TATA CAPITAL

PRESS RELEASE

Financial Results for Q2FY27

Loan Book Crossed ₹3 Trillion Milestone

AUM up 26% YoY (at ₹ 3,08,030 crore)

Q2FY27 PAT up 51% YoY (at ₹ 1,660 crore)

Mumbai, October 27, 2026: A meeting of the Board of Directors of Tata Capital Limited (TCL) was held today to consider and approve the unaudited consolidated financial results for the quarter and half year ended September 30, 2026.

Commenting on the performance, **Mr. Rajiv Sabharwal, Managing Director & CEO**, Tata Capital said:

"We achieved a significant milestone during the quarter, with our loan book crossing ₹3 trillion, underscoring the scale, diversification and resilience of our franchise. Our AUM stood at ₹3,08,030 crore, up 26% year-on-year, while PAT grew 51% year-on-year to ₹1,660 crore. Excluding Motor Finance, AUM grew 32% year-on-year. Asset quality remained stable, reflecting our continued focus on portfolio quality, prudent underwriting and effective collections."

"Artificial intelligence remains a core strategic priority for the organization. During the quarter, we continued to scale AI-led capabilities across onboarding, operations, underwriting, servicing and collections. More than 70% of retail applications are now processed through AI, while AI-assisted underwriting has been adopted across 95%+ of Personal Loan and Business Loan cases, improving processing turnaround time by over 39% and enhancing underwriting productivity. Our AI-powered operations platform has achieved adoption across over 95% of Business Loan, Two-Wheeler and Micro Finance workflows, delivering meaningful gains in productivity, turnaround time and operating efficiency. In customer servicing and collections, AI agents now handle a significant share of customer interactions and early-bucket collections, enabling faster response times, wider customer reach and lower servicing cost. These capabilities are helping us enhance customer experience and build a more scalable growth platform for the future."

On the macroeconomic environment, he added, "While global uncertainties and evolving market conditions warrant continued vigilance, India's strong economic fundamentals, structural growth drivers, and rising credit penetration continue to create significant long-term opportunities. We remain focused on pursuing growth in a disciplined manner, while maintaining strong risk management and balance sheet resilience."

CONSOLIDATED PERFORMANCE HIGHLIGHTS – Q2FY27

- **Retail + SME** constitutes 85.4% of Net AUM.
- **High-margin retail** forms ~25% of Net AUM.
- **Pan India network** of 1,515 branches across 26 states and union territories.
- **AUM** grew by 26% YoY to ₹ 3,08,030 crore as on September 30, 2026, from ₹ 2,43,896 crore as on September 30, 2025. Excluding Motor Finance, AUM grew by 32% YoY.
- **Net total income** grew by 24% YoY to ₹ 4,676 crore in Q2FY27 from ₹ 3,774 crore in Q2FY26.
- **Annualized opex on average net loan book** of 2.3% in Q2FY27 vs. 2.6% in Q2FY26.
- **Cost to income ratio** stood at 35.3% in Q2FY27 vs. 39.7% in Q2FY26.
- **Annualized credit cost** of 0.9% in Q2FY27 vs. 1.3% in Q2FY26.
- **PAT** grew by 51% YoY to ₹ 1,660 crore in Q2FY27 from ₹ 1,097 crore in Q2FY26.
- **Annualized ROA** at 2.3% in Q2FY27 vs. 1.9% in Q2FY26. Excluding Motor Finance, annualized ROA at 2.5% in Q2FY27 vs. 2.2% in Q2FY26.
- **Annualized ROE** at 14.0% in Q2FY27 vs. 13.0% in Q2FY26.
- **GS3** at 1.9% | **NS3** at 0.8% | **PCR** at 58.6% as of September 30, 2026.
- **Total equity** at ₹ 47,778 crore, as of September 30, 2026.
- **Capital risk adequacy ratio** stood at 17.3% as of September 30, 2026.

Particulars; ₹ crores	Q2FY26	Q1FY27	Q2FY27	YoY %	H1FY26	H1FY27	YoY %	FY26
Assets under management (net)	2,43,896	2,90,502	3,08,030	26%	2,43,896	3,08,030	26%	2,77,275
Gross loan book	2,39,960	2,86,381	3,03,739	27%	2,39,960	3,03,739	27%	2,73,392
Net loan book	2,34,991	2,81,083	2,98,217	27%	2,34,991	2,98,217	27%	2,68,203
Net interest income	3,006	3,571	3,696	23%	5,872	7,267	24%	12,667
Fee income	663	692	725	9%	1,239	1,417	14%	2,608
Investment income	105	193	255	143%	289	447	55%	323
Net total income	**3,774**	**4,455**	**4,676**	**24%**	**7,400**	**9,132**	**23%**	**15,597**
Operating expense	1,497	1,621	1,651	10%	2,832	3,271	16%	5,973
Pre-provisioning operating profit	2,277	2,835	3,025	33%	4,568	5,860	28%	9,624
Loan losses and provisions	773	676	645	(17)%	1,682	1,321	(21)%	3,023
Profit before tax	1,504	2,159	2,380	58%	2,886	4,539	57%	6,602
PAT (excl. non-recurring)	**1,097**	**1,547**	**1,660**	**51%**	**2,087**	**3,207**	**54%**	**4,879**
Non-recurring items[1]	-	-	-	~	-	-	~	(33)
PAT (attributable to owners)	**1,097**	**1,547**	**1,660**	**51%**	**2,087**	**3,207**	**54%**	**4,846**

