

DELOITTE HASKINS & SELLS LLP
Chartered Accountants
One International Center, Tower 3
27th – 32nd Floor, Senapati Bapat Marg
Elphinstone Road (West)
Mumbai 400013.

B. K. KHARE & CO.
Chartered Accountants
706/708, Sharda Chambers
New Marine Lines
Mumbai 400004.

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
L&T FINANCE HOLDINGS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **L&T FINANCE HOLDINGS LIMITED** (the "Company"), for the quarter and nine months ended December 31, 2020 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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 stated in paragraph 3 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 Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 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.

5. We draw attention to Note 4 to the standalone financial results in which the Company describes the uncertainties arising from the COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Neville M. Daruwalla
(Partner)
(Membership No. 118784)
(UDIN:21118784AAAAAB1998)

Mumbai, January 15, 2021

For B. K. KHARE & CO.

Chartered Accountants
(Firm's Registration No. 105102W)



Shirish Rahalkar
(Partner)
(Membership No. 111212)
(UDIN:21111212AAAES6397)



Mumbai, January 15, 2021

L&T FINANCE HOLDINGS LIMITED

CIN. L67120MH2008PLC181833

Regd. Office : Brindavan, Plot No. 177, C.S.T. Road, Kalina, Santacruz (East), Mumbai - 400 098, Maharashtra, India

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(₹ in Crore)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020							
Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31,	September 30,	December 31,	December 31,	December 31,	March 31,
		2020	2020	2019	2020	2019	2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
(i)	Interest income	17.10	16.27	29.21	53.13	64.49	88.91
(ii)	Dividend income	-	-	-	-	10.46	386.37
(iii)	Net gain on fair value changes	-	-	-	-	-	0.16
(I)	Total revenue from operations	17.10	16.27	29.21	53.13	74.95	475.44
(II)	Other income	5.91	4.34	13.73	13.17	34.68	46.94
(III)	Total income (I+II)	21.01	20.61	42.94	66.30	109.63	522.38
	Expenses						
(i)	Finance costs	46.95	49.56	52.28	155.00	139.43	200.75
(ii)	Impairment on financial instruments	0.14	2.41	-	7.47	0.09	0.12
(iii)	Employee benefits expenses (refer note 7)	4.13	4.27	7.30	9.10	19.38	26.72
(iv)	Depreciation, amortization and impairment	0.19	0.12	0.12	0.43	0.36	0.48
(v)	Other expenses	(0.40)	(1.16)	2.50	9.27	8.32	10.57
(IV)	Total expenses	51.01	55.20	62.20	181.27	167.58	238.64
(V)	(Loss) / Profit before exceptional items and tax (III-IV)	(30.00)	(34.59)	(19.26)	(114.97)	(57.95)	283.74
(VI)	Exceptional items (refer note 8)	-	-	-	224.68	-	-
(VII)	(Loss) / Profit before tax (V+VI)	(30.00)	(34.59)	(19.26)	109.71	(57.95)	283.74
(VIII)	Tax expense:						
(1)	Current tax	(2.37)	6.50	-	52.57	-	16.35
(2)	Deferred tax	-	0.01	6.17	(0.04)	14.81	33.14
(3)	Current tax relating to earlier years	-	-	-	-	-	(32.80)
(IX)	(Loss) / Profit before impact of change in the rate on opening deferred tax (VII-VIII)	(27.63)	(41.10)	(25.43)	57.18	(72.76)	267.05
(X)	Impact of change in the rate on opening deferred tax	-	-	-	-	0.24	0.24
(XI)	(Loss) / Profit for the period/year (IX-X)	(27.63)	(41.10)	(25.43)	57.18	(73.00)	266.81
(XII)	Other comprehensive income						
(A) (i)	Items that will not be reclassified to profit or loss						
	Remeasurements of the defined benefit plans (net of tax)	-	0.12	(0.01)	0.13	(0.09)	(0.11)
(XIII)	Total comprehensive income (XI+XII)	(27.63)	(40.98)	(25.44)	57.31	(73.09)	266.70
(XIV)	Paid-up equity share capital (Face value of ₹ 10/- each) (refer note 3)	2,006.98	2,006.53	2,000.51	2,006.98	2,000.51	2,004.83
(XV)	Other equity						5,840.02
(XVI)	Earnings per equity share (*not annualised):						
(a)	Basic (₹)	*(0.14)	*(0.20)	*(0.13)	* 0.29	*(0.36)	1.33
(b)	Diluted (₹)	*(0.14)	*(0.20)	*(0.13)	* 0.28	*(0.36)	1.33

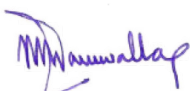
Notes:

- These financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("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 above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 15, 2021. The Joint Statutory Auditors of the Company have carried out limited review of the aforesaid results.
- The Company, during the quarter and nine months ended December 31, 2020 has allotted 446,473 and 2,145,465 equity shares respectively of ₹ 10 each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).
- Estimation uncertainty relating to COVID-19 global health pandemic:
In assessing the recoverability of loans, receivables, and investments, the Company has considered internal and external sources of information upto the date of approval of these standalone financial results. The Company has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these standalone financial results and the Company will continue to monitor any material changes to the future economic conditions.
- During the nine months ended December 31, 2020, L&T Capital Markets (Middle East) Limited, a wholly owned subsidiary incorporated in Dubai has been dissolved and ceased to exist, with effect from December 17, 2020. The same was not a material subsidiary of the Company.
- During the nine months ended December 31, 2020, 8.15% Cumulative Compulsorily Redeemable Preference Shares (CRPS) amounting to ₹ 600.00 crore have been redeemed. The Company has paid dividend of ₹ 5.08 crore on redeemed Preference Shares.
- Employee benefit expenses includes reversal of employee stock options expenses on account of unvested lapses amounting to ₹ 4.35 crore during the nine months ended December 31, 2020.
- Exceptional items during the nine months ended December 31, 2020 represents net gain of ₹ 224.68 crore on the divestment of entire stake in the subsidiary company, L&T Capital Markets Limited. The transaction was concluded on April 24, 2020.
- The main business of the Company is investment activity. As such, there are no separate reportable segments as per the Ind AS 108 on Operating Segment.
- Previous period/year figures have been regrouped/reclassified to make them comparable with those of current period.

In terms of our report attached,
For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
FRN: 117366W/W-100018

In terms of our report attached,
For B. K. KHARE & CO.
Chartered Accountants
FRN: 105102W

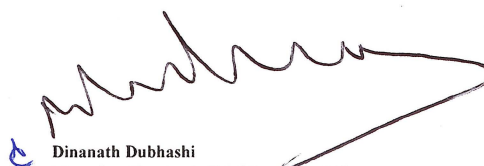
For and on behalf of the Board of Directors
L&T FINANCE HOLDINGS LIMITED



Neville M. Daruwalla
Partner
Membership no. 118784



Shirish Rahalkar
Partner
Membership no. 111212



Dinanath Dubhashi
Managing Director & Chief Executive Officer
(DIN : 03545900)

Place : Mumbai
Date : January 15, 2021

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