)	Depreciation, amortisation and impairment	2.06	2.68	4.25	4.99
(e)	Other expenses	21.28	26.37	35.28	44.69
(IV)	Total Expenses (IV)	244.32	201.86	434.77	368.92
(V)	Profit / (loss) before exceptional items and tax (III-IV)	(23.51)	47.68	0.50	106.58
(VI)	Exceptional items	-	-	-	-
(VII)	Profit/(loss) before tax (V -VI)	(23.51)	47.68	0.50	106.58
(VIII)	Tax Expense:				
	(1) Current Tax:				
	Current year	5.16	11.79	13.00	30.01
	Pertaining to earlier years	-	(1.74)	-	-1.74
	(2) Deferred Tax	(10.65)	(5.13)	(12.27)	-1.53
(IX)	Profit/(Loss) for the period from continuing operations (VII-VIII)	(18.02)	42.76	(0.23)	79.84
(X)	Profit/(loss) from discontinued operations	-	-	-	-
(XI)	Tax Expense of discontinued operations	-	-	-	-
(XII)	Profit/(loss) from discontinued operations (After Tax) (X-XI)	-	-	-	-
(XIII)	Profit/(loss) for the period (IX+XII)	(18.02)	42.76	(0.23)	79.84
(XIV)	Other Comprehensive Income				
	(A) (i) Items that will not be reclassified to profit or loss (specify items and amounts)	-	(0.21)	(0.05)	(0.28)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	0.05	0.01	0.07
	Subtotal (A)	-	(0.16)	(0.04)	(0.21)
	(B) (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to Profit or Loss	-	-	-	-
	Subtotal (B)	-	-	-	-
	Other Comprehensive Income (A + B)	-	(0.16)	(0.04)	(0.21)
(XV)	Total Comprehensive Income for the period (XIII+XIV)	(18.02)	42.60	(0.27)	79.63
(XVI)	Earnings per equity share (for continuing operations)				
	Basic (Rs.)	(25.04)	59.40	(0.32)	110.97
	Diluted (Rs.)	(25.04)	59.40	(0.32)	110.97
(XVII)	Earnings per equity share (for discontinued operations)				
	Basic (Rs.)	-	-	-	-
	Diluted (Rs.)	-	-	-	-
(XVIII)	Earnings per equity share (for continuing and discontinued operations)				
	Basic (Rs.)	(25.04)	59.40	(0.32)	110.97
	Diluted (Rs.)	(25.04)	59.40	(0.32)	110.97
a	Debt Equity Ratio	5.37	4.26	5.37	4.26
b	Capital to Risk Assets Ratio	20.89%	23.01%	20.89%	23.01%
c	Gross NPA			99.08	31.69
d	Net NPA			32.56	11.43
e	Gross NPA Ratio			4.70%	1.81%
f	Net NPA Ratio			1.63%	0.59%

For Madura Micro Finance Limited

Place: Chennai
Date: 26th April 2021

[Signature]
F. S. Mohan Eddy
Director



Madura Micro Finance Limited

Karumuttu Centre, 6th Floor, No.634, Anna Salai, Nandanam, Chennai – 600035
CINU65929TN2005PLC057390

Explanatory Notes to the audited standalone financial results for the year ended March 31, 2021

Notes:

1. The above standalone financial results for the year ended March 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on April 26, 2021, in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The above results for the year ended March 31, 2021 have been audited by statutory auditors of the Company.
2. The above standalone financial results of the Company have been prepared in accordance with the Indian Accounting standards (Ind AS) as per the companies (Indian Accounting standards) Rules, 2015 (as amended from time to time) and notified under section 133 of the Companies Act, 2013 ("the Act").
3. The pandemic COVID-19 outbreak continues to spread across the country leading to a significant decline and volatility in the Indian financial markets and a significant decrease in local domestic activities. The extent to which the COVID 19 pandemic is rising, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the Company results and will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID 19 pandemic and any action to contain its spread or mitigate its impact whether Government mandated or selected by us.

The Company has provided ₹ 106.84 crores (including total management overlay allowance for COVID-19 of ₹ 8.78 crores) as at March 31, 2021 as part of its expected credit loss estimate, to reflect, among other things, an increased risk of deterioration in macro-economic factors caused by COVID-19 pandemic.

Given the unique nature and scale of this pandemic, its full extent of impact on the Company's operations and financial metrics (including impairment allowances for loan portfolio) will depend on highly uncertain future developments including governmental and regulatory measures and the Company's responses thereto. Accordingly, the aforesaid management overlay is based on various variables and assumptions, which could result in actual credit loss being different than that being estimated.

4. Further, in view of the matters as mentioned in Note 3, the Company has assessed the impact of the Novel Coronavirus (COVID-19) pandemic on its liquidity and ability to repay its obligations as and when they are due. Company has sufficient liquidity to pay off its debts and Company has widened its funding sources while retaining existing lenders. Based on the foregoing and necessary stress tests considering various scenarios, management believes that the Company will be able to pay its obligations as and when these become due in the foreseeable future. Accordingly, the standalone financial statements have been prepared on a going concern basis.
5. The Company operates in a single business segment i.e. lending to Self Help Group members, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic.



6. Consequent to the approval granted by the Board of Directors of both the entities, CreditAccess Grameen Limited ("CAGL"), holds 54,86,216 Equity Shares representing 76.25% of the paid-up equity share capital of the Company as at March 31, 2021. CAGL has applied for BSE Ltd., and National Stock Exchange of India Ltd., the designated Stock Exchanges where its equity shares are listed, for issuing No-Objection for the proposed merger. Currently, the Stock Exchanges have processed the said application and forwarded the same to SEBI, along with their comments. The approval from SEBI is awaited.

Upon receipt of SEBI approval, CAGL will be filing a Petition for Merger before the respective benches of National Company Law Tribunals (NCLTs) seeking approval for the proposed merger.

7. The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
8. Government of India had introduced on 23rd Oct 2020 a Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts (1.3.2020 to 31.8.2020). As per this scheme, all loans having sanctioned limit of less than Rs. 2 crores, are eligible for this grant of ex-gratia. Company had earlier debited interest on interest to various borrowers which was however not taken to income as it was accrued and provided for in books. However, based on Gol scheme, the amounts debited to borrowers was claimed. Company has credited the accounts of borrowers and received refund of Rs 10.36 crores claimed from the government under this scheme.
9. The Honourable Supreme Court of India (Hon'ble SC), in a public interest litigation (Gajendra Sharma Vs. Union of India & Anr), vide an interim order dated September 3, 2020 ("Interim Order"), had directed banks that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. The interim order granted to not declare accounts as NPA stood vacated on March 23, 2021 vide the judgement of the Hon'ble SC in the matter of Small Scale Industrial Manufacturers Association vs. UOI & Ors. and other connected matters. In accordance with the instructions in paragraph 5 of the RBI circular dated April 7, 2021 issued in this connection, the Company has continued with the asset classification of borrower accounts as per the extant RBI instructions / IRAC norms from September 1, 2020.
10. The figures for the previous period have been regrouped/rearranged wherever necessary to conform to current period presentation.

For and on behalf of the Board of Directors
of **Madura Micro Finance Limited**


F.S. Mohan Eddy
Director
Chennai
26 April-2021

