

Independent Auditor's Report

To

The Board of Directors,

Nissan Renault Financial Services India Private Limited

Report on the audit of the Financial Results

Opinion

We have audited the accompanying annual financial results of Nissan Renault Financial Services India Private Limited ("the company") for the quarter and year ended March 31, 2022, attached herewith, being submitted by the company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") and Paragraph 7 of Operational Circular SEBI/HO/DDHS/P/CIR/2021/613 "Continuous disclosure requirements for listed commercial paper" dated 10th August 2021.

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- i. are presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those standards are further described in the Auditor's responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter Paragraph

We draw attention to Note no: 5 relating to impact of COVID 19 Pandemic in the financial statements in which the management has described the probable impact on the company and the environment in which it operates. This note also indicates that uncertainties exist and it is currently not possible to reasonably estimate the future impact. The measures taken to deal with these circumstances were explained by the management. Our opinion is not modified in this matter.

Management's Responsibility for the Financial Results

These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The figures for the year ended March 31, 2021 have been considered from the unmodified audit report dated June 28, 2021, issued by another firm of Chartered Accountants.

SUNDARAM & SRINIVASAN

CHARTERED ACCOUNTANTS

Offices: Chennai - Mumbai - Bangalore - Madurai

The Financial results includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion is not modified in respect of these matters.

For Sundaram & Srinivasan
Chartered Accountants
FRN: 004207S



Place: Chennai
Date: 27th May, 2022

S. Usha
Partner
Membership Number: 211785
UDIN: 22211785AJSCXD9998

Nissan Renault Financial Services India Private Limited
Balance Sheet as at March 31, 2022
(All amounts are in rupees lakhs unless otherwise stated)

Particulars	Notes	As at March 31,2022	As at March 31,2021
Assets			
Financial Assets			
Cash and cash equivalents	3	7,226.92	11,845.99
Loans	4	3,36,580.99	3,20,913.51
Trade receivables	5a	530.00	482.93
Other financial assets	5b	134.28	253.83
Total Financial Assets		3,44,472.19	3,33,496.26
Non-Financial Assets			
Current tax assets (net)	6	469.79	519.34
Deferred tax assets (net)	7	2,286.54	2802.56
Property, plant and Equipment	8	60.29	105.58
Intangible assets	8	53.06	166.41
Capital work-in-progress		6.25	-
Right-of-use leased asset	9	277.38	416.18
Other non-financial assets	10	136.92	279.54
Total Non - Financial Assets		3,290.23	4,289.61
Total Assets		3,47,762.42	3,37,785.87
Liabilities and Equity			
Liabilities			
Financial liabilities			
Trade payables			
i) Total outstanding dues of micro and small enterprises		-	-
ii) Total outstanding dues of creditors other than micro and small enterp	11	2,431.18	2,374.43
Debt securities	12	2,484.97	-
Borrowings other than debt securities	13	2,31,649.43	2,34,087.84
Derivative financial instruments	14	5,548.57	3,414.41
Lease liability	9	295.38	403.45
Other financial liabilities	15	3,518.48	3,620.20
Total Financial Liabilities		2,45,928.01	2,43,900.33
Non-financial liabilities			
Provisions	16	226.70	198.01
Total Non - Financial liabilities		226.70	198.01
Total liabilities		2,46,154.71	2,44,098.34
Equity			
Equity share capital	17	71,000.00	71,000.00
Other equity	18	30,607.71	22,687.53
Total Equity		1,01,607.71	93,687.53
Total liabilities and equity		3,47,762.42	3,37,785.87



Nissan Renault Financial Services India Private Limited
Statement of profit and loss for the quarter and Year ended March 31, 2022
(All amounts are in rupees lakhs unless otherwise stated)

