



GFL/Comp./2023/007

February 1, 2023

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400001

Kind Attn: Head – Listing Department / Dept of Corporate Communications

Subject: Outcome of Meeting of Board of Directors

Dear Sir / Madam,

With reference to the captioned subject and pursuant to Regulations 51 and 52 read with Para A of Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and other applicable regulations and circular(s) as issued by SEBI from time to time, we inform herewith that the Board of Directors of the Company at their meeting held on February 1, 2023, have, inter alia:

- Approved the Unaudited Standalone Financial Results of the Company for the quarter and nine months ended December 31, 2022,
- Noted the Limited Review Report on the aforesaid Financial Results issued for the quarter and nine months ended December 31, 2022, by the Statutory Auditors of the Company,

We enclose herewith:

- Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2022, along with Limited Review Report issued by the Statutory Auditors of the Company pursuant to Regulation 52 of Listing Regulations.

Further, in accordance with Regulation 52(8) of the Listing Regulations, the Company would be publishing the Unaudited Financial Results for the quarter and nine months ended December 31, 2022, in the newspaper within prescribed timeline.

The Board Meeting commenced at 4.00 p.m. and concluded at 4:18 p.m.





We request you to take the aforesaid information on records.

Thanking you,

Yours sincerely,

For Godrej Finance Limited

Heer Jayesh Parekh

Company Secretary & Compliance Officer



Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF

Godrej Finance Limited

1. We have reviewed the accompanying statement of unaudited financial results of Godrej Finance Limited ("the Company") for the quarter ended and nine months ended December 31, 2022 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Attention is drawn to the fact that the figures for the corresponding quarter of the previous year and nine month ended December 31, 2021 and year ended March 31, 2022 including the reconciliation of profit under Indian Accounting Standard ('Ind AS') of year ended March 31, 2022 with profit reported under previous Generally Accepted Accounting Principle ('GAAP'), as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to a limited review or an audit. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on 1st February, 2023. Our responsibility is to issue a report on these financial statements based on our review.
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial results based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For Chhajed & Doshi
Chartered Accountants
(FRN: 101794W)



M. P. Chhajed

Partner

M. No. 049357

Place: Mumbai

Date: February 01, 2022

UDIN: 23049357BG5KUG1287

(₹ in lakhs)

Sr. No.	Particulars	STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022					
		Quarter ended			Nine months ended		Year ended
		December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
1	Revenue from operations						
	(i) Interest income	1,708.83	968.20	0.21	2,800.68	0.23	1.27
	(ii) Fees and commission income	64.48	31.24	-	103.02	-	-
	(iii) Net gain on fair value changes	97.17	147.28	3.40	308.94	9.55	42.77
2	Other income	1.46	0.94	-	2.78	0.17	0.20
3	Total Income (1+2)	1,871.94	1,147.66	3.61	3,215.42	9.95	44.31
4	Expenses						
	(i) Finance costs	525.57	91.59	4.66	721.88	4.66	22.20
	(ii) Impairment on financial instruments	390.28	342.79	-	820.06	-	36.14
	(iii) Employee benefits expenses	1,732.42	1,598.36	152.47	4,441.78	152.47	687.22
	(iv) Depreciation, amortisation expense and impairment	190.54	163.64	19.18	467.54	19.18	75.86
	(v) Other expenses	787.98	646.59	99.22	1,769.22	104.05	558.71
	Total expenses (4)	3,626.79	2,842.97	275.53	8,220.48	280.36	1,380.13
5	Profit/(Loss) before exceptional items and tax (3-4)	(1,754.85)	(1,695.31)	(271.92)	(5,005.06)	(270.41)	(1,335.80)
6	Exceptional items	-	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	(1,754.85)	(1,695.31)	(271.92)	(5,005.06)	(270.41)	(1,335.80)
8	Tax expense						
	(i) Current tax	-	-	-	-	-	-
	(ii) Short provision for earlier years	0.39	-	-	0.39	-	0.39
	(iii) Deferred tax	-	-	-	-	-	-
	Total tax expense (8)	0.39	-	-	0.39	-	0.39
9	Profit/(Loss) for the period/year (7-8)	(1,755.24)	(1,695.31)	(271.92)	(5,005.45)	(270.41)	(1,336.19)
10	Other Comprehensive income/(loss)						
	(i) Items that will not be reclassified subsequently to statement of profit or loss						
	(a) Remeasurement of defined employee benefit plans	7.03	1.06	-	8.09	-	-
	Total Other Comprehensive Income/(Loss) (i)	7.03	1.06	-	8.09	-	-
11	Total Comprehensive Income/(Loss) for the period/year (9+10)	(1,748.21)	(1,694.25)	(271.92)	(4,997.36)	(270.41)	(1,336.19)
12	Paid-up equity share capital (face value of Rs.10 per share)	55,470.33	55,470.33	4,912.06	55,470.33	4,912.06	7,020.72
13	Earnings per equity share:						
	(i) Basic (₹)	(0.32)	(0.31)	(3.47)	(1.25)	(3.86)	(7.66)
	(ii) Diluted (₹)	(0.32)	(0.31)	(3.47)	(1.25)	(3.86)	(7.66)

