

KALYANIWALLA & MISTRY LLP

CHARTERED ACCOUNTANTS

Independent Auditor's Review Report on Unaudited Quarterly Financial Results of Kotak Mahindra Investments Limited pursuant to the Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
Kotak Mahindra Investments Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Kotak Mahindra Investments Limited ('the Company') for the quarter ended June 30, 2023, together with the notes thereon ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulations'), initialed by us for identification.
2. This Statement, which is the responsibility of the Company's Management and has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on July 18, 2023, has 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, the circulars, guidelines and directions issued by Reserve Bank of India ("RBI") from time to time, as applicable and other accounting principles generally accepted in India. Our responsibility is to issue a report 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 applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For KALYANIWALLA & MISTRY LLP
Chartered Accountants
Firm Registration No: 104607W/W100166



Roshni R. Marfatia
Partner
Membership No. 106548
UDIN : 23106548BGUWAQ3405



Place : Mumbai
Date : July 18, 2023

Kotak Mahindra Investments Limited
 Regd. Office : 27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051
 CIN : U65900MH1988PLC047986
 Website: www.kmil.co.in Telephone: 91 22 62185303
 Statement of Unaudited Financial Results for the quarter ended June 30, 2023

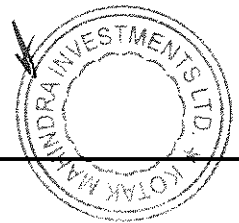
Statement of Profit and Loss

(Rs. In lakhs)

Particulars	Quarter ended			Year ended
	June 30, 2023	March 31, 2023	June 30, 2022	March 31, 2023
	Unaudited	Refer Note 6	Unaudited	Audited
REVENUE FROM OPERATIONS				
(i) Interest Income	30,104.41	26,968.97	20,545.83	88,593.19
(ii) Dividend Income	28.72	32.55	59.27	177.01
(iii) Fees and commission income	-	-	-	-
(iii) Net gain on fair value changes	221.10	(272.58)	347.62	1,045.72
(iv) Net gain on derecognition of financial instruments under amortised cost category	-	(3.61)	-	(3.61)
(v) Others	103.39	351.07	120.69	648.34
(i) Total Revenue from operations	30,457.62	27,076.40	21,073.41	90,460.65
(II) Other income	57.06	88.70	50.61	418.32
(III) Total income (I + II)	30,514.68	27,165.10	21,124.02	90,878.97
EXPENSES				
(i) Finance Costs	15,376.53	12,762.92	8,382.33	39,300.51
(ii) Impairment on financial instruments	(1,497.25)	(2,815.32)	1,097.21	(1,413.18)
(iii) Employee Benefits expenses	1,145.29	863.64	1,098.02	3,827.97
(iv) Depreciation, amortization and impairment	36.62	49.28	54.04	208.54
(v) Other expenses	829.31	902.55	761.68	3,242.47
(IV) Total expenses	15,890.50	11,763.07	11,393.28	45,166.31
(V) Profit/(loss) before tax (III - IV)	14,624.18	15,402.03	9,730.74	45,712.66
(VI) Tax expense				
(1) Current tax	3,485.98	3,352.25	2,117.72	11,611.38
(2) Deferred tax	291.81	516.56	374.53	99.83
Total tax expense (1+2)	3,777.79	3,868.81	2,492.25	11,711.21
(VII) Profit/(loss) for the period (V - VI)	10,846.39	11,533.22	7,238.49	34,001.45
(VIII) Other Comprehensive Income				
(i) Items that will not be reclassified to profit or loss				
- Remeasurements of the defined benefit plans	(45.39)	(43.56)	45.92	14.00
(ii) Income tax relating to items that will not be reclassified to profit or loss	11.42	10.97	(11.56)	(3.52)
Total (A)	(33.97)	(32.59)	34.36	10.48
(i) Items that will be reclassified to profit or loss				
- Financial Instruments measured at FVOCI	628.50	231.94	(1,537.87)	(796.69)
(ii) Income tax relating to items that will be reclassified to profit or loss	(158.40)	(58.38)	387.05	200.51
Total (B)	470.10	173.56	(1,150.82)	(596.18)
Other comprehensive income (A + B)	436.13	140.97	(1,116.46)	(585.70)
(IX) Total Comprehensive Income for the period (VII + VIII)	11,282.52	11,674.19	6,122.03	33,415.75
(X) Paid-up equity share capital (face value of Rs. 10 per share)	562.26	562.26	562.26	562.26
(XI) Earnings per equity share*				
Basic & Diluted (Rs.)	192.91	205.12	128.74	604.73
See accompanying note to the financial results				

* numbers are not annualized for quarter ended June 30, 2023, March 31, 2023 and June 30, 2022.