(1) Reflects impact of new labour codes.

Material Subsidiary - Tata Capital Housing Finance Ltd. (TCHFL) Q2FY27 Performance

- **100% wholly owned** housing finance company
- **Assets under management** grew by 26% YoY to ₹ 95,098 crore as of September 30, 2026 from ₹ 75,636 crore as of September 30, 2025.
- **Net total income** increased by 21% YoY in Q2FY27 to ₹ 1,089 crore from ₹ 898 crore in Q2FY26.
- **Cost to income ratio** was 30.0% for Q2FY27 vs. 32.9% in Q2FY26.
- **Annualized credit cost** of 0.1% in Q2FY27.
- **Profit before tax** increased by 26% YoY in Q2FY27 to ₹ 741 crore from ₹ 590 crore in Q2FY26.
- **PAT** increased by 26% YoY in Q2FY27 to ₹ 552 crore from ₹ 440 crore in Q2FY26.
- **Annualized ROA** at 2.5% in Q2FY27 vs. 2.4% in Q2FY26.
- **Annualized ROE** at 18.0% in Q2FY27 vs. 18.5% in Q2FY26.
- **GS3** at 0.7% | **NS3** at 0.3% | **PCR** at 57.3% as of September 30, 2026.
- **Capital adequacy ratio** as of September 30, 2026 was 17.6%.

Particulars; ₹ crores	Q2FY26	Q1FY27	Q2FY27	YoY %	H1FY26	H1FY27	YoY %	FY26
Assets under management (net)	75,636	89,416	95,098	26%	75,636	95,098	26%	86,653
Gross loan book	74,350	86,743	91,181	23%	74,350	91,181	23%	84,439
Net loan book	73,774	86,145	90,574	23%	73,774	90,574	23%	83,808
Net interest income	696	843	852	22%	1,370	1,695	24%	2,956
Fee income	178	180	232	30%	312	413	32%	657
Investment income	24	10	5	~	44	15	~	63
Net total income	**898**	**1,033**	**1,089**	**21%**	**1,726**	**2,123**	**23%**	**3,676**
Operating expense	295	310	327	11%	548	638	16%	1,144
Pre-provisioning operating profit	603	723	762	26%	1,178	1,485	26%	2,533
Loan losses and provisions	13	10	21	62%	36	31	(15)%	76
Profit before tax	590	713	741	26%	1,142	1,454	27%	2,457
PAT (excl. non-recurring)	**440**	**532**	**552**	**26%**	**852**	**1,084**	**27%**	**1,842**
Non-recurring items[1]	-	-	-	~	-	-	~	(6)
PAT (attributable to owners)	**440**	**532**	**552**	**26%**	**852**	**1,084**	**27%**	**1,836**

(1) Reflects impact of new labour codes.

About Tata Capital

Tata Capital Limited (TCL) is the flagship financial services company of the Tata Group and a subsidiary of Tata Sons Private Limited. Tata Capital is a listed company and registered with the Reserve Bank of India (RBI) as a Non-Banking Financial Company – Investment and Credit Company (NBFC-ICC) and has been categorized as an Upper Layer NBFC under the RBI's Scale Based Regulatory Framework. TCL conducts its lending business together with its material subsidiary Tata Capital Housing Finance Limited (TCHFL), which is registered with the National Housing Bank (NHB) as a Housing Finance Company (HFC) and is classified as a Middle Layer NBFC under the RBI's Scale Based Regulations.

TCL offers a comprehensive suite of over 25 lending products, catering to a diverse customer base comprising salaried and self-employed individuals, entrepreneurs, small businesses, small and medium enterprises, and corporates. In addition to its lending offerings, TCL also distributes third-party products such as insurance and credit cards, provides wealth management services, and acts as a sponsor and investment manager to private equity funds. TCL is rated "AAA with stable outlook" from each of CRISIL, ICRA and CARE. It has an international rating of BBB (Stable) by both S&P Global Ratings and Fitch. As of September 30, 2026 TCL's distribution network spans 1,515 branches across 26 states and union territories. For more information visit: https://www.tatacapital.com/

Disclaimer

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