Particulars	Quarter ended		Year ended	
	31 Mar'22 Audited	31 Dec'21 Unaudited	31 Mar'22 Audited	31 Mar'21 Audited
REVENUE				
Revenue from operations				
Interest income	7,434.50	7,874.27	30,771.50	28,173.32
Other financial services	1,568.07	1,767.90	5,661.41	3,957.05
Net gain on fair value changes	65.55	114.03	326.19	207.92
Total (I)	9,068.12	9,756.20	36,759.10	32,338.29
EXPENSES				
Finance cost	3,456.80	3,605.89	14,321.29	13,924.93
Impairment on financial instruments	644.75	212.72	1,815.86	5,971.14
Employee benefit expense	583.74	562.50	2,416.49	2,083.69
Depreciation and amortization expense	16.83	147.55	355.34	312.41
Other expenses	2,508.79	2,235.17	8,242.67	6,075.94
Total (II)	7,210.91	6,763.83	27,151.65	28,368.11
Profit before tax - (I - II)	1,857.21	2,992.37	9,607.45	3,970.18
Tax expense				
Current tax	217.22	694.33	2,117.97	1,756.49
Deferred Tax	314.46	55.94	379.80	(679.95)
Total Tax expense	531.68	750.27	2,497.77	1,076.54
Profit for the Period - (III)	1,325.53	2,242.10	7,109.68	2,893.64
Other comprehensive Income (OCI)				
(a) Items that will not be reclassified to profit or loss account in subsequent periods				
Remeasurement (gain)/loss on defined benefit plan	2.81	-	2.81	(0.27)
Income tax impact	(0.71)	-	(0.71)	-
	-	-	-	-
(b) Items that be reclassified to profit or loss account in subsequent periods				
Cash flow hedge reserve	467.24	499.68	541.83	(627.93)
Tax expense:				
Tax Impact thereon	(117.60)	(125.76)	(136.37)	158.05
Total other comprehensive income (OCI) - (IV)	351.74	373.92	407.56	(470.15)
Total comprehensive income - (III + IV)	1,677.27	2,616.02	7,517.24	2,423.49
Basic and diluted earnings per share - INR (Nominal value of share Rs.10,000/- per share)	186.69	315.79	1,001.36	407.55
Weighted average number of shares used in calculating basic and diluted earnings per share	7,10,000	7,10,000	7,10,000	7,10,000



Nissan Renault Financial Services India Private Limited

Notes to audited financial statements for the quarter and year ended March 31, 2022

(All amounts are in rupees lakhs unless otherwise stated)

- 1 Nissan Renault Financial Services India Private Limited (NRFSI' or 'the Company') was incorporated on October 17, 2013 by its investors Nissan International Holding B.V and RCI Banque SA. The Company is a systemically important - non deposit taking non banking financing company (NBFC-SI-ND), engaged in the business of vehicle financing. The Company obtained Certificate of Registration from the Reserve Bank of India (RBI) on July 23, 2014 and commenced the business of financing from September 17, 2014.
- 2 The audited financial results for the year ended 31 March 2022 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 27 May 2022 and audited by the Statutory Auditors of the Company in compliance with Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015.
- 3 The financial statement have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS'), 34 - "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India. The financial results have been drawn upon the basis of Ind AS, that are applicable to the Company as at 31 March 2022, any application guidance/ clarifications / directions issued by the RBI or other regulators are implemented as and when they are issued/ applicable.
- 4 Pursuant to SEBI Circular no. SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021, as amended, the company has listed Commercial Papers on Bombay Stock Exchange (BSE).
- 5 While the third wave of COVID has abated, the impact of further waves of COVID on the economy needs to be seen and would be dependent upon future developments including various measures taken by the Government, Regulator, responses of businesses, consumers etc. Hence, the extent to which COVID pandemic will further impact the company's business, cash flows and Financial results, is dependent on such future developments, which cannot be predicted with any degree of certainty.
In accordance with the board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and April 17, 2020 relating to 'COVID-19 – Regulatory Package', the Company has offered moratorium up to six months on the payment of instalments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers. The company has extended One-Time Resolution framework as for COVID-19-related Stress to eligible customers as per applicable RBI guidelines and as per the policy of the company. The staging classification under ECL computation has been done based on the performance of the restructured accounts as per the revised terms and conditions and credit risk assessment by the company except restructured contracts under Prudential Framework for Resolution of Stressed Assets vide circular RBI/2018-19/203 DBR.No.BP.BC.45/21.04.048/2018-19 dated 7th June 2019 .
- 6 The figures for the quarter ended 31 March 2022 and 31 March 2021 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the respective financial year, which were subject to Limited Review.
- 7 The financial results for the quarter and year ended 31 March, 2021 were audited by the previous auditors S.R. Batliboi & Associates LLP who have expressed an unqualified opinion vide report dated 28 June, 2021
- 8 Previous period's / year's figures have been regrouped / reclassified wherever necessary, to conform with the current period presentation.
- 9 Ind AS - 108 dealing with Operating Segments as specified under Section 133 of the Companies Act, 2013 is applicable to the company and the disclosures as given in Annexure 1
- 10 **Disclosure as per format prescribed under RBI circular RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 5 May 2021 ("RBI Resolution Framework- 2.0") for the period ended 31 March 2022**

Particulars	Individual Borrowers	Small Businesses
	Personal Loans	
i) Number of requests received for invoking resolution process under Part A of the Resolution Framework- 2.0	1,149	-
(ii) Number of accounts where resolution plan has been implemented under this window	1,149	-
(iii) Exposure to accounts mentioned at (ii) before implementation of the plan	3,744.39	-
(iv) Of (iii), aggregate amount of debt that was converted into other securities	-	-
(iv) Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-
(v) Increase in provisions on account of the implementation of the resolution plan ^	512.56	-

^ The Company has recorded provision for impairment loss allowance including potential stress on probability of default and exposure at default as per expected credit loss model for the period ended 31 March. 2022 .