Place : Mumbai
 Date : July 18, 2023




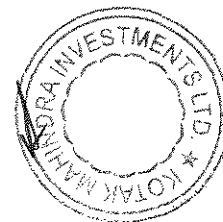
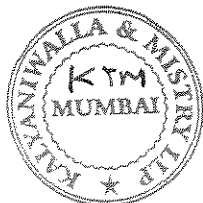
Notes:

- 1 The financial results are prepared in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, recognition and measurement principles laid down in the Indian Accounting Standard 34 " Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and other accounting principles generally accepted in India.
- 2 The above results were reviewed by the Audit Committee and approved and taken on record by the Board of Directors at their respective meetings held on July 18, 2023. The results for the Quarter ended June 30, 2023 have been reviewed by the Statutory Auditors of the Company.
- 3 Disclosure in compliance with Regulation 52(4) of Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30, 2023 is attached as Annexure I.
- 4 These 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 from time to time.
- 5 The security cover certificate as per Regulation 54(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached as Annexure II.
- 6 The figures for the quarter ended March 31, 2023 are the balancing figure between the audited figures in respect of the full financial year and the published year to date unaudited figures up to the end of third quarter ended December 31, 2022, prepared in accordance with the recognition and measurement principles laid down in accordance with Ind AS 34 "Interim Financial Reporting".

Place : Mumbai
Date : July 18, 2023

For Kotak Mahindra Investments Limited


Armit Bagri
Managing Director and
Chief Executive Officer



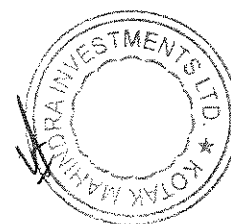
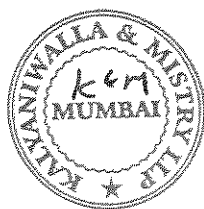
Annexure I

Disclosure in compliance with Regulation 52(4) of Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30, 2023

Sr No.	Particulars	Ratio
a)	Debt Equity Ratio*	3.12:1
b)	Debt Service Coverage Ratio	Not applicable
c)	Interest Service Coverage Ratio	Not applicable
d)	Outstanding Redeemable Preference Shares(Quantity and value)	Nil
		Capital redemption reserve: Rs. 1,003.85 Lakhs
e)	Capital redemption reserve/ Debenture redemption reserve	Debenture redemption reserve is not required in respect of privately placed debentures in terms of rule 18(7)(b)(ii) of Companies(Share capital and debentures) Rules ,2014
f)	Net Worth	Rs. 290.945.01 Lakhs
g)	Net Profit after Tax	Rs. 10,846.39 Lakhs
h)	Earning per share	Basic and Diluted - Rs. 192.91
i)	Current Ratio	1.09:1
j)	Long term debt to working capital ratio	11.48:1
k)	Bad Debt to account receivable ratio	0%
l)	Current Liability Ratio	49.85%
m)	Total Debt to Total assets*	74.99%
n)	Debtors Turnover	Not Applicable
o)	Inventory Turnover	Not Applicable
p)	Operating Margin(%)*	43.02%
1)	Net profit Margin(%)*	35.54%
r)	Sector Specific equivalent ratios such as	
	(i) Stage III ratio*	1.21%
	(ii) Provision coverage Ratio*	54.01%
	(iii) LCR Ratio	86.34%
	(iv) CRAR	25.09%

*Formula for Computation of Ratios are as follows :-

(i) Debt Equity Ratio	$(\text{Debt Securities} + \text{Borrowing other than Debt Securities} + \text{Subordinate Liabilities}) / (\text{Equity Share Capital} + \text{Reserve and Surplus})$
(ii) Total Debt to Total assets	$(\text{Debt Securities} + \text{Borrowing other than Debt Securities} + \text{Subordinate Liabilities}) / \text{Total assets}$
(iii) Operating Margin	$(\text{Profit before tax} + \text{Impairment on financial instruments}) / \text{Total Income}$
(iv) Net profit Margin	$\text{Profit after tax} / \text{Total Income}$
(v) Stage III ratio	$\text{Gross Stage III assets} / \text{Total Gross advances and credit Substitutes}$
(vi) Provision coverage Ratio	$\text{Impairment loss allowance for Stage III} / \text{Gross Stage III assets}$



