

Date: 17 January 2024

Ref: Company Code: 12835  
Symbol: INCREFIN

To,  
**The National Stock Exchange of India Limited**  
Exchange Plaza, Bandra – Kurla Complex,  
Bandra (E), Mumbai - 400051

To,  
**BSE Limited**  
Phiroze Jeejeebhoy Tower  
Dalal Street, Mumbai – 400001

**Kind Attn: Head – Listing Department / Dept of Corporate Communications**

**Sub: Outcome of the Board Meeting**

Dear Sir / Madam

Pursuant to Regulations 51, 52 and 54 read with Para A of Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Regulations”) and other regulations, if applicable, we hereby inform that the Board of Directors of the Company at its meeting held today i.e. January 17, 2024, has, inter alia, approved the Unaudited Financial Results of the Company for the quarter and nine months ended December 31, 2023.

Accordingly, please find enclosed the Unaudited Financial Results for the quarter and nine months ended December 31, 2023 along with the Limited Review Report by the Statutory Auditors and the disclosures in compliance with Regulations 52(4) of the Listing Regulations.

Further, in accordance with Regulation 52 of the SEBI Regulations, the Company would be publishing the Unaudited Financial Results for the quarter and nine months ended December 31, 2023 in the newspaper within the regulatory timelines

The Board meeting commenced at 04.30 P.M. and concluded at 7.20 P.M.

We request you to kindly take the above on records.

Thanking you,

Yours faithfully,

**For InCred Financial Services Limited**  
**(formerly known as KKR India Financial Services Limited)**

  
  
**Gajendra Thakur**  
**Company Secretary**  
**Membership No. A19285**  
**Encl: As above**



**INCRED FINANCIAL SERVICES LIMITED**

(Formerly known as KKR India Financial Services Limited)

**Registered & Corporate Office:**

Unit No. 1203, 12<sup>th</sup> floor, B wing, The Capital, Plot No C-70, G Block, Bandra Kurla Complex, Mumbai, Maharashtra, India, 400051

**CIN:** U67190MH1995PLC360817 | **Email:** care@incred.com | **Contact:** 1800-102-2192 | **Website:** www.incred.com

**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Financial Results of InCred Financial Services Limited pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Review Report to  
The Board of Directors  
InCred Financial Services Limited

1. We have reviewed the accompanying statement of unaudited financial results of InCred Financial Services Limited (formerly known as KKR India Financial Services Limited) (the "Company") for the quarter ended December 31, 2023 and year to date from April 01, 2023 to December 31, 2023 (the "Statement") 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. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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 Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm registration number: 101049W/E300004



per Sarvesh Warty  
Partner  
Membership No.: 121411  
UDIN: 24121411BKFRNJ5203

Place: Mumbai  
Date: January 17, 2024



**INCRD FINANCIAL SERVICES LIMITED**  
(Formerly known as KKR India Financial Services Limited)

Corporate Office and Registered Office:

Unit 1203, 12th Floor, B wing, The Capital, Plot no C-70, G Block, Bandra Kurla Complex, Mumbai, India, 400051

CIN: U67190MH1995PLC360817 | Email: [incrd.compliance@incrd.com](mailto:incrd.compliance@incrd.com) | Contact: 022-6844 6100 | Website-[www.incrd.com](http://www.incrd.com)

