

Cholamandalam Investment and Finance Company Limited

Continued good performance in Q 1- Disbursements up by 29%, PAT up by 30%

Q - 1 Performance Highlights:

Chennai, Jul 31st, 2013: Q1 has been a good quarter for the Company, with disbursements in vehicle finance growing by 29% and disbursements in home equity loans growing by 34% compared to the same period last year.

The Company disbursed Rs.2609 Cr. in Vehicle Finance as against Rs.2026 Cr. in Q 1 of 2012 – 13 and disbursed Rs.662 Cr. in Home Equity loans as against Rs.493 Cr. in Q 1 of 2012 – 13. Disbursements from new businesses were Rs.8 Cr. for the quarter. The aggregate disbursements of the Company for the quarter are Rs.3279 Cr. as against Rs.2535 Cr. in Q 1 of 2012 - 13 registering a growth of 29%.

Total Income is Rs.762 Cr. compared to Rs.558 Cr. in Q 1 of 2012 -13 registering a growth of 37%.

Profit before tax is Rs.138 Cr. as against Rs.103 Cr. in Q 1 of 2012 -13 registering a growth of 34%. Profit after tax is Rs.91 Cr. as against Rs.70 Cr. in Q 1 of 2012 -13 registering a growth of 30%.

Financial Performance - Summary :

Rs in Cr.			
2012-13	Particulars	2013-14	Q-o-Q
Q - I		Q - I	Growth
2,535	Disbursements	3,279	29%
558	Total Income	762	37%
103	Profit Before Tax	138	34%
70	Profit After Tax	91	30%

- The Company has expanded its presence to 526 branches as on 30th June 2013 compared to 518 branches as on 31st March 2013. The additional branches are in Tier III and Tier IV locations across India.
- Capital adequacy ratio stands at 17.84% compared to statutory minimum of 15%.

Subsidiaries Performance:

The wealth management business constituting Chola Securities and Chola Distribution Services had made a profit of Rs.0.87 Cr. during the period compared to a loss of Rs.0.35 Cr. in Q 1 of 2012 – 13.

Consolidated Results:

The consolidated profit after tax for the period ended 30th June 2013 was Rs.92 Cr. as against a PAT of Rs.70 Cr. in Q 1 of 2012 – 13 registering a growth of 32%.

Others:

CARE Ratings has upgraded our subordinated debt from CARE AA- to CARE AA and CARE A+ to CARE AA – for perpetual debt instrument.

Considering the current environment, the Company has maintained GNPA at 1.12% and NNPA at 0.25%, provision coverage is at 78%.

The Hon'ble High Court of Judicature at Madras vide its Order dated April 26, 2013, approved the Scheme of Amalgamation of the Company's wholly owned subsidiary M/s.Cholamandalam Factoring Limited (CFACT) with the Company with effect from April 01, 2012 (the Appointed Date). Effective 24th May 2013, all formalities with regard to the merger has been completed, the impact of the merger have been taken into consideration in the opening balance as on 1st April 2013.