• (Not audited for quarter ended December 31, 2022, September 30, 2022 and December 31, 2021 and Nine months ended December 31, 2022 and December 31, 2021)
• (Audited for year ended March 31, 2022)



Godrej Finance Limited
(CIN: U67120MH1992PLC065457)
Registered Office: Godrej One, Pirojshanagar, Eastern Express Highway,
Vikhroli (East), Mumbai - 400 079

Tel. No.: 022-68376600 Email: gc.secretariat@godrejcapital.com Website: <https://www.godrejcapital.com/GF/products.html>

Notes:

- 1 The above unaudited financial results have been reviewed and approved by the Audit Committee and Board of Directors respectively at the meeting held on February 01, 2023. The Company has adopted IndAS from April 1, 2022 with effective transition date of April 1, 2021 and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (referred to as "Ind AS") 34 Interim financial reporting prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Companies (Indian Accounting standards) Rules, 2015 as amended from time to time and other accounting principles generally accepted in India and in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The unaudited financial results have been subjected to a limited review by the Statutory Auditors of the Company.

This transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act, read with rule 7 of Companies (Accounts) Rules 2014 (as amended), guidelines issued by the Reserve Bank of India (The RBI) and other generally accepted accounting principles in India (collectively referred to as the Previous GAAP).

Accordingly, the impact of transition has been recorded in the opening reserves as at April 1, 2021. Comparative previous period as presented in these financial results has been restated / reclassified in order to conform to current period presentation.

- 2 The Company is engaged primarily in the business of financing by way of loans and operates within India. Accordingly, there are no separate reportable segments as per Ind AS 108 - Operating Segment.
- 3 Disclosures pursuant to RBI Notification - RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021, as amended from time to time.

a) Details of loans acquired through assignment in respect of loans not in default during the nine months ended December 31, 2022

Particulars	Acquired
Entity	NBFCs
Count of loan accounts assigned (in numbers)	962
Amount of loan accounts assigned (in lakhs)	12,063.60
Retention of beneficial economic interest (MRR)**	10.00%
Weighted average maturity (residual maturity in months)	144.51
Weighted average holding period (in months)	16.54
Coverage of tangible security	100.00%
Rating-wise distribution of rated loans	N/A

**Retained by the originator

- b) The Company has not transferred any loans through assignment in respect of loans not in default during the nine months ended December 31, 2022.
- c) The Company has not transferred/acquired any stressed loans during the nine months ended December 31, 2022.
- 4 Information as required by Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, is attached as Annexure 1.
- 5 The figures for the quarter ended December 31, 2022 are the balancing figures between unaudited figures for the nine months ended December 31, 2022 and unaudited figures for the half year ended September 30, 2022.
- 6 Transfer to Special Reserve u/s 45 BC as per RBI Act, 1934 will be done at the year end.
- 7 In accordance with Para 52 of IndAS 101, Net profit reconciliation between the figures previously reported under previous GAAP and as per IndAS is disclosed in Annexure 2.
- 8 In accordance with IndAS 101, Reconciliation of equity as previously reported under IGAAP & as per IndAS as at March 31 2022 & April 01 2021 is disclosed in Annexure 3.
- 9 Security Coverage available as on December 31, 2022 in case of non-convertible securities: Not applicable, as the Company has only issued and listed Commercial Papers and not Non-Convertible Debentures.
- 10 The Company has been categorised in the Middle Layer under Scale Based Regulation (SBR) for NBFC's as per RBI Regulation dated October 22, 2021. The Company is taking necessary steps for complying with the applicable requirements of RBI Regulation on SBR.
- 11 The previous period/year figures have been reclassified/regrouped to conform to the figure of the current period.



