

# B S R & Associates LLP

Chartered Accountants

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## To the Board of Directors of Toyota Financial Services India Limited

We have reviewed the accompanying statement of unaudited financial results ("the Statement") of Toyota Financial Services India Limited ("the Company") for the half year ended 30 September 2018, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

Attention is drawn to the fact that the figures for the corresponding half year ended 30 September 2017 are based on the previously issued financial results that were reviewed by the predecessor auditors (vide their unmodified limited review report of 10 November 2017), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ("Ind AS"), including the reconciliation of profit under Ind AS of the corresponding half year with profit reported under previous Generally Accepted Accounting Principles ("GAAP"), as reported in the Statement have been approved by Company's Board of Directors but have not been subjected to review or audit.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement 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.

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 applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations and SEBI Circular dated 10 August 2016 in this regard, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W – 100024



N Sampath Ganesh

Partner

Membership No. 042554

Place: Bangalore

Date: 30 October 2018

**Toyota Financial Services India Limited**  
**Regd.Office: No.21, Centropolis, First Floor, 5th Cross, Langford Road, Shanti Nagar, Bangalore - 560 025**  
**Statement of Unaudited Financial Results for the half year ended September 30, 2018**

(Amount in Rs. Lakhs, except per share data)

S.No.	Particulars	Half year ended	
		30 September 2018	30 September 2017
		Unaudited	Unaudited
<b>1</b>	<b>Revenue</b>		
	(a) Revenue from operations	34,726	33,195
	(b) Other income	626	24
	<b>Total revenue (a+b)</b>	<b>35,352</b>	<b>33,219</b>
<b>2</b>	<b>Expenses</b>		
	(a) Employee benefits expense	2,015	1,819
	(b) Finance costs	21,628	19,798
	(c) Provisions and write offs	2,221	6,697
	(d) Depreciation and amortisation	140	152
	(e) Other expenses	3,757	2,890
	<b>Total expenses (a+b+c+d+e)</b>	<b>29,761</b>	<b>31,356</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>5,591</b>	<b>1,863</b>
<b>4</b>	<b>Tax expense:</b>		
	(a) Current tax	1,845	2,485
	(b) Deferred tax charge/(credit)	27	(1,940)
	<b>Total tax expense (a+b+c)</b>	<b>1,872</b>	<b>545</b>
<b>5</b>	<b>Profit after tax (3-4)</b>	<b>3,719</b>	<b>1,318</b>
<b>6</b>	<b>Other comprehensive income (OCI)</b>		
	Items that will not be reclassified subsequently to profit or loss		
	Remeasurement of defined benefit liability/ (asset)	3	(3)
	<b>Total other comprehensive income for the year</b>	<b>3</b>	<b>(3)</b>
<b>7</b>	<b>Total comprehensive income (loss) for the year (5+6)</b>	<b>3,722</b>	<b>1,315</b>
<b>8</b>	<b>Paid up equity share capital</b>	<b>9,579,729,570</b>	<b>9,579,729,570</b>
<b>9</b>	<b>Earnings per share</b>		
	(a) Basic EPS (in Rupees)	0.39	0.15
	(b) Diluted EPS(in Rupees)	0.39	0.15
	Face value per share(in Rupees)	10	10



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**Toyota Financial Services India Limited**  
**Regd.Office: No.21, Centropolis, First Floor, 5th Cross, Langford Road, Shanti Nagar, Bangalore - 560 025**  
**Financial Results for the half year ended September 30, 2018**

(Amount in Rs. Lakhs, except per share data)

S.No.	Particulars	As at
		30 September 2018
		Unaudited
<b>A</b>	<b>Assets</b>	
<b>1</b>	<b>Non-current assets</b>	
	a) Property, plant and equipment	641
	b) Other intangible assets	262
	c) Intangible assets under development	290
	d) Financial assets	
	i) Loans	429,866
	ii) Other financial assets	293
	e) Deferred tax asset, (net)	3,283
	f) Other non-current assets	42
<b>2</b>	<b>Current Assets</b>	
	a) Financial assets	
	i) Loans	309,891
	ii) Trade receivables	66
	iii) Cash and cash equivalents	1,520
	iv) Other financial assets	2,842
	b) Other current assets	609
	d) Income tax Assets (net)	902
	<b>Total Assets</b>	<b>750,507</b>
<b>B</b>	<b>Equity and Liabilities</b>	
<b>1</b>	<b>Equity</b>	
	a) Equity share capital	95,797
	b) Other equity	44,588
<b>2</b>	<b>Non-current liabilities</b>	
	a) Financial liabilities	
	i) Borrowings	271,225
	b) Provisions	10,814
	c) Other non-current liabilities	70
<b>3</b>	<b>Current liabilities</b>	
	a) Financial Liabilities	
	i) Trade payables	8,653
	ii) Borrowings	201,847
	iii) Bank overdraft	18,909
	iv) Other financial liabilities	92,245
	b) Provisions	5,245
	c) Other current liabilities	167
	d) Income tax liabilities (net)	947
	<b>Total Equity and Liabilities</b>	<b>750,507</b>