Security cover certificate as per Regulation 54(3) of Securities and Exchange Board of India [Listing Obligations and Disclosure Requirements], 2015 as on June 30, 2023										(Rs. 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
	Description of asset for which this certificate is issued	Book Value	Yes/No	Book Value	Book Value	Book Value	Assess not allowed as per Section 17(1)(c) of the Companies Act, 2013	(Total in Crores)	Carrying/Book value for secured charge assets where market value is not ascertainable or applicable (For Eg. Bank balance, FDRs, market value if not applicable)	Market value for assets charged on exclusive bank	Carrying value/Book value for secured charge assets where market value is not ascertainable or applicable (For Eg. Bank balance, FDRs, market value if not applicable)	Market value for assets charged on exclusive bank	Carrying value/Book value for secured charge assets where market value is not ascertainable or applicable (For Eg. Bank balance, FDRs, market value if not applicable)	Total Value (Column N) - Total Value (Column O)
ASSETS														
	Property, Plant and Equipment	-	Yes	6.50	-	98.71	-	98.71	-	-	-	-	-	44.10
	Capital Work-in-Progress	-	No	-	-	-	-	-	-	-	-	-	-	-
	Right of Use Assets	-	No	-	-	-	-	-	-	-	-	-	-	-
	Goodwill	-	No	-	-	-	-	-	-	-	-	-	-	-
	Intangible Assets	-	No	-	-	12.05	-	12.05	-	-	-	-	-	-
	Intangible Assets under Development	-	No	-	-	12.37	-	12.37	-	-	-	-	-	-
	Investments	-	Yes	61,400.73	-	1,41,104.46	-	2,02,505.19	-	-	22,513.03	-	38,887.70	61,400.73
	Loans	-	Yes	9,35,888.32	-	5,511.77	-	9,41,400.09	-	-	-	-	9,35,888.32	9,35,888.32
	Trade Receivables	-	Yes	16.74	-	-	-	16.74	-	-	-	-	16.74	16.74
	Cash and Cash Equivalents	-	Yes	4,221.54	-	398.18	-	4,619.72	-	-	-	-	4,221.54	4,221.54
	Bank Balances other than Cash and Cash Equivalents	-	Yes	-	-	60,043.33	-	60,043.33	-	-	-	-	-	-
	Equivalents	-	No	-	-	9,011.57	-	9,011.57	-	-	-	-	-	-
	Others	-	No	10,01,593.43	-	2,10,126.94	-	12,11,720.37	-	-	-	-	22,557.13	10,01,593.43
	Total													
	LIABILITIES													
	Debt securities to which this certificate pertains	-	Yes	5,48,896.75	-	(4,325.45)	-	5,49,222.20	-	-	-	-	5,48,896.75	5,48,896.75
	Other debt-shedding pari-passu charge with above debt	-	No	1,51,611.78	-	(19.56)	-	1,51,592.22	-	-	-	-	1,51,611.78	1,51,611.78
	Subordinated debt	-	No	-	-	20,874.56	-	20,874.56	-	-	-	-	-	-
	Borrowings	-	No	-	-	1,96,989.41	-	1,96,989.41	-	-	-	-	-	-
	Bank	-	No	-	-	-	-	-	-	-	-	-	-	-
	Debt Securities	-	No	-	-	545.77	-	545.77	-	-	-	-	-	-
	Others	-	No	-	-	645.58	-	645.58	-	-	-	-	-	-
	Trade Payables	-	No	-	-	6,816.89	-	6,816.89	-	-	-	-	-	-
	Provisions	-	No	-	-	4,007.58	-	4,007.58	-	-	-	-	-	-
	Others	-	No	-	-	2,25,482.23	-	2,25,482.23	-	-	-	-	-	-
	Total													
	Cover on Book Value													
	Cover on Market Value													
	Exclusion Security Cover Ratio													
	Par-Passu Security Cover Ratio													

Notes:
 1. The Market value of the immovable property is as per the valuation report dated 31 July 2021.
 2. Receivable under financing activities is part of the non trading book where loans are in the nature of held to maturity and created with a sole objective of collecting principal and interest. Therefore company has considered the book value for this certificate.
 3. In order to match the value of Liabilities in Column J with the values in the Ind AS Financial Statements, relevant Ind AS adjustments have been eliminated in Column I (Elimination) and there is no debt amount considered more than once (due to exclusive plus pari-passu charge)

