

Cholamandalam Investment and Finance Company Limited

Profits up by 21%, Total Income up by 14%

Q 3 - Performance Highlights:

Chennai – January 27, 2015

The company registered a 21% growth in Profit before tax, clocking Rs.169 Cr. as against Rs.140 Cr. in Q 3 of 2013-14.

Profit after tax is Rs.111 Cr. as against Rs. 92 Cr. in Q 3 of 2013-14, also registering a growth of 21%.

The Company disbursed Rs.2290 Cr. in Vehicle Finance as against Rs. 2587 Cr. in Q 3 of 2013-14 and disbursed Rs.754 Cr. in Home Equity loans as against Rs. 688 Cr. in Q 3 of 2013-14. The aggregate disbursements of the Company for the quarter are Rs.3082 Cr. as against Rs. 3336 Cr. in Q 3 of 2013-14.

Total Income is Rs.965 Cr. compared to Rs.844 Cr. in Q 3 of 2013-14 registering a growth of 14%.

There appears to be an improvement in the CV segment, though the improvement is slower than expected. The Company's overall GNPA is at 2.8% and the NNPA is at 1.5% as on 31st December 2014. The company continues to maintain a cautious approach towards disbursements. As a result, the disbursement was lower by 11 % as compared to the same quarter in the previous year in the vehicle finance business.

Financial Performance – Summary

		Rs in Cr.					
2013-14			2014-15				
Qtr - III	YTD - DEC		Qtr - III	Q-o-Q	YTD - DEC	Y-o-Y	
Actuals			Actuals	Gr (%)	Actuals	Gr (%)	
3,335.86	9,441.65	Disbursements	3,081.88	-8%	9,298.73	-2%	
844.38	2,414.89	Total Income	964.71	14%	2,753.20	14%	
139.56	412.62	Profit Before Tax	168.69	21%	453.83	10%	
92.16	273.28	Profit After Tax	111.29	21%	299.51	10%	

The capital adequacy ratio (CAR) of the company was at 20.92% as against the regulatory requirement of 15%.

The Board of Directors of the Company have declared an Interim dividend out of the profits of the Company for the period ended December 31, 2014 on:

- Compulsorily Convertible Preference Shares (CCPS) of ₹ 100 each at the rate of 1% per annum paid proportionately for the period commencing from September 03, 2014, being the date of allotment till March 31, 2015

- Equity shares at the rate of 25% being ₹ 2.50 per equity share of ₹ 10 each.

Subsidiaries Performance:

The subsidiaries Cholamandalam Securities Limited and Cholamandalam Distribution Services Limited had together made a profit before tax of Rs. 2.17 Cr. as against Rs. 0.91 Cr. in Q3 of 2013-14.

Consolidated Results:

The consolidated profit after tax is Rs. 113 Cr. as against Rs. 93 Cr. in Q3 of 2013-14 registering a growth of 21.5%.