



Date: 10.02.2022

To,
The Manager,
Listing Department-BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400001

Dear Sir,

Sub: Submission of Unaudited Financial Results for the quarter and nine months ended 31st December, 2021 under Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 52 and other applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 Board of Directors in their meeting held on February 10, 2022 considered and approved Unaudited Financial Results along with Limited Review Report issued by Statutory Auditors for the quarter and nine months ended December 31, 2021 duly reviewed by the Audit Committee.

The said financial have been signed by the Managing Director of the Company and we hereby declare that the Statutory Auditors M/s SCV & CO. LLP Chartered Accountants (ICAI Firm Registration Number: 000235N/N500089) have submitted the Limited Review Report for the Financial Results of the Company for the quarter and nine months ended December 31, 2021 with an Un-Modified opinion.

In term of Regulation 52 (4) of the Listing Regulations:

- a) **Debt-Equity Ratio:** 3.61
- b) **Debt service coverage ratio:** Being a Non-Banking Financial Company, requirement of disclosure of debt service coverage ratio is not applicable.
- c) **Interest service coverage ratio:** Non-Banking Financial Company, requirement of disclosures of interest service coverage ratio is not applicable.
- d) **Outstanding redeemable preference shares (quantity and value):** 1,42,70,000 shares/414.68 mn (**Unlisted**)
- e) **Capital redemption reserve/debenture redemption reserve:** 4.00 mn/36.63 mn
- f) **Net worth:** 2,580.33 mn
- g) **Net profit after tax:** 101.71 mn
- h) **Earnings per share:** 2.46

Midland Microfin Limited

Regd. & Corporate Office: The Axis, Plot no. 1, RB Badri Dass Colony, BMC Chowk, G.T. Road Jalandhar – 144001 INDIA.
Tel.: 0181 – 5085555, 5086666 Fax: 5087777, email id: info@midlandmicrofin.com, Website: www.midlandmicrofin.com
CIN – U65921PB1988PLC008430



- i) **Current Ratio:** Being a Non-Banking Financial Company, requirement of disclosure of Current Ratio is not applicable.
- j) **Long term debt to working capital:** Being a Non-Banking Financial Company, requirement of disclosure of Long term debt to working capital is not applicable.
- k) **Bad debts to Account receivable ratio:** Being a Non-Banking Financial Company, requirement of disclosure of Bad debts to Account receivable ratio is not applicable
- l) **Current Liability ratio:** Being a Non-Banking Financial Company, requirement of disclosure of Current Liability ratio is not applicable
- m) **Total Debts to Total Assets:** 0.73
- n) **Debtors Turnover:** Being a Non-Banking Financial Company, requirement of disclosure of Debtor Turnover ratio is not applicable
- o) **Inventory Turnover:** Being a Non-Banking Financial Company, requirement of disclosure of Inventory Turnover ratio is not applicable.
- p) **Operating Margin (%):** Being a Non-Banking Financial Company, requirement of disclosure of operating margin is not applicable
- q) **Net Profit Margin (%):** 6.35
- r) **Sector specific equivalent ratios:**
 - Gross NPA (%)- as on December 31,2021 is 2.71%
 - Net NPA (%)- as on December 31,2021 is 0.84%
 - Capital Adequacy Ratio (%)- as on December 31,2021 is 43.05%

Pursuant to the Regulation 52(7) of the Listing Regulations, declaration with respect to the utilization of issue proceeds of non-convertible debt securities is not required since the proceeds have been already utilized as per the objective.

Pursuant to the Regulation 54 (3) of the Listing Regulations, disclosure on Asset Cover has been submitted separately to the BSE Limited.

Kindly acknowledge the receipt of the same.

**For and on behalf of
Midland Microfin Limited**



**Sumit Bhojwani
(Company Secretary)
M. No. A-36611**

Midland Microfin Limited

Regd. & Corporate Office: The Axis, Plot no. 1, RB Badri Dass Colony, BMC Chowk, G.T. Road Jalandhar – 144001 INDIA.
Tel.: 0181 – 5085555, 5086666 Fax: 5087777, email id: info@midlandmicrofin.com, Website: www.midlandmicrofin.com
CIN – U65921PB1988PLC008430

Independent Auditor's Review Report
on unaudited financial results for quarter and nine months ended 31st December 2021 of
Midland Microfin Limited
pursuant to the Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and
Disclosure Requirements) Regulations, 2015 as amended.