**STANDALONE STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2023**

(INR in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2023 Unaudited	September 30, 2023 Unaudited	December 31, 2022 Unaudited	December 31, 2023 Unaudited	December 31, 2022 Unaudited	March 31, 2023 Audited
<b>Revenue from operations</b>						
(i) Interest income	30,433.86	28,939.22	20,512.68	84,952.97	58,048.01	82,256.46
(ii) Dividend income	-	25.07	582.61	25.07	-	25.18
(iii) Net gain on derecognition of financial instruments under amortised cost category	1,424.59	1,333.21	519.84	3,206.19	976.19	1,560.88
(iv) Fees and commission income	855.83	850.40	-	2,288.37	1,429.54	2,088.89
(v) Net gain on fair value changes	714.43	55.69	(85.12)	854.06	269.25	443.96
<b>(I) Total revenue from operations</b>	<b>33,428.71</b>	<b>31,203.59</b>	<b>21,530.01</b>	<b>91,326.66</b>	<b>60,722.99</b>	<b>86,375.37</b>
(II) Other income	817.31	316.85	224.38	1,622.58	805.60	1,278.10
<b>(III) Total Income (I + II)</b>	<b>34,246.02</b>	<b>31,520.44</b>	<b>21,754.39</b>	<b>92,949.24</b>	<b>61,528.59</b>	<b>87,653.47</b>
<b>Expenses</b>						
(i) Finance costs	12,614.42	10,807.04	8,978.36	33,161.82	26,009.55	35,583.91
(ii) Net loss on derecognition of financial instruments under amortised cost category	-	3,765.18	-	3,765.18	-	25.00
(iii) Impairment on financial instruments (Refer Note 6)	(2,151.62)	(574.19)	1,210.48	(1,243.93)	331.10	(1,195.76)
(iv) Employee benefits expenses	7,230.14	5,989.84	4,684.32	18,498.48	13,192.80	18,990.23
(v) Depreciation, amortization and impairment	407.24	397.54	280.66	1,180.27	789.45	1,166.32
(vi) Others expenses	3,308.22	2,481.56	2,460.64	7,796.63	5,859.87	8,002.33
<b>(IV) Total expenses</b>	<b>21,408.40</b>	<b>22,866.97</b>	<b>17,614.46</b>	<b>63,158.45</b>	<b>46,182.77</b>	<b>62,572.03</b>
<b>(V) Profit before tax and exceptional items (III - IV)</b>	<b>12,837.62</b>	<b>8,653.47</b>	<b>4,139.93</b>	<b>29,790.79</b>	<b>15,345.82</b>	<b>25,081.44</b>
(VI) Exceptional Item (Refer Note 12)	-	-	-	-	2,489.81	4,379.81
<b>(VII) Profit before tax (V - VI)</b>	<b>12,837.62</b>	<b>8,653.47</b>	<b>4,139.93</b>	<b>29,790.79</b>	<b>12,856.01</b>	<b>20,701.63</b>
<b>Tax Expense:</b>						
(i) Current Tax	133.82	(3.45)	134.63	231.89	279.35	461.22
(ii) Deferred Tax	3,109.58	2,052.60	3,381.99	7,082.69	5,484.18	8,160.30
<b>(VIII) Total Tax Expense</b>	<b>3,243.40</b>	<b>2,049.15</b>	<b>3,516.62</b>	<b>7,314.58</b>	<b>5,763.53</b>	<b>8,621.52</b>
<b>(IX) Profit for the period (VII - VIII)</b>	<b>9,594.22</b>	<b>6,604.32</b>	<b>623.31</b>	<b>22,476.21</b>	<b>7,092.48</b>	<b>12,080.11</b>
<b>(X) Other comprehensive Income</b>						
<b>(A) (i) Items that will not be reclassified to profit or loss</b>						
(a) Remeasurements of the defined benefit plans	(29.48)	(58.95)	(20.89)	(88.43)	(45.43)	(63.25)
(ii) Income tax relating to items that will not be reclassified to profit or loss	7.42	14.84	5.26	22.26	11.44	15.92
<b>Subtotal (A)</b>	<b>(22.06)</b>	<b>(44.11)</b>	<b>(15.63)</b>	<b>(66.17)</b>	<b>(33.99)</b>	<b>(47.33)</b>
<b>(B) Items that will be reclassified to profit or loss</b>						
(i) Items that will be reclassified to profit or loss						
(a) Debt instruments through other comprehensive income	(124.09)	107.39	(13.90)	(104.52)	(31.07)	(74.88)
(b) The effective portion of gains and loss on hedging instruments in a cash flow hedge	(77.79)	47.42	(66.60)	(85.43)	77.24	129.99
(ii) Income tax relating to items that will be reclassified to profit or loss	50.81	(38.96)	20.26	47.81	(11.62)	(13.87)
<b>Subtotal (B)</b>	<b>(151.07)</b>	<b>115.85</b>	<b>(60.24)</b>	<b>(142.14)</b>	<b>34.55</b>	<b>41.24</b>
<b>Other comprehensive Income (A + B)</b>	<b>(173.13)</b>	<b>71.74</b>	<b>(75.87)</b>	<b>(208.31)</b>	<b>0.56</b>	<b>(6.09)</b>
<b>(XI) Total comprehensive Income for the period (IX + X)</b>	<b>9,421.09</b>	<b>6,676.06</b>	<b>547.44</b>	<b>22,267.90</b>	<b>7,093.04</b>	<b>12,074.02</b>
<b>(XII) Earnings per equity share (EPS) (Refer note 4)</b>						
(Face value of INR 10 each)						
Basic (INR)	2.09	1.44	0.14	4.89	1.54	2.62
Diluted (INR)	2.09	1.44	0.14	4.89	1.54	2.62



