

VOLKSWAGEN FINANCE PRIVATE LIMITED

November 06, 2019

To,
The General Manager - Debt Listing
Wholesale Debt Segment,
BSE Limited,
1st Floor, P. J. Towers,
Dalal Street,
Mumbai – 400001

REGISTERED OFFICE

VOLKSWAGEN FINANCE PRIVATE LTD.
CIN - U65999MH2009FTC189640
3rd Floor, A wing, Silver Utopia
Cardinal Gracious Road, Chakola,
Andheri (East), Mumbai 400 099
Email ID: vwplcompliance.india@vwfs.com
Website: www.vwfs.co.in
TEL: +91 22 39521000
FAX +91 22 39521001

Dear Sir,

Sub: Submission of the Un-audited Financial Results for the Half Year ended September 30, 2019

We wish to inform you that the Board of Directors of the Company at its Meeting held on November 05, 2019 has approved the Un-audited Financial Results for the Half Year ended September 30, 2019. In terms of the regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Regulations"), we enclose the following –

1. A copy of the Un-audited Financial Results for the Half Year ended September 30, 2019 along with applicable disclosures as required under regulation 52(4) of the Regulations;
2. A copy of Limited Review Report issued by M/s S.R. Batliboi & Co. LLP, Statutory Auditors;

A Certificate as required under regulation 52(5) of the regulations from M/s Vistra ITCL (India) Limited (formerly known as IL&FS Trust Company Limited), Debenture Trustees would be submitted in due course.

You are requested to take the same on your records.

Thanking you,

For Volkswagen Finance Private Limited



Harshada Pathak
Company Secretary & Compliance Officer



Encl : as above

Independent Auditor's Review Report on the Half Yearly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**Review Report to
The Board of Directors
Volkswagen Finance Private Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Volkswagen Finance Private Limited (the "Company") for the half year ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



S.R. BATLIBOI & CO. LLP

Chartered Accountants

5. The comparative Ind AS financial information of the Company for the corresponding half year ended September 30, 2018, included in these Ind AS financial results, were reviewed by the predecessor auditor and the Ind AS financial statements of the Company for the year ended March 31, 2019, were audited by predecessor auditor who expressed an unmodified conclusion/opinion on those financial information on October 25, 2018 and May 30, 2019 respectively.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Shrawan Jalan

Partner

Membership No.: 102102



UDIN: 19102102AABCU5979

Place: Mumbai

Date: November 5, 2019

Volkswagen Finance Private Limited

Statement of Unaudited Financial Results for the Half year ended September 30, 2019

(Rs. In Lakhs)

	Particulars	Half Year Ended September 30, 2019 (Unaudited)	Half Year Ended September 30, 2018 (Unaudited)	Year Ended March 31, 2019 (Audited)
	Revenue from operations			
(i)	Interest Income	25,086	26,686	53,112
(ii)	Fees and commission Income	2,140	2,557	5,502
(iii)	Other operating Income	230	220	394
(I)	Total Revenue from operation	27,456	29,463	59,008
(II)	Other Income	180	152	256
(III)	Total Income (I+II)	27,636	29,615	59,264
	Expenses			
(i)	Finance Costs	12,321	14,830	29,347
(ii)	Impairment on financial instruments	1,606	9,811	19,996
(iii)	Employee Benefits Expenses	2,566	2,931	5,184
(iv)	Depreciation, amortization and impairment	389	224	364
(v)	Other expenses	5,645	4,994	10,217
(IV)	Total Expenses	22,527	32,791	65,108
(V)	Profit/(loss) before tax and exceptional items (III-IV)	5,109	(3,175)	(5,844)
(VI)	Exceptional items	-	-	-
(VII)	Profit/(loss) before tax (V -VI)	5,109	(3,175)	(5,844)
(VIII)	Tax Expense:			
	(1) Current Tax	346	2,062	4,138
	(2) Deferred Tax	273	(3,184)	(6,169)
(IX)	Profit/(loss) for the period (VII-VIII)	4,490	(2,053)	(3,814)
(X)	Profit/(loss) for the period (VII-VIII)	4,490	(2,053)	(3,814)
(XI)	Other Comprehensive Income			
	(A) (i) Items that will not be reclassified to profit or loss	16		31
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(5)		(11)
	Subtotal (A)	11		20
	(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	-	1	-
	Subtotal (B)	-	(0)	-
	Other Comprehensive Income (A + B)	11	(0)	20
(XII)	Total Comprehensive Income for the period (X+XI) (Comprising Profit (Loss) and other Comprehensive Income for the period)	4,501	(2,053)	(3,796)
(XIII)	Earnings per equity share (not annualised only in case of half year ended September)			
	Basic and Diluted			
	Category 'A' Equity Shares of Rs. 10 each	0.38	(0.18)	(0.32)
	Category 'B' Equity Shares of Rs. 10 each	0.38	(0.18)	(0.32)