Review Report to
The Board of Directors,
Midland Microfin Limited

1. We have reviewed the accompanying Statement of unaudited financial results ("the Statement") of **Midland Microfin Limited ("the Company")** for the quarter and nine months ended **31st December 2021**, 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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 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 financial Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



Other offices:

New Delhi: 4/18, Asaf Ali Road, New Delhi-110002 (Delhi) T: +91-11-23274888/77410 F: +91-11-23272805

Ludhiana: B-XIX-220, Rani Jhansi Road, Ghumar Mandi, Ludhiana - 141 001 (Punjab) T: +91-161-2774527 F: +91-161-2771618

Noida: Unit No. 505, 5th Floor, Tower B, World Trade Tower, C 1, Sector-16, Noida -201301, UP: T: +91-120-4814400 F: +91-11-41749444

Mumbai: A-005 Western Edge - II, Off Western Express Highway, Borivali (E), Mumbai - 400066 T: +91-7738013832

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

5. We draw attention to Note no. 7 on the Statement which described the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion is not modified in respect of this matter.

Other Matter

6. (a) The annual financial statements of the Company for the year ended March 31, 2021, were audited by erstwhile auditors whose report dated May 26, 2021, expressed an unmodified opinion on those annual financial statements.
- (b) The unaudited financial results for the quarter ended December 31, 2020, and the nine months ended December 31, 2020, have not been subjected to audit and/or the limited review; and have been certified by the Management which have been relied upon by us.

Our conclusion is not modified in respect of these matters.

For SCV & Co. LLP
Chartered Accountants
Firm Regn. No. 000235N/N500089



A handwritten signature in black ink, appearing to read "Rajiv Puri".

(Rajiv Puri)
Partner

Place: New Delhi
Dated: February 10, 2021

Membership No.: 084318
UDIN: 22084318ABEXYY4957

Midland Microfin Limited

(CIN: U65921PB1988PLC008430)

Registered Office:- The AXIS, Plot No.1, R.B. Badri Dass Colony, G.T Road, Jalandhar PB 144001 (INDIA)

Tel : +91-181-5076000, Fax No : +91- 181-2236070 Website : www.midlandmicrofin.com

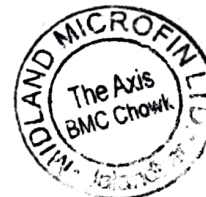
Statement of Unaudited Financial Results for the quarter and nine months ended December 31, 2021

Particulars	Quarter ended			Nine months ended		Year ended
	31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations						
Interest income	534.02	502.63	478.76	1,522.13	1,456.61	1,909.40
Fees and commission income	24.44	22.59	1.77	49.89	2.26	4.84
Net gain on derecognition of financial instruments under amortised cost category	8.79	17.27		26.05	-	7.85
Total revenue from operations	567.25	542.49	480.53	1,598.07	1,458.87	1,922.09
Other income	0.39	0.68	0.47	2.58	0.73	1.35
Total income	567.64	543.17	481.00	1,600.65	1,459.60	1,923.44
Expenses						
Finance cost	248.06	270.64	258.98	763.18	804.39	1,036.36
Impairment on financial instruments	100.81	9.82	15.87	123.93	64.22	124.03
Employee benefit expenses	141.28	133.55	102.22	390.91	281.34	385.89
Depreciation and amortization expense	7.73	8.42	10.90	25.55	30.71	37.62
Other expenses	65.31	51.32	40.44	155.06	99.62	149.44
Total expenses	563.19	473.75	428.41	1,458.63	1,280.28	1,733.34
Profit before tax	4.45	69.42	52.59	142.02	179.32	190.10
Tax expense:						
Current tax	21.66	5.27	15.09	66.80	59.47	72.67
Deferred tax	(17.59)	13.57	(3.44)	(26.49)	(16.00)	(28.83)
Income tax expense	4.07	18.84	11.65	40.31	43.47	43.84
Profit for the period (A)	0.38	50.58	40.94	101.71	135.85	146.26
Other comprehensive income						
Items that will not be reclassified subsequently to profit or loss						
Re-measurement gain on defined benefit plans	1.06	1.76	-	2.83	-	2.99
Income tax effect	(0.27)	(0.44)	-	(0.71)	-	(0.75)
Items that will be reclassified subsequently to profit or loss						
Fair value income/(loss) on derivative financial instruments	(4.96)	8.38	(2.75)	(5.83)	(5.08)	5.77
Income tax effect	1.25	(2.11)	0.69	1.47	1.28	(1.45)
Other comprehensive income/(loss) (B)	(2.92)	7.59	(2.06)	(2.24)	(3.80)	6.56
Total comprehensive income for the period (A+B)	(2.54)	58.17	38.88	99.47	132.05	152.82
Earnings per equity share						
Computed on the basis of total profit for the period						
Basic EPS (Rs.)*	0.01	1.28	1.07	2.46	3.89	4.06
Diluted EPS (Rs.)*	0.01	1.28	1.07	2.46	3.89	4.06
Nominal value	10.00	10.00	10.00	10.00	10.00	10.00

*Basic and Diluted EPS for the quarter ended December 31, 2021, September 30, 2021 and December 31, 2020 and for the nine months ended December 31, 2021 and December 31, 2020 are not annualised.



