

Date: February 12, 2024

**BSE Limited
Listing Compliance
Phiroze Jeejeebhoy Towers
Dalai Street
Mumbai 400 001
Maharashtra**

Subject: Outcome of the meeting of Board of Directors under Regulation 50 and 51 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Respected Sir/Madam,

In continuation to our intimation dated February 07, 2024 and pursuant to Regulation 50 and 51 and all other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Board of Directors of the Company in its meeting held on February 12, 2024, at 03:00 P.M. inter alia considered and approved the Unaudited Financial Results for the quarter and nine months ended December 31, 2023.

The aforesaid meeting was concluded at 06:10 P.M.

You are requested to take the above information on your record under the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you,

Yours Faithfully

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



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

Midland Microfin Limited

Independent Auditor's Review Report
on unaudited financial results for quarter and nine months ended December 31, 2023 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 December 31, 2023, 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.
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.

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



Place: New Delhi
Dated: February 12, 2024

(Rajiv Puri)
Partner
Membership No.: 084318
UDIN: 24084318BKFMEV5922

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, 2023

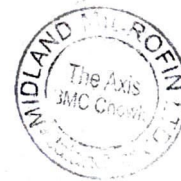
(Rupees in millions unless otherwise stated)

| Particulars | Quarter ended | | | nine months ended | | Year ended |
|--|-----------------|-----------------|-----------------|-------------------|-----------------|-----------------|
| | 31-12-2023 | 30-09-2023 | 31-12-2022 | 31-12-2023 | 31-12-2022 | 31-03-2023 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| Revenue from operations | | | | | | |
| Interest income | 1,217.39 | 1,130.27 | 989.49 | 3,252.07 | 2,561.79 | 3,546.79 |
| Fees and commission income | 61.73 | 60.69 | 28.95 | 134.10 | 137.89 | 178.95 |
| Net gain on derecognition of financial instruments under amortised cost category | 55.94 | 98.60 | 48.44 | 301.70 | 77.24 | 218.31 |
| Total revenue from operations | 1,335.06 | 1,289.56 | 1,066.88 | 3,687.87 | 2,776.92 | 3,944.05 |
| Other income | 0.12 | 14.64 | 0.74 | 15.21 | 4.42 | 5.07 |
| Total income | 1,335.18 | 1,304.20 | 1,067.62 | 3,703.08 | 2,781.34 | 3,949.12 |
| Expenses | | | | | | |
| Finance cost | 533.09 | 480.65 | 472.66 | 1,452.21 | 1,214.11 | 1,684.55 |
| Net loss on fair value changes | 25.00 | 140.40 | | 215.40 | | |
| Impairment on financial instruments | 154.68 | 81.63 | 158.60 | 250.72 | 365.78 | 514.84 |
| Employee benefit expenses | 273.18 | 256.86 | 194.06 | 747.25 | 547.62 | 747.19 |
| Depreciation and amortization expense | 10.54 | 9.58 | 7.64 | 28.02 | 21.45 | 30.09 |
| Other expenses | 130.66 | 137.37 | 91.24 | 390.14 | 248.67 | 357.36 |
| Total expenses | 1,127.15 | 1,106.49 | 924.20 | 3,083.74 | 2,397.63 | 3,334.03 |
| Profit before tax | 208.03 | 197.71 | 143.42 | 619.34 | 383.71 | 615.09 |
| Tax expense: | | | | | | |
| Current tax | 52.80 | 83.61 | 63.80 | 199.06 | 191.98 | 104.81 |
| Deferred tax | (0.78) | (34.48) | (26.42) | (44.47) | (93.66) | 41.95 |
| Income tax expense | 52.02 | 49.13 | 37.38 | 154.59 | 98.32 | 146.76 |
| Profit for the period/year (A) | 156.01 | 148.58 | 106.04 | 464.75 | 285.39 | 468.33 |
| Other comprehensive income | | | | | | |
| Items that will not be reclassified subsequently to profit or loss | | | | | | |
| Re-measurement gain on defined benefit plans | 1.27 | 1.14 | 1.16 | 3.59 | 3.33 | 3.82 |
| Income tax effect | (0.31) | (0.28) | (0.29) | (0.90) | (0.84) | (0.96) |
| Items that will be reclassified subsequently to profit or loss | | | | | | |
| Fair value income/(loss) on derivative financial instruments | 0.27 | 16.25 | (9.02) | 2.82 | (21.52) | (5.22) |
| Income tax effect | (0.07) | (4.09) | 2.27 | (0.71) | 5.42 | 1.31 |
| Other comprehensive income/(loss) (B) | 1.16 | 13.02 | (5.88) | 4.80 | (13.61) | (1.05) |
| Total comprehensive income for the period/year (A+B) | 157.17 | 161.60 | 100.16 | 469.55 | 271.78 | 467.28 |
| Earnings per equity share (face value of ₹10 per equity share) | | | | | | |
| Computed on the basis of total profit for the period/year | | | | | | |
| Basic EPS (₹)* | 3.26 | 3.26 | 2.33 | 10.20 | 6.26 | 10.28 |
| Diluted EPS (₹)* | 3.22 | 3.22 | 2.33 | 10.11 | 6.26 | 10.28 |

*Basic and Diluted EPS for the Quarter ended December 31, 2023, September 30, 2023, December 30, 2022 and nine months ended December 31, 2023, December 31, 2022 are not annualised.