Volkswagen Finance Private Limited
Statement of Unaudited Financial Results for the Half year ended September 30, 2019

(Rs. In Lakhs)

	Particulars	September 30, 2019 (Unaudited)	September 30, 2018 (Unaudited)	March 31, 2019 (Audited)
	ASSETS			
	Financial Assets			
(a)	Cash and cash equivalents	1,747	492	670
(b)	Bank Balance other than (a) above	1	1	1
(c)	Receivables			
	(I) Trade Receivables	1,280	1,439	2,586
	(II) Other Receivables	-	-	-
(d)	Loans	442,673	538,818	491,312
(e)	Other Financial assets	567	615	617
	Sub Total (A)	446,268	541,365	495,186
	Non-financial Assets			
(a)	Current tax assets (Net)	-	-	-
(b)	Deferred tax Assets (Net)	12,739	12,535	13,018
(c)	Property, Plant and Equipment	1,581	779	706
(d)	Capital work-in-progress	7	6	28
(e)	Intangible assets under development	2,101	1,211	1,922
(f)	Other Intangible assets	241	259	300
(g)	Other non-financial assets	4,343	3,959	3,854
	Sub Total (B)	21,012	18,749	19,828
	Total Assets	467,280	560,114	515,014
	LIABILITIES AND EQUITY			
	LIABILITIES			
	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	13,393	22,865	16,646
	(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	-	-	-
(b)	Debt Securities	148,550	115,000	146,731
(c)	Borrowings (Other than Debt Securities)	155,717	275,894	207,320
(d)	Other financial liabilities	3,311	3,033	3,366
	Sub Total (A)	320,971	416,792	374,063
	Non-Financial Liabilities			
(a)	Current tax liabilities (Net)	2,957	564	2,863
(b)	Provisions	2,889	2,968	2,854
(c)	Deferred tax liabilities (Net)	-	-	-
(d)	Other non-financial liabilities	1,839	1,179	1,110
	Sub Total (B)	7,685	4,711	6,827
	EQUITY			
(a)	Equity Share capital	116,880	116,880	116,880
(b)	Other Equity	21,744	21,731	17,244
	Sub Total (C)	138,624	138,611	134,124
	Total Liabilities and Equity	467,280	560,114	515,014



Notes:

- 1 The above financial results have been prepared in accordance with the recognition & measurement principles of Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
- 2 The Company has adopted Ind AS 116 'Leases' and applied the same to all the lease contracts existing on April 1, 2019 using the modified retrospective approach with right to use asset recognised at an amount equal to the adjusted lease liability. Accordingly, comparative figures for the corresponding period and for the year ended as at March 31, 2019 have not been retrospective adjusted.
- 3 The financial results of the Company for the half year ended September 30, 2019 have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on November 5, 2019.
- 4 The Government of India, on September 30, 2019, vide the Taxation Laws (Amendment) Ordinance dated September 20, 2019 inserted a new section 115BAA in the Income Tax Act, 1961, which provides an option to the Company for paying income tax at reduced rates as per the provisions / conditions defined in the said section. The Company has a one time option to opt for a reduced Minimum Marginal Tax Rate (MMR) of 25.71% instead of 34.94% in the current financial year up to March 31, 2020 or in the future financial years. The Company is in the process of finalizing its position with respect to adoption of the reduced tax rates. If Company exercises the choice of lower MMR in the current financial year, it would correspondingly result in higher effective tax rate due to one time impact of partial write off of opening deferred tax asset offset by lower current tax outflow net of the deferred tax income.
- 5 The figures for the previous periods have been regrouped, reclassified wherever necessary to correspond to the current period.



Date: November 5, 2019
Place: Mumbai

For and on behalf of Board of Directors



Gokhan Cinar
Managing Director & Chief Financial Officer

Volkswagen Finance Private Limited

Address: Silver Utopia, 3rd Floor, Cardinal Gracious Road, Chakala, Andheri East, Mumbai 400099

Additional information required to be submitted in terms of Regulation 52(4) of SEBI Listing Obligations And Disclosure Requirements Regulations, 2015

a) Ratings assigned by credit rating agencies and changes in credit rating

Products	Rating
Commercial Paper	IND A1+ & ICRA A1+
Debentures	IND AAA (Long Term)
Others (Bank Borrowing)	IND AAA (Long Term) & IND A1+ (Short Term)

b) Debt Equity ratio: 2.19 times

c) Previous due date for the payment of interest / repayment of principal of non convertible debentures and whether the same has been paid or not are given in Annexure A

d) The Company do not have any non-convertible redeemable preference shares / non-convertible preference shares / redeembale preference shares.

e) Asset cover, Debt service coverage ratio & Interest service coverage ratio is not applicable as the Company is registered with Reserve Bank of India as Non Banking Finance Company.

f) Capital redemption reserve: Nil

g) Debenture redemption reserve: Not Applicable

h) Net Worth (Issued Share Capital plus Reserves and Surplus): Rs. 138,624 lakhs

i) Net Profit after tax: Rs. 4,490 lakhs

j) Earnings per share (Not annualised for Half Year period):

Category A equity shares: Rs 0.38 per share

Category B equity shares: Rs 0.38 per share

k) There was not material deviation in the use of proceeds of issue of Non Convertible debt securities.

Annexure A: Non Convertible Debentures

Sr No	Series under which the NCDs are held	ISIN No	Previous due date for payment of interest	Whether previous interest payment has been paid or not	Next due date for payment of interest	Next due date for payment of Principal	Next redemption amount (Rs. in lakhs)
1	VWFPL NCD A 02 FY 2015-16	INE851M07093	29-May-18	Paid	29-May-19	29-May-20	20,000
2	VWFPL NCD B FY 2017-18	INE851M07168	12-Jun-19	Paid	12-Jun-20	19-Jun-20	10,000
3	VWFPL NCD C FY 2017-18	INE851M07176	11-Jul-19	Paid	13-Jul-20	13-Jul-20	30,000
4	VWFPL NCD D FY 2017-18	INE851M07184	11-Sep-19	Paid	11-Sep-20	11-Sep-20	25,000
5	VWFPL NCD E FY 2017-18	INE851M07192	5-Dec-18	Paid	5-Dec-19	31-Aug-20	15,000
6	VWFPL NCD F FY 2017-18	INE851M07200	5-Dec-18	Paid	5-Dec-19	4-Dec-20	15,000
7	VWFPL NCD A FY 2019-20	INE851M07218	N.A.	N.A.	28-Aug-20	18-Feb-21	15,000
8	VWFPL NCD B FY 2019-20	INE851M07226	N.A.	N.A.	28-Aug-20	27-May-21	15,000