Place: Jalandhar
Date: February 10, 2022



For and on Behalf of the Board of Directors of
Midland Microfin Limited

Amardeep Singh Samra
Amardeep Singh Samra
Managing Director

Midland Microfin Limited
(CIN: U65921PB19RRPLC008430)

Registered Office: The AXIS, Plot No 1, R B Badri Dass Colony, G.T Road, Jalandhar PB 144001 (INDIA)

Tel : +91-181-5076000, Fax No : +91-181-2236070 Website : www.midlandmicrofin.com

Financial results for the quarter and nine months ended December 31, 2021

Notes

- Midland Microfin Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the quarter and nine months ended December 31, 2021 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provisions of the Companies Act, 2013, as applicable.
- The above results have been reviewed by the Audit Committee of the Board at its meeting held on February 09, 2022 and approved by the Board of Directors at their meeting held on February 10, 2022, in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The above results for the quarter and nine months ended December 31, 2021 have been reviewed by the Statutory Auditors of the Company.
- The Company operates in a single reportable segment i.e. lending to borrowers, having similar risks and returns for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographic segment i.e. domestic.
- During the nine months ended December 31, 2021, the Company has issued 63,99,956 equity shares of a face value of Rs 10 at a price of Rs 116.27 per equity share including premium of Rs 106.27 per equity share aggregating to Rs 744.12 Mn through private placement.
- In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC) CC PD No. 109/22.10.106/2019-20 dated March 13, 2020 on implementation of Indian Accounting Standards, Non Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and income recognition, Asset classification and Provisioning (IRACP) norms (including provision on standard asset). The impairment allowances under Ind AS 109 made by company exceeds the total provision required under IRACP (including standard asset provisioning), as at December 31, 2021 and accordingly, no amount is required to be transferred to impairment reserve.
- Details of resolution plan implemented under resolution Framework for Covid-19 related stress of individuals and Small Businesses as per RBI circular dated May 5, 2021 (Resolution Framework 2.0):

(Rs. in Millions unless otherwise stated)

Particulars	Individual Borrowers		Small Businesses
	Personal Loans	Business Loans*	
(A) Number of requests received for invoking resolution process	-	30,871	-
(B) Number of accounts where resolution plan has been implemented under this window	-	30,871	-
(C) Exposure to accounts mentioned at (B) before implementation of the plan	-	452.78	-
(D) Of (C), aggregate amount of debt that was converted into other securities	-	-	-
(E) Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-
(F) Increase in provisions on account of the implementation of the resolution plan	-	29.18	-

*Includes Joint Liability Group (JLG) loans and Individual loans.

*The above disclosure is reproduced by aggregating the said disclosure from previous quarters.

- The COVID-19 pandemic has continued to cause a significant disruption of the economic activities across the globe including India throughout the previous year, with second wave of the pandemic emerging in the first quarter of the financial year 2021-22 in India and a sharp surge in infections led by third wave of Omicron variant of Covid 19 as being witnessed across India. It is difficult to predict how long the third wave will last, we remain watchful of the emerging situation.

In assessing the impairment allowance for loan portfolio, the Company has considered internal and external sources of information available including indicators of deterioration in the macro-economic factors. Further, the management has estimated the impact of the second wave of the pandemic on its loan portfolio, based on reasonable and supportable information available till date and considering performance after the first wave, and has noted that the existing provisioning levels are adequate to cover any further delinquencies. Given the unique nature and scale of this pandemic, its full extent of impact on the Company's operations and financial metrics, more specifically on the borrower's ability to service their obligations on a timely basis, will depend on the severity and duration of the pandemic as well as on highly uncertain future developments including governmental and regulatory measures and the Company's responses thereto. The extent to which the second wave of Covid-19 pandemic that has significantly increased the number of cases in India, will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the Covid-19 pandemic and any action to contain its spread or mitigate its impact.

