

Cholamandalam reports 11.5% rise in Q3 profits

TIMES NEWS NETWORK

Chennai: Cholamandalam Investment and Finance Company has reported a 11.5% year-on-year (y-o-y) increase in its net profit to Rs 162.52 crore during the third quarter (Q3) of the current financial year. The lender's board declared an interim dividend of 35% or Rs. 3.50 per share.

The company said it has seen flat disbursements when compared to the previous quarter due to the overall economic slowdown. "Delinquencies in early buckets have increased owing to the temporary cash crunch. However, the company continued to adhere to the existing board approved provisioning norms which is at 120 days, without taking shelter under the RBI circular for deferment of NPA," Cholamandalam said in a press release.

The lender saw its interest income from operations rise 11.5% y-o-y to Rs 1,169.9 crore on the back of a buoyancy in its commercial vehicle financing portfolio. Total income from operations increased to Rs 1,175.67 crore from Rs 1,053.83 in the year-ago period.