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Notes:

- The above standalone financial results of InCred Financial Services Limited (formerly known as KKR India Financial Services Limited ('KIFS')) ("the Company") have been reviewed and recommended by the Audit Committee to the Board of Directors and the same has been approved at the meeting of the Board of Directors held on January 17, 2024.
- 2. Composite Scheme of Arrangement**

The Board of Directors of the Company at their meeting held on September 3, 2021, had approved the Composite Scheme of Arrangement (the "Scheme") with KKR Capital Markets India Limited, Bee Finance Limited, InCred Prime Finance Limited (formerly known as "InCred Financial Services Limited" and the "Company") and the same was filed with various regulatory authorities and National Company Law Tribunal ("NCLT").

The NCLT passed the final order dated May 6, 2022. The Scheme was made effective by the Board of Directors of the Company, InCred Prime Finance Limited and InCred Holdings Limited (formerly known as "KKR Capital Markets India Limited") at their meetings held on July 26, 2022 and the relevant filing were done with the Registrar of Companies, Mumbai on July 26, 2022.

The Appointed date of the Scheme is April 1, 2022, and accordingly the books of account and financial results effecting the Scheme have been prepared with effect from April 1, 2022.

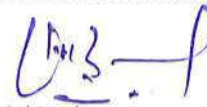
Under the Scheme, the identified NBFC business of InCred Prime Finance Limited ("erstwhile IFSL") shall be demerged with the Company ("new IFSL"). As per the terms of the Scheme, the Board of Directors of erstwhile IFSL have been appointed as the directors of the new IFSL constituting majority. Further, with the discharge of purchase consideration for demerger, the shareholders of erstwhile IFSL hold majority shareholding of the new IFSL.
- The standalone financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, these unaudited financial results together with the results for the comparative reporting period have 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 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Any application guidance / clarifications / directions issued by Reserve Bank of India or other regulators are implemented as and when they are issued / applicable.
- Earnings per equity share for the quarter ended December 31, 2023; September 30, 2023 ; December 31, 2022 and nine months ended December 31, 2023 and December 31, 2022 have not been annualised.
- These standalone financial results have been prepared in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.
- The impairment on financial instruments is adjusted for recovery from debts written off amounting to Rs. 2,800.00 lakhs for the quarter ended December 31, 2023 and Rs. 4,074.75 lakhs for the nine months ended December 31, 2023 from the corporate portfolio acquired through the Scheme of Arrangement as mentioned in Note no 2.
- All secured Non Convertible Debentures ("NCDs") issued by the Company are either secured by pari-passu charge / exclusive charge over receivables of the Company to the minimum extent of 100% or such higher security as per the respective information memorandum of the outstanding secured NCDs. The Company is in compliance with the requirement.
- Pursuant to the RBI circular dated February 15, 2022, the Company has implemented necessary system in place w.e.f. October 01, 2022 to align its definition of default for loan assets with the guidelines stipulated in RBI circular dated November 12, 2021 – "Prudential Norms on Income Recognition, Asset classification and Provisioning pertaining to Advances – Clarifications" (the "RBI circular").
- Disclosure as required by the Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated September 24, 2021 is as under:

