

Press Release from Cholamandalam Financial Holdings Limited

## **CHOLAMANDALAM FINANCIAL HOLDINGS LIMITED (CFHL)**

### **CONSOLIDATED PROFIT AFTER TAX FOR Q1 FY 21 - Rs. 589 Cr**

**Chennai, August 12, 2020:** The Board of Directors of CFHL today approved the unaudited financial results for the quarter ended June 30, 2020.

#### **Consolidated Results**

For the quarter ended June 30, 2020, the Company achieved consolidated Profit after tax of Rs. 589 Cr. as against Rs.330 Cr. in the corresponding quarter of the previous year. Total income for the quarter was Rs.3,234 Cr. as against Rs.3,123 Cr. in the corresponding quarter of the previous year.

**Cholamandalam Investment & Finance Company Ltd**, in which the Company holds 45.50% stake, disbursed Rs. 3,589 Cr. for the quarter ended June 30, 2020 compared to Rs. 8,572 Cr. in the corresponding quarter of the previous year registering a decline of 58%. Disbursements started to pick up after lockdown relaxation post May 15<sup>th</sup>.

Profit after tax for the quarter ended was at Rs. 431 Cr. compared to Rs.314 Cr. in the corresponding quarter of the previous year, registering an increase of 37%.

Assets under management grew by 13% to Rs. 70,826 Cr as compared to Rs.62,827 Cr as at June 30, 2019.

**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. 883 Cr. during the quarter ended June 30, 2020 as against Rs. 1,199 Cr. in the corresponding quarter of the previous year. Profit after tax for the quarter ended June 30, 2020 was at Rs. 164 Cr. as against Rs. 22 Cr. in the corresponding quarter of the previous year. Increase in Profit after tax for the quarter is primarily on account of significant reduction in insurance claims cost and marketing expenses.

**Cholamandalam MS Risk Services Ltd.**, a Joint Venture Company, in which the Company holds 49.5% stake, registered a revenue of Rs. 5.28 Cr. for the quarter ended June 30, 2020 as against Rs. 8.67 Cr. in the corresponding quarter of the previous year. Loss after tax for the quarter ended was Rs. 3.58 Cr. as against Rs. 0.92 Cr. in the corresponding quarter of the previous year.

#### **Standalone Results**

The Loss after tax for the quarter ended June 30, 2020 was at Rs. 3.36 Cr. as against Profit after tax of Rs.2.56 Cr. in the corresponding quarter of the previous year. Loss for

the current quarter is on account of interest cost recognised on borrowing made for equity investment in subsidiary company.

For more details, please visit [www.cholafhl.com](http://www.cholafhl.com)

### **About Murugappa Group**

Founded in 1900, the INR 381 Billion (38,105 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, Bio-products 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.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 51,000 employees.

For more details, visit [www.murugappa.com](http://www.murugappa.com).

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