



Date: 11.08.2022

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 three months ended 30<sup>th</sup> June, 2022 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 August 11, 2022 considered and approved Unaudited Financial Results along with Limited Review Report issued by Statutory Auditors for the quarter ended June 30, 2022 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 Unaudited Financial Results of the Company for the quarter and three months ended June 30, 2022 with an Un-Modified opinion.

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

- a) **Debt-Equity Ratio:** 4.86
- 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):** 1,30,90,000 shares/403.44 mn (**Unlisted**)
- e) **Capital redemption reserve/debenture redemption reserve:** 32.55 mn/36.63 mn
- f) **Net worth:** 2763.71 mn
- g) **Net profit after tax:** 60.56 mn
- h) **Earnings per share:** 1.33
- i) **Current Ratio:** Being a Non-Banking Financial Company, requirement of disclosure of Current Ratio is not applicable.

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**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](mailto:info@midlandmicrofin.com), Website: [www.midlandmicrofin.com](http://www.midlandmicrofin.com)  
CIN – U65921PB1988PLC008430

- 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:** 0.78
- 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 (%):** 8.16%
- r) **Sector specific equivalent ratios:**
- Gross NPA (%) - as on June 30, 2022 is 2.83%
  - Net NPA (%) - as on June 30, 2022 is 0.98%
  - Capital Adequacy Ratio (%) - as on June 30, 2022 is 28.10%
  - Tier I Capital (%) - as on June 30, 2022 is 20.27%
  - Tier II Capital (%) - as on June 30, 2022 is 7.83%

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**

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**Midland Microfin Limited**

Date: August 11, 2022

**Declaration pursuant to Regulation 52 (3)(a) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("Listing Regulations")**

In compliance of the provisions of Regulation 52(3)(a) of the Listing Regulations, we hereby declare that by M/s SCV & CO. LLP Chartered Accountants (ICAI Firm Registration Number: 000235N/N500089), Statutory Auditors of the Company, have issued Audit Reports with Unmodified Opinion on the Unaudited Financial Results for the quarter and three months ended June 30, 2022.

Yours faithfully,

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

MIDLAND MICROFIN LTD.



MANAGING DIRECTOR

**Amardeep Singh Samra**  
**Managing Director**  
**DIN: 00649442**

**Midland Microfin Limited**

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Tel: 0181-5085555, 5086666 | Fax: 0181-5087777 | Email : info@midlandmicrofin.com | Website : www.midlandmicrofin.com

CIN : U65921PB1988PLC008430



**Independent Auditor's Review Report**  
**on unaudited financial results for quarter ended 30<sup>th</sup> June 2022 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.**

Independent Auditor's 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 ended **30<sup>th</sup> June 2022**, 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'), including relevant circulars issued by SEBI from time to time.
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulation'). Our responsibility is to issue a report 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:**

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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. 5 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. Attention is drawn to the fact that:

- (a) the figures for the corresponding quarter ended 30 June 2021, as reported in these unaudited financial results have been approved by the Company's Board of Directors but have not been subjected to review since the requirement of submission of quarterly standalone financial results has become mandatory with effect from quarters ended on or after 30 September 2021.
- (b) the figures for the three months ended 31 March 2022 as reported in these unaudited financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Our conclusion is not modified in respect of these matters.