**Details of overdue loans (NPA and SMA) transferred during the period:**

Particulars	(INR in crores)	
		To NBFC
No of Accounts		3
Aggregate principal outstanding of loans transferred		267.53
Weighted average residual tenor of the loans transferred		Overdue
Net book value of loans transferred (at the time of transfer)		39.26
Aggregate consideration		72.50
Additional consideration realised in respect of accounts transferred in earlier years		-

- The Company is engaged primarily in the business of financing in India and accordingly, there is no separate reportable segment as per Ind AS 108 'Operating Segments'.
- During the quarter ended December 31, 2023, the Company has transferred loans amounting to Rs. 25,958.59 lakhs through co-lending arrangements to the respective participating banks which are akin to direct assignment transaction and Rs. 29,904.45 lakhs through direct assignments transactions under circular no. RBI/2020-21/63 FIDD.CO.Plan.BC.No.8/04.09.01/2020-21, dated November 05, 2020.
- The Company had tested the investment in its subsidiaries for impairment and recognised an impairment loss of Rs. 2,489.81 lakhs for the nine months ended December 31, 2022 and Rs. 4,379.81 lakhs for the year ended March 31, 2023 as an exceptional item.
- The previous period's / year's figures have been regrouped / reclassified, wherever necessary, to correspond with the current period's / year's classification / disclosure.

For InCred Financial Services Limited  
(Formerly known as KKR India Financial Services Limited)



Vivek Bansal  
Whole Time Director and CFO  
DIN: 07835456

Place: Mumbai  
Date: January 17, 2024



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**Annexure I:**  
Additional Disclosures pursuant to Regulation 52(4) of the Securities and Exchange Board of India  
(Listing Obligations and Disclosure Requirements) Regulations, 2015, as at December 31, 2023 with  
respect to listed secured debentures of the Company issued on a private placement basis.

Analytical Ratios and other disclosures based on unaudited standalone financial results:

- a) Omitted  
b) Omitted  
c) Debt equity ratio (Refer Note 1) : 1.76  
d) Omitted  
e) Omitted  
f) Debt service coverage ratio: Not applicable  
g) Interest service coverage ratio: Not applicable  
h) Outstanding redeemable preference shares (quantity and value): Not applicable  
i) Debenture Redemption reserve: Not applicable  
j) Capital Redemption Reserve: Nil  
k) Net worth (Refer Note 2): INR 2,74,736.17 Lakhs

l) Net profit after tax:

Particulars	Nine months ended December 31, 2023	Quarter ended December 31, 2023
Net profit after tax:	INR 22,476.21 Lakhs	INR 9,594.22 Lakhs

m) Earnings per share (not annualised):

Particulars	Nine months ended December 31, 2023	Quarter ended December 31, 2023
- Basic:	INR 4.89	INR 2.09
- Diluted:	INR 4.89	INR 2.09

- n) Current ratio: Not applicable  
o) Long term debt to working capital: Not applicable  
p) Bad debts to Account receivable ratio: Not applicable  
q) Current liability ratio: Not applicable  
r) Total debts to total assets (Refer Note 3): 57.81%  
s) Debtors turnover: Not applicable  
t) Inventory turnover: Not applicable  
u) Operating margin (%): Not applicable

v) Net profit margin (%) (Refer Note 4):