- 11 Disclosure as per format prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21.04 048/2020-21 dated 6 August 2020 for the period ended 31 March 2022 (borrowers who has been provided restructuring under RBI Resolution Framework- 2.0):

Type of borrower	(A)	(B)	(C)	(E)
	Number of accounts where resolution plan has been implemented under this window	Exposure to accounts mentioned at (A) before implementation of the plan	Of (B), Aggregate amount of debt that was converted into other securities	Increase in provisions on account of the implementation of the resolution plan
Personal Loans	8	25.84	-	2.58
Corporate persons*	-	-	-	-
Of which, MSMEs	-	-	-	-
Others	-	-	-	-
Total	8	25.84	-	2.58

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the previous period 31 March 2021 (A) #	Of (A), aggregate debt that slipped into NPA during the nine months ended 31 March 2022	Of (A) amount written off during the period ended 31 March 2022	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the period 31 March 2022 (A) #
Personal Loans	25.84	1.77	-	20.03
Corporate persons*	-	-	-	-
Of which, MSMEs	-	-	-	-
Others	-	-	-	-
Total	25.84	1.77	-	20.03

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

includes restructuring implemented under the Resolution Framework 1.0

- 12 Disclosure as per format prescribed under notification RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 for the period ended 31 March 2022 (Transfer of Loan exposure):

a) Details of transfer through assignment in respect of loans not in default during the period ended 31 March 2022 - NIL

b) Details of Stressed Loans transferred during the period ended 31 March 2022:

Particulars	Amount in Crores	
	Current Year	Previous Year
No. of Accounts sold	1027	-
Aggregate outstanding	31.04	-
Aggregate Consideration received	1.24	-
Net Book Value at the time of transfer	0	-
Weighted average residual tenor of loans transferred	0	-

c) The company has not acquired any stressed loan during the period ended 31 March 2022.

- 13 On November 12 2021, Reserve bank of India issued circular requiring changes to and clarifying certain aspects of Income Recognition and Asset Classification Norms. The company has availed the benefit of deferment till September 2022, and continues to choose not to align Asset Classification for IND-AS.

14 Credit Rating:

The Rating agency have assigned following rating to the company:

Facility	Rating Agency
Commercial Papers	CRISIL Limited/ A1+; ICRA Limited/ A1+
Long Term bank facilities	NIL
Short term bank facilities	NIL

- 15 The Company does not have corresponding financial results for the quarter ended 31 March 2021 accordingly corresponding figures for quarter ended 31 March 2021 have not been presented.

16 Statement of Commercial Papers falling due and paid during the period ended 31 March 2022:

S.No.	Redemption date	Principal (in lakhs)
NRFSICPLST012021	26/11/2021 (Repaid on Redemption date)	2,500
NRFSICPLST022021	24/01/2022 (Repaid on Redemption date)	2,500
NRFSICPLST032021	28/02/2022 (Repaid on Redemption date)	2,500
NRFSICPLST042021	18/05/2022 (Outstanding as at 31 March 2022)	2,500

Net worth has been calculated as per Section 2(57) of Companies Act, 1013 and includes equally share capital plus Other equity

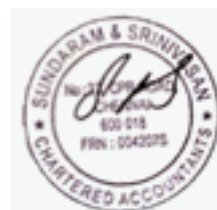
- 17 Analytical Ratios - Refer Annexure 2



Annexure 1:

Segment Reporting for the quarter and Year ended March 31, 2022

Particulars	Quarter ended		Year Ended	
	31 Mar'22 Audited	31 Dec'21 Limited Review	31 Mar'22 Audited	31 Mar'21 Audited
Segment Revenue				
Financing	7,538.55	7,978.19	31,006.22	28,168.74
Insurance	1,433.42	1,628.89	5,294.57	3,675.47
Corporate	96.15	149.12	458.31	494.08
Income from Operations	9,068.12	9,756.20	36,759.10	32,338.29
Segment Results				
Financing	1,805.22	2,819.77	9,244.82	3,682.95
Insurance	52.04	114.66	352.84	132.65
Corporate	(0.05)	57.93	9.79	154.58
Profit before Tax	1,857.21	2,992.36	9,607.45	3,970.18
Income Tax Expenses				
Current Tax	217.22	694.33	2,117.97	1,756.49
Deferred Tax	314.46	55.94	379.80	(679.95)
	531.68	750.27	2,497.77	1,076.54
Net Profit	1,325.53	2,242.09	7,109.68	2,893.64
Capital Employed				
Segment Assets				
Financing	3,37,155.45	3,29,490.95	3,37,155.45	3,21,697.61
Insurance	431.24	852.32	431.24	652.11
Corporate	10,175.73	22,464.66	10,175.73	15,436.15
Total Assets	3,47,762.42	3,52,807.93	3,47,762.42	3,37,785.87
Segment Liabilities				
Financing	2,44,746.48	2,51,301.04	2,44,746.48	2,42,840.81
Insurance	1,180.68	1,258.19	1,180.68	1,147.57
Corporate	227.55	318.26	227.55	109.96
Total Liabilities	2,46,154.71	2,52,877.49	2,46,154.71	2,44,098.34
Net Segment Assets/ (Liabilities)	1,01,607.71	99,930.44	1,01,607.71	93,687.53



Nissan Renault Financial Services India Private Limited
Notes to audited financial statements for the quarter and year ended March 31, 2022
(All amounts are in rupees lakhs unless otherwise stated)

Annexure 2

Disclosure in compliance with Regulation 52 (8), read with regulation 52 (4), of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 for quarter and year ended 31 March 2022

Particulars	Year Ended	
	31 Mar'22 Audited	31 Mar'21 Audited
a) Debt equity ratio (No.of Times):	2.30	2.50
b) Debt service coverage ratio	Not Applicable	Not Applicable
c) Interest service coverage ratio	Not Applicable	Not Applicable
d) Outstanding redeemable preference shares (Nos. in Units)	Not Applicable	Not Applicable
e) Outstanding redeemable preference shares (Values)	Not Applicable	Not Applicable
f) Capital redemption reserve/debenture redemption reserve:	Not Applicable	Not Applicable
g) Net worth:	1,01,607.71	93,687.53
h) Net Profit after tax:	7,109.68	2,893.64
i) Earnings Per Share		
a. Basic	1,001.36	407.55
b. Diluted	1,001.36	407.55
j) Current ratio	Not Applicable	Not Applicable
k) Long term debt to working capital:	Not Applicable	Not Applicable
l) Bad debts to account receivable ratio:	Not Applicable	Not Applicable
m) Current liability ratio:	Not Applicable	Not Applicable
n) Total debts to total assets(%):	67.33%	69.30%
o) Debtors turnover ratio:	Not Applicable	Not Applicable
p) Inventory Turnover ratio:	Not Applicable	Not Applicable
q) Operating margin(%):	Not Applicable	Not Applicable
r) Net profit margin (%):	19.34%	8.95%
s) Gross Non Performing Assets % (GNPA):	2.17%	2.27%
t) Net Non Performing Assets % (NNPA):	0.94%	1.02%
u) Provision Coverage Ratio (PCR):	2.92%	3.22%
v) Asset Cover (No. of Times):	1.46	1.43

Formula for Computation of Ratios are as follows:

(i) Debt equity ratio: (Debt Securities + Borrowings (other than debt securities)+ Subordinated Debt - Unamortised Issue Expenses) / (Equity Share Capital + Other Equity).

ii) Total debts to total assets (%) = (Debt Securities + Borrowings (other than debt securities)+ Subordinated Debts) / Total Assets

(iii) Net profit margin (%) = Profit after Tax / Total Income from Operations

(iv) Gross Non Performing Assets (GNPA) (%) = Gross Stage III Loans / Gross Loans

(v) Net Non Performing Assets (NNPA) (%) = (Gross Stage III Loans - Impairment loss allowance for Stage III) / (Gross Loans - impairment loss allowance for Stage III)

(vi) Provision Coverage Ratio (PCR) (%) = Impairment loss allowance for Stage III / Gross Stage III Loans

vii) Asset Coverage Ratio : (Total Assets - Intangibles - Right of Use - current liabilities)/(Debt Securities + Borrowings (other than debt securities))

For and on behalf of the board of directors of Nissan
Renault Financial Services India Private Limited

Elias Francisco Chavez Godinez
Managing Director
DIN: 09178976

Place: Chennai
Date: 27 May 2022