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



(Rajiv Puri)  
Partner

Membership No.: 084318  
UDIN: 22084318AOVHZZ3264

Place: New Delhi  
Dated: August 11, 2022

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 ended June 30, 2022 (Rupees in millions unless otherwise stated)				
Particulars	Quarter ended			Year ended
	30-06-2022	31-03-2022	30-06-2021	31-03-2022
	Unaudited	Audited (Refer Note 11)	Unaudited (Refer Note 11)	Audited
<b>Revenue from operations</b>				
Interest income	655.97	553.40	485.48	2,075.53
Fees and commission income	53.34	35.85	2.86	85.73
Net gain on derecognition of financial instruments under amortised cost category	31.53	7.87		33.92
<b>Total revenue from operations</b>	<b>740.84</b>	<b>597.12</b>	<b>488.34</b>	<b>2,195.18</b>
Other income	1.35		1.51	2.58
<b>Total income</b>	<b>742.19</b>	<b>597.12</b>	<b>489.85</b>	<b>2,197.76</b>
<b>Expenses</b>				
Finance cost	331.08	277.07	244.47	1,040.25
Impairment on financial instruments	98.68	(32.11)	13.30	91.82
Employee benefit expenses	154.93	129.20	116.08	520.11
Depreciation and amortization expense	6.15	4.54	9.40	30.09
Other expenses	70.28	67.24	38.43	222.30
<b>Total expenses</b>	<b>661.12</b>	<b>445.94</b>	<b>421.68</b>	<b>1,904.57</b>
<b>Profit before tax</b>	<b>81.07</b>	<b>151.18</b>	<b>68.17</b>	<b>293.19</b>
<b>Tax expense:</b>				
Current tax	61.31	16.22	39.88	83.02
Deferred tax	(40.80)	13.86	(22.48)	(12.63)
<b>Income tax expense</b>	<b>20.51</b>	<b>30.08</b>	<b>17.40</b>	<b>70.39</b>
<b>Profit for the period (A)</b>	<b>60.56</b>	<b>121.10</b>	<b>50.77</b>	<b>222.80</b>
<b>Other comprehensive income</b>				
Items that will not be reclassified subsequently to profit or loss				
Re-measurement gain on defined benefit plans	0.95	0.68		3.50
Income tax effect	(0.24)	(0.17)		(0.88)
Items that will be reclassified subsequently to profit or loss				
Fair value income/(loss) on derivative financial instruments	(8.16)	8.82	(9.26)	2.99
Income tax effect	2.05	(2.22)	2.33	(0.75)
<b>Other comprehensive income/(loss) (B)</b>	<b>(5.40)</b>	<b>7.11</b>	<b>(6.93)</b>	<b>4.86</b>
<b>Total comprehensive income for the period (A+B)</b>	<b>55.16</b>	<b>128.21</b>	<b>43.84</b>	<b>227.66</b>
<b>Earnings per equity share (face value of ₹10 per equity share)</b>				
Computed on the basis of total profit for the period				
Basic EPS (₹)*	1.33	2.63	1.30	5.26
Diluted EPS (₹)*	1.33	2.63	1.30	5.26

\*Basic and Diluted EPS for the quarter ended June 30, 2022, March 31, 2022 and June 30, 2021 are not annualised.



Place: Jalandhar  
Date: August 11, 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: 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

Financial results for the quarter ended June 30, 2022

Notes:

- Midland Microfin Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the quarter ended June 30, 2022 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 and approved by the Board of Directors at their respective meetings held on August 11, 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 ended June 30, 2022 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.
- 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 June 30, 2022 and accordingly, no amount is required to be transferred to impairment reserve.
- The extent to which COVID-19 pandemic will continue to impact the Company's operations and financial metrics will depend on future developments, which are uncertain. The Company has used the principles of prudence to provide for the impact of pandemic on the financial statements specifically while assessing the expected credit loss on financial assets by applying management overlays, which was INR 394.96 Mn as on June 30, 2022 as approved by its Board of Directors. The Company will closely monitor any material changes to future economic conditions and resultant impact, if any on the expected credit loss provision on loan assets.
- 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.
- 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.
- Details of loans transferred/acquired, as per RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021, are given below

(i) Details of loans not in default transferred through assignment:

(Rs. in millions unless otherwise stated)

Particulars	For quarter ended June 30, 2022
Aggregate amount of loans transferred	33,542
Weighted average maturity (in months)	9.05
Weighted average holding period (in months)	6.23
Retention of beneficial economic interest by the originator	20%
Tangible security cover	125%
Rating-wise distribution of rated loans	Not Applicable

(ii) The Company has not acquired any loan through assignment during the quarter ended June 30, 2022.

(iii) The Company has not transferred/acquired any stressed loan during the quarter ended June 30, 2022.

(iii) The Company has not transferred any non performing assets (NPA's) during the quarter ended June 30, 2022.



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