

# Chola Q2 net up 27% to ₹120 crore

**Chennai:** Cholamandalam Investment and Finance Company is looking to borrow around ₹2,500 crore as debt during the quarter. "We are looking at instruments like NCDs (non convertible debentures) and commercial paper. While some banks have reduced their base rates, there is still an interest differential of 70-80 bps (basis points) between bank and such instruments," chief financial officer of the company, Arulselvan D said. (100 basis points=1%).

During Q2 of the fiscal, Chola's net profit increased 27% to ₹120.47 crore compared to ₹95.13 crore during the same period last year. "We advanced the adoption of NPA provisioning at four months' overdue by 18 months. The impact of this adoption on profitability was ₹53.58 crore. Our interest to income ratio has remained stable and lower interest cost aided profit growth," he said.

The company's vehicle finance business recorded a growth of 27% at ₹2,790 crore.