

Press Release from Cholamandalam Financial Holdings Limited

**CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (CFHL) CONSOLIDATED
PROFIT BEFORE TAX IS Rs. 1106 Cr**

Chennai, November 9, 2019: The Board of Directors of CFHL today approved the financial results for the quarter and half year ended September 30, 2019.

Consolidated Results

Profit before Tax (PBT) for the half year ended September 2019 was Rs.1,106 Cr as against Rs.971 Cr last year registering a growth of 14%. For the quarter ended September 2019, the PBT was at 596 Cr as against Rs.491 Cr for the quarter ended September 2018.

Cholamandalam Investment & Finance Company Ltd, in which the Company holds 46.5% stake, disbursed Rs. 15,954 Cr for the half year ended September 2019 compared to Rs. 13,913 Cr in the same period of previous year, registering a growth of 15%. The disbursement for the quarter ended September 2019 was at Rs.7,381 Cr as against Rs.6,899 Cr for the quarter ended September 2018, registering a growth of 7%. Profit before tax (PBT) for the half year ended September 2019 was at Rs. 1,006 Cr as against Rs. 898 Cr last year registering a growth of 12%. For the quarter ended September 2019, the PBT was at Rs.523 Cr as against Rs.460 Cr for the quarter ended September 2018, registering a growth of 14%. Assets under management grew by 23% to Rs. 64,409 Cr as compared to Rs. 52,486 Cr in H1 FY19.

Cholamandalam MS General Insurance Company Ltd., a subsidiary in general insurance business, in which the Company holds about 60% stake, registered a Gross Written Premium (GWP) of Rs. 2,388 Cr during the half year ended September 2019 as against Rs. 2,054 Cr in September 2018, a growth of 16%. The GWP for the quarter ended September 2019 was Rs.1,192 Cr as against Rs.1,103 Cr for the quarter ended September 2018. PBT for the half year ended September 2019 was at Rs. 101 Cr as against Rs. 75 Cr in September 2018, a growth of 35%. For the quarter ended September 2019, the PBT was at Rs.69 Cr as against Rs.33 Cr in September 2018.

Cholamandalam MS Risk Services Ltd., a Joint Venture Company, in which the Company holds 49.5% stake, registered a revenue of Rs. 20 Cr for the half year ended September 2019 as against Rs. 17 Cr in September 2018. The revenue for quarter ended September 2019 was at Rs.12 Cr as against Rs.10 Cr in September 2018.

Standalone Results

The Profit before tax for the half year ended September 2019 was at Rs. 21 Cr as against Rs. 33 Cr in September 2018. The PBT for the quarter ended September 2019 was at Rs.18 Cr as against Rs.29 Cr during the quarter ended September 2018.

Changes in Tax Rates:

Pursuant to the Taxation Laws (Amendment) Ordinance 2019, promulgated on September 20, 2019, the Company and some of its subsidiaries have exercised the option permitted u/s.115BAA of the Income Tax Act, 1961 to compute Income Tax at revised rate (i.e, 25.17%) from current financial year, and accordingly, has re-measured current / deferred tax and the consequential effect has been fully recorded in the current period. The impact of this change is not significant in the standalone financial results. With respect to the consolidated financial results, the Group has recognised additional tax expense of Rs. 118.80 Cr and Rs. 167.91 Cr for the quarter and half-year ended September 30, 2019 respectively.

For more details, please visit www.cholafhl.com

About Murugappa Group

Founded in 1900, the INR 369 Billion (36,893 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bioproducts and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

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For more details, visit www.murugappa.com.

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