Particulars	Nine months ended December 31, 2023	Quarter ended December 31, 2023
Net profit margin (%) :	24.18%	28.02%

w) Sector specific ratios:

Gross NPA ratio (stage III assets) (Refer Note 5)	2.61%
Net NPA ratio (stage III assets) (Refer Note 6)	1.17%
Provision coverage ratio (Refer Note 7)	55.66%
CRAR	33.74%
Liquidity coverage ratio	1,258.75%

**Notes:**

- Debt to equity ratio = (Debt securities + Borrowings other than debt securities) / Net-worth.
- Net-worth is paid up share capital plus reserves less deferred revenue expenditure.
- Total debt to total assets = (Debt securities + Borrowings other than debt securities) / Total assets.
- Net profit margin = Net profit for the period / Total income for the period.
- Gross NPA ratio = Stage III gross carrying amount / Gross carrying amount.
- Net NPA ratio = (Stage III gross carrying amount - Impairment allowance on Stage III loans) / (Gross carrying amount - Impairment allowance on Stage III loans).
- Provision coverage ratio = Impairment allowance on Stage III gross carrying amount / Stage III gross carrying amount.



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## Annexure II : Security Cover as at December 31, 2023

(INR in lakhs)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with paripassu charge)	Other assets on which there is pari-Passu charge (excluding items covered in column F)	debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis		Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assetsviii	Carrying value/ book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=K+L+M+N)	
		Book Value	Book Value	Yes/No	Book Value	Book Value							Relating to Column F	
<b>ASSETS</b>														
Property, Plant and Equipment	Immovable Property			Yes	-		2,406.37		2,406.37					-
Capital Work-in-Progress							1,144.74		1,144.74					-
Right of Use Assets							2,005.82		2,005.82					-
Goodwill							6,126.09		6,126.09					-
Intangible Assets							439.57		439.57					-
Intangible Assets under Development							-		-					-
Investments							51,339.02		51,339.02					-
Loans	Receivable under financing activities	58,989.20	-	Yes	5,06,776.73	-	67,397.44		6,33,163.38		58,989.20		57,400.38	1,16,389.59
Inventories							-		-					-
Trade Receivables							-		-					-
Cash and Cash Equivalents							70,654.21		70,654.21					-
Bank Balances other than Cash and Cash Equivalents							9,023.56		9,023.56					-
Others							62,270.58		62,270.58					-
<b>Total</b>		<b>58,989.20</b>	<b>-</b>		<b>5,06,776.73</b>		<b>2,72,807.40</b>		<b>8,38,573.34</b>		<b>58,989.20</b>		<b>57,400.38</b>	<b>1,16,389.59</b>
<b>LIABILITIES</b>														
Debt securities to which this certificate pertains		54,751.27		Yes					54,751.27					-
Other debt sharing pari-passu charge with above debt				No	53,339.94				53,339.94					-
Other Debt			-	No			-		-					-
Subordinated debt				No					-					-
Borrowings				No	3,76,729.04		-		3,76,729.04					-
Bank				No					-					-
Debt Securities				No					-					-
Others				No					-					-
Trade payables				No					-					-
Lease Liabilities				No			2,383.63		2,383.63					-
Provisions				No			3,631.44		3,631.44					-
Others				No			25,976.15		25,976.15					-
<b>Total</b>		<b>54,751.27</b>	<b>-</b>		<b>4,30,068.98</b>		<b>31,991.22</b>		<b>5,16,811.47</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cover on Book Value		1.08			1.18									-
Cover on Market Value														-
		Exclusive security cover ratio	1.08		Pari-passu security cover ratio	1.18								-

## Notes:

1. The Company's receivable balance is a part of non-trading book where loans are in nature of held to maturity and created with sole objective of collecting principal and interest. Therefore Company has considered the book value (before netting off impairment) for this certificate.



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