For and on behalf of the Board of Directors
Godrej Finance Limited

Munish Shah
Director
DIN: 05422627

Place: Mumbai
Date: February 1, 2023



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Annexure 1:

Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the nine months ended December 31, 2022

(₹ in lakhs)

Sr. No.	Particulars	December 31, 2022
1	Debt equity ratio (No.of Times) ¹	1.21
2	Debt service coverage ratio ²	Not Applicable
3	Interest service coverage ratio ²	Not Applicable
4	Outstanding redeemable preference shares (quantity and value)	Nil
5	Capital redemption reserve/debenture redemption reserve	Nil
6	Net worth ³	49,941.28
7	Net profit / (loss) after tax	(5,005.45)
8	Earning per equity share (not annualised):	
	(a) Basic (₹)	(1.25)
	(b) Diluted (₹)	(1.25)
9	Current ratio ⁶	Not Applicable
10	Long term debt to working capital ⁶	Not Applicable
11	Bad debts to account receivable ratio ⁶	Not Applicable
12	Current liability ratio ⁶	Not Applicable
13	Total debts to Total assets ⁴	0.51
14	Debtors turnover ratio ⁶	Not Applicable
15	Inventory turnover ⁶	Not Applicable
16	Operating margin ⁶	Not Applicable
17	Net profit margin (%) ⁵	-155.67%
18	Gross Stage 3 Loans	Nil
19	Net Stage 3 Loans	Nil
20	Provision Coverage Ratio % ("PCR") ⁷	Nil

Note:

- 1 Debt-equity ratio = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Net worth.
- 2 Debt service coverage ratio and interest service coverage ratio shall not be applicable for Non Banking Financial Companies registered with the Reserve Bank of India as per Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 Net worth is calculated as defined in section 2(57) of Companies Act 2013.
- 4 Total debts to total assets = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Total assets.
- 5 Net profit margin = Net profit/(loss) after tax / Total income.
- 6 The Company is a Non-Banking Financial Company registered under the Reserve Bank of India Act, 1934, hence these ratios are not applicable.
- 7 The Gross Stage 3 Loans are nil as at December 31, 2022 (as at September 30, 2022 : Nil).



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Annexure 2:

Net profit / (loss) reconciliation between the figures reported under Previous GAAP and Ind AS

(₹ in lakhs)

i) Total Comprehensive income reconciliation	For the year ended March 31, 2022
Net (loss) as reported under IGAAP	(1,311.04)
Add / (Less):	
Impairment allowance on Financial Instruments measured at amortised cost	(18.16)
Impact of EIR method on other financial assets measured at amortised cost	0.02
Net Fair value gain/(loss) on Investment measured at FVTPL	0.74
Impact of Ind AS 116 - Leases	(7.94)
Net (loss) under Ind AS	(1,336.38)
Remeasurement of defined benefit obligation	-
Total Comprehensive income / (loss) under Ind AS	(1,336.38)

Annexure 3:

Reconciliation of equity as previously reported under IGAAP & as per IndAS

(₹ in lakhs)

i) Reconciliation of Equity	As at March 31, 2022	As at April 1, 2021
Equity as reported under IGAAP	5,212.57	437.09
Adjusted for Ind AS transition:	-	-
Net fair value gain/(loss) on investment measured at FVTPL	1.01	0.27
Impairment allowance on financial instruments measured at Amortised cost	(18.16)	-
Impact of EIR method on other financial assets measured at amortised cost	0.02	-
Impact of Ind AS 116 - Leases	(7.94)	-
Equity as reported under Ind AS	5,187.49	437.36



Godrej Finance Limited