The management's estimate of impairment losses based on various variables and assumptions could result in actual credit loss being different than that being estimated. The Company has assessed the impact of the pandemic on its liquidity and ability to repay its obligations as and when they are due. The Company has considered its current liquidity position, expected inflows from various sources of borrowings and stimulus packages announced by the Government of India. Based on the foregoing, management believes that the Company will be able to pay its obligations as and when these become due in the foreseeable future. The impact of the pandemic on the operations of the Company is significantly dependent on uncertain future economic conditions.
- Hon'ble Supreme Court, in a public interest litigation (Gajendra Sharma vs Union of India & Anr), vide an interim order dated September 3, 2020 ('Interim order') has directed that accounts classified which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders. Basis the said interim order, the Company, has not classified any account as NPA, as per regulatory norms, after August 31, 2020 which was not NPA as of August 31, 2020 till September 30, 2020.

The interim order granted to not declare accounts as NPA stood vacated on March 23, 2021 vide the judgement of the Hon'ble SC in the matter of Small Scale Industrial Manufacturers Association vs. UOI & Ors and other connected matters. In accordance with the instructions in paragraph 5 of the RBI circular no. RBI/2021-22/17DOR STR REC 4/21.04.048/2021-22 dated April 7, 2021, the Company has carried out asset classification of the borrower accounts as per the extant RBI instructions / IRAC norms, without considering any standstill in asset classification and also done staging of the borrower accounts in accordance with ECL model / framework under Ind AS in these financial statements.



Signature

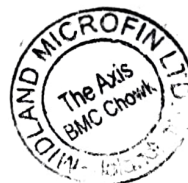
9. In accordance with RBI circular no. DOR.STR.REC.4/21.04.048/2021-22 dated April 07, 2021, all lending institutions shall refund/adjust 'interest on interest' to all borrowers including those who had availed working capital facilities during the moratorium period, irrespective of whether moratorium had been fully or partially availed, or not availed. Pursuant to these instructions, the Indian Banks Association (IBA) in consultation with other industry participants/bodies published the methodology for calculation of the amount of such 'interest on interest'. Accordingly, the company has estimated an interest relief of Rs. 2.88 Mn and recorded the same as a liability while reducing the interest income of the financial year 2020-21.
10. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The company will evaluate the rules, assess the impact, if any and account for the same once the rules are notified and become effective.
11. Analytical ratios/disclosures required under Regulation 52(4) of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015

Particulars	Nine months ended December 31, 2021
(1) Debt-equity ratio	3.61
(2) Debt service coverage ratio	Not Applicable
(3) Interest service coverage ratio	Not Applicable
(4) Outstanding redeemable preference shares (quantity and value)	
-Quantity	1,42,70,000
-Value	414.68
(5) Capital Redemption Reserve (In mn)	4.00
(6) Debenture Redemption Reserve (In mn)	36.63
(7) Net worth (In mn)	2,580.33
(8) Net profit after tax (In mn)	101.71
(9) Earnings per share	
-Basic	2.46
-Diluted	2.46
(10) Current ratio	Not Applicable
(11) Long term debt to working capital	Not Applicable
(12) Bad debts to account receivable ratio	Not Applicable
(13) Current liability ratio	Not Applicable
(14) Total debts to total assets	Not Applicable
(15) Debtors turnover	0.73
(16) Inventory turnover	Not Applicable
(17) Operating margin (%)	Not Applicable
(18) Net profit margin (%)	Not Applicable
(19) Sector specific equivalent ratios, as applicable:	6.35
(a) Capital Adequacy Ratio (%)	
(b) Gross Non-Performing Assets (GNPA) ratio (%)	43.05
(c) Net Non-Performing Assets (NNPA) ratio (%)	2.71
	0.84

12. As per Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, debentures are secured by exclusive first charge on receivables of the company by way of hypothecation to the extent of 1.09 times of the amount outstanding.
13. Pursuant to the RBI circular- RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22 dated November 12, 2021, on Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications, the Company is in the process of implementing the same.
14. The figures reported for the quarter ended December 31, 2020 are the balancing figures between the reviewed figures for the half year ended September 30, 2020 and figures for the nine months ended December 31, 2020 (Figures for the nine months ended December 31, 2020 have been certified by the Management and have not been subjected to audit and/or limited review).
15. The figures for the previous periods have been regrouped/rearranged wherever necessary to conform to current period presentation.
16. The above financial results are available on the stock exchange website (www.bseindia.com) and the website of the Company (www.midlandmicrofin.com).



Place: Jalandhar
Date: February 10, 2022



For and on Behalf of the Board of Directors of
Midland Microfin Limited

Amardeep Singh Samra
Managing Director