Notes:

- 1 The Company is a Non-Banking Finance Company registered with the Reserve Bank of India.
- 2 The financial results for the half year ended 30 September 2018 have been reviewed by the Audit Committee and
- 3 The financial results of the Company 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. The Company has adopted Ind AS from 1 April 2018 with effective transition date of 1 April 2017 and accordingly, these financial results together with the results from the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 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.

The transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act read with rule 7 of Companies (Accounts) Rules 2014 (as amended), guidelines issued by the Reserve Bank of India (RBI) and other generally Accepted Accounting principles in India (collectively referred to as 'the previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2017 and the corresponding adjustments pertaining to comparative previous half year as presented in these financial results have been restated/reclassified in order to conform to current period presentation.

These financial results have been drawn up on the basis of Ind AS that are applicable to the Company as at 30 September 2018 based on the Press Release issued by the Ministry of Corporate Affairs on 18 January 2016. Any application guidance/clarifications/directions issued by RBI or other regulators are implemented as and when they are issued/applicable.

Further transition adjustments may be required to these financial results including those arising from new or revised standards or interpretations issued by the Ministry of Corporate Affairs and Reserve Bank of India, as applicable or changes in use of one or more optional exemptions from full retrospective application of certain Ind AS, till the finalisation of the financial statements as at and for the year ending March 31, 2019.

- 4 In compliance with Regulation 52 of the Securities Exchange Board of India (SEBI) (Listing obligations and Disclosure requirements) Regulations, 2015, a limited review of financial results for the half year ended 30 September, 2018 has been carried out by the Statutory Auditors.

As permitted under Circular No. CIR/IMD/DFI/69/2016 dated 10 August 2016 issued by SEBI, the Company has opted to avail exemption for submission of Ind AS compliant financial results for the previous year ended 31 March 2018. Further, the financial results under Ind AS for the half year ended 30 September 2017 including the reconciliation of net profit under the Ind AS as stated in point no.6 have not been subjected to a Limited Review or Audit.

However, a limited review of financial results under previous GAAP for the half year ended 30 September, 2017 was carried out by the predecessor statutory auditors.

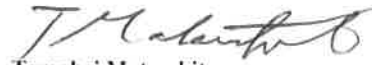
- 5 The Company is engaged primarily in the business of vehicle and other Financing, and accordingly there are no separate reportable segments in accordance with Ind AS 108 "Operating Segment".
- 6 As required by Paragraph 32 of Ind AS 101 the reconciliation of Net Profit, as previously reported and restated under Ind AS for the half year ended 30th September 2017 is as under:

(Amount in Rs. Lakhs)	
Particulars	Half Year ended 30 September 2017 Unaudited
Net profit after tax as per previous GAAP	387
<b>Add/(Less)</b>	
Increase in interest income pursuant to application of effective interest rate method	601
Increase in borrowing cost pursuant to application of effective interest rate method	8
Provision for expected credit loss	643
Fair valuation of security deposits	(1)
Actuarial gain on defined benefit obligation	4
Tax impact on above	(324)
<b>Total effect of transition to IND AS</b>	931
<b>Net profit after tax as per IND AS</b>	1,318
Other comprehensive income (net of tax)	(3)
<b>Total comprehensive income under IND AS</b>	1,315



- 7 Earnings per equity share for the half year ended 30 september 2018 and 30 September 2017 have not been annualised.
- 8 The Company has issued secured, redeemable, non-convertible debentures on private placement basis, listed on the wholesale debt market of National Stock Exchange (NSE). These Debentures are secured through first ranking exclusive charge by way of hypothecation over the loan receivables.
- 9 Reserves include Statutory Reserve as per Section 45IC of Reserve Bank of India Act 1934, balance in securities premium and retained earnings.
- 10 Previous period figures have been regrouped and reclassified, wherever necessary, to make them comparable with current period figures.

**For Toyota Financial Services India Limited**



**Tomohei Matsushita**  
**Managing Director & CEO**

**Place: Bangalore**

**Date: October 30, 2018**