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



Amardeep Singh Samra
Amardeep Singh Samra
Managing Director

Place: Jalandhar
Date: February 12, 2024

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

Notes to the Unaudited financial results:

1. Midland Microfin Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the quarter and nine months ended December 31, 2023 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.
2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on February 12, 2024, 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, 2023 have been reviewed by the Statutory Auditors of the Company.
3. 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.
4. During nine months ended December 31, 2023, the Company has issued 5,37,160 Cumulative Compulsorily Convertible Preference Shares of a face value of Rs.150 per share aggregating to ₹ 80.57 Mn through private placement.
5. 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, 2023 and accordingly, no amount is required to be transferred to impairment reserve.
6. The Company has developed estimates for the purpose of determination of the provision for impairment of financial assets. As at December 31, 2023, the Company holds an aggregate provision of ₹ 409.11 Mn. The Company will closely monitor any material changes to future economic conditions and update its assessment.
7. 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.
8. 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:

(₹ in millions unless otherwise stated)

| Particulars | For quarter ended | For nine months |
|---|-------------------|-------------------------|
| | December 31, 2023 | ended December 31, 2023 |
| Number of loan accounts assigned | 30,953 | 1,98,997 |
| Aggregate amount of loans assigned | 791.52 | 5,665.51 |
| Weighted average residual tenor of the loans assigned (in months) | 12.26 | 15.15 |
| Weighted average holding period (in months) | 9.51 | 8.10 |
| Retention of beneficial economic interest by the originator | 20%/10% | 20%/10% |
| Tangible security cover | Nil | Nil |
| Rating-wise distribution of rated loans | Not Applicable | Not Applicable |

(ii) The Company has not acquired any loan through assignment during the quarter and nine months ended December 31, 2023.

(iii) The Company has not transferred/acquired any stressed loan during the quarter and nine months ended December 31, 2023.

(iii) The Company has not transferred any non-performing assets (NPA's) during the quarter and nine months ended December 31, 2023.



[Handwritten Signature]

9. Analytical ratios/disclosures required under Regulation 52(4) of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:

(₹ in millions unless otherwise stated)

| Particulars | For quarter ended December 31, 2023 | For nine months ended December 31, 2023 |
|---|--|---|
| (1) Debt-equity ratio | 4.47 | 4.47 |
| (2) Debt service coverage ratio | Not Applicable | Not Applicable |
| (3) Interest service coverage ratio | Not Applicable | Not Applicable |
| (4) Outstanding redeemable preference shares (quantity and value) | | |
| -Quantity | 1,20,65,000 | 1,20,65,000 |
| -Value | 443.90 | 443.90 |
| (5) Capital Redemption Reserve (₹ in millions) | 42.80 | 42.80 |
| (6) Debenture Redemption Reserve (₹ in millions) | 36.63 | 36.63 |
| (7) Net worth (₹ in millions) | 3,991.97 | 3,991.97 |
| (8) Net profit after tax (₹ in millions) | 156.01 | 464.75 |
| (9) Earnings per share | | |
| -Basic | 3.26 | 10.20 |
| -Diluted | 3.22 | 10.11 |
| (10) Current ratio | Not Applicable | Not Applicable |
| (11) Long term debt to working capital | Not Applicable | Not Applicable |
| (12) Bad debts to account receivable ratio | Not Applicable | Not Applicable |
| (13) Current liability ratio | Not Applicable | Not Applicable |
| (14) Total debts to total assets | 0.76 | 0.76 |
| (15) Debtors turnover | Not Applicable | Not Applicable |
| (16) Inventory turnover | Not Applicable | Not Applicable |
| (17) Operating margin (%) | Not Applicable | Not Applicable |
| (18) Net profit margin (%) | 11.68 | 12.55 |
| (19) Sector specific equivalent ratios, as applicable: | | |
| (a) Capital Adequacy Ratio (%) | 28.12 | 28.12 |
| (b) Gross Non-Performing Assets (GNPA) Ratio (%) | 3.09 | 3.09 |
| (c) Net Non-Performing Assets (NNPA) Ratio (%) | 1.17 | 1.17 |
| (d) Provision Coverage ratio (NPA) (%) | 62.74 | 62.74 |

10. 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 1.06 times of the amount outstanding.
11. The figures for the previous periods/year have been regrouped/rearranged wherever necessary to conform to current period presentation.
12. The above financial results are available on the stock exchange website (www.bseindia.com) and the website of the Company (www.midlandmicrofin.com).



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

Amardeep Singh Samra
Managing Director

Place: Jalandhar
Date: February 12, 2024