

CTL/DEB/19-20/Noting Certificate/7667

March 06, 2020

To Whomsoever It May Concern,

CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, Catalyst Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information (which was received on 06-March 2020), as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015 (“**Regulations**”), provided to us by **ESAF Small Finance Bank Limited (“the Company”)** for the Half year ended September 30, 2018.

This Certificate is being issued pursuant to the requirements of regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For Catalyst Trusteeship Limited



Authorized Signatory

Encl: Results submitted by Company



6th March, 2020

To,

Bombay Stock Exchange Limited
P J Towers, Dalal Street
Mumbai – 400001

Dear Sir,

Subject :- In Compliance to Regulation 52(4) and 52(5) of the SEBI (LODR) Regulations, 2015

We hereby submit the Disclosures as specified in Regulation 52(4) and the Certificate of Trustee as specified in Regulation 52(5) for the half year ended 30th September, 2018.

Thanking you,

Yours Faithfully

For ESAF Small Finance Bank Limited



Ranjith Raj P

Company Secretary

Mem No : A 30388

ESAF SMALL FINANCE BANK LIMITED

RBI License No: MUM 124, CIN: U65990KL2016PLC045669

Registered & Corporate Office: ESAF Small Finance Bank Limited, Building No. VII/83/8, ESAF Bhavan,
Mannuthy, Thrissur - Palakkad National Highway, Thrissur - 680 651, Kerala.

Ph. No: 0487 7123456, 123457, Email: info@esafbank.com www.esafbank.com

Limited Review Report

**Review Report to
The Board of Directors
ESAF Small Finance Bank Limited**

1. We have reviewed the accompanying statement of unaudited financial results of ESAF Small Finance Bank Limited (the "Bank") for the six months ended 30 September 2018 (the "Statement") being submitted by the Bank pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/IMD/DF1/9/2015 dated November 27, 2015 and Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016. This Statement is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 Statement is 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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, 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 read with SEBI Circular No. CIR/IMD/DF1/9/2015 dated November 27, 2015 and Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016, 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 S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

Sarvesh Warty

per Sarvesh Warty
Partner
Membership No.: 121411

Place: Thrissur
Date: November 5, 2018

ESAF SMALL FINANCE BANK LIMITED
 Building No.VII/83/8, ESAF Bhavan, Thrissur - Palakkad National Highway,
 Mannuthy, Thrissur, Kerala - 680651
 CIN : U65990KL2016PLC045669

Statement of unaudited financial results for six months ended 30 September 2018

(Amount in Rs.)

Particulars	Six Months ended 30 September 2018	Six Months ended 30 September 2017	Year ended 31 March 2018
	Unaudited	Unaudited	Audited
I. INCOME			
Interest Earned	4,72,52,99,689	2,30,77,43,712	5,96,83,96,300
Other Income	60,60,62,943	44,22,67,942	1,01,86,02,352
Total	5,33,13,62,632	2,75,00,11,654	6,98,69,98,652
II. EXPENDITURE			
Interest expended	2,14,70,86,347	1,39,05,54,180	3,14,82,01,457
Operating Expenses	2,00,27,36,973	1,33,12,19,828	3,04,47,81,123
Provisions and Contingencies	94,09,46,947	51,82,29,910	52,40,67,424
Total	5,09,07,70,267	3,24,00,03,918	6,71,70,50,004
III. PROFIT			
Net Profit for the Period (I - II)	24,05,92,365	(48,99,92,264)	26,99,48,648
Analytical Ratios			
(i) Capital Adequacy Ratio	27.95%	17.45%	16.87%
(ii) Earnings Per Share (EPS) (Face value of Rs.10 each) *			
- Basic	0.72	(1.62)	0.89
- Diluted	0.72	(1.62)	0.89
NPA Ratio			
a) Gross NPA	1,34,60,22,083	1,59,83,23,518	1,21,04,74,895
Net NPA	19,03,80,662	1,16,41,99,315	84,80,63,613
b) % of Gross NPA	3.37%	6.85%	3.79%
% of Net NPA	0.49%	4.99%	2.69%
c) Return on Assets *	0.45%	-1.49%	0.72%

* Half yearly numbers are not annualised



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 Building No.VII/83/8, ESAF Bhavan, Thrissur - Palakkad National Highway,
 Mannuthy, Thrissur, Kerala - 680651
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Notes:

1 Statement of Assets and Liabilities as at 30 September 2018

(Amount in Rs.)

Particulars	As at 30 September 2018	As at 31 March 2018
	Unaudited	Audited
CAPITAL AND LIABILITIES		
Capital	4,27,79,54,900	3,11,94,51,810
Reserves and Surplus	3,99,67,08,541	31,40,26,385
Deposits	30,51,20,19,977	25,23,09,24,525
Borrowings	21,88,47,56,410	16,74,65,02,635
Other Liabilities and Provisions	1,73,32,98,528	1,83,04,41,362
Total	62,40,47,38,356	47,24,13,46,717
ASSETS		
Cash and Balances with Reserve Bank of India	1,95,60,19,946	4,38,45,79,564
Balances with Banks and Money at Call and Short Notice	5,23,54,30,298	2,59,32,85,253
Investments	14,82,99,67,843	7,31,86,34,155
Advances	38,77,88,53,513	31,55,08,58,495
Fixed Assets	75,68,77,649	68,70,25,180
Other Assets	84,75,89,107	70,69,64,070
Total	62,40,47,38,356	47,24,13,46,717
Contingent Liabilities		
Bills for collection	57,68,24,078	61,71,98,285

2. The statement of unaudited financial results for six months ended 30 September, 2018 ("Statement") have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 5 November, 2018.

3. The above financial results of the Bank have been prepared in all material aspects, in accordance with the generally accepted accounting principles in India ("Indian GAAP"), statutory requirements prescribed under the Banking Regulation Act, 1949, circulars and guidelines issued by the Reserve Bank of India ("RBI") from time to time, Regulation 52 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) 2015.

4. There are no changes to the significant accounting policy adopted during the half year ended 30 September 2018 as compared with those followed for the year ended 31 March 2018.

5. The Capital adequacy ratio ("CRAR") has been computed as per Operating guidelines for Small Finance Bank in accordance with RBI circular no. RBI/2016-17/81 DBR/NBD/NO-26/16.13.218/2016-17 dated 6 October 2016.

The Bank has followed Basel II standardised approach for credit risk in accordance with the operating guideline issued by the Reserve Bank of India for Small Finance Banks. Further, RBI vide its circular no. DBR/NBD/NO-4502/16.13.218/2017-18 dated 8 November 2017 has provided an exemption to all Small Finance Banks whereby no separate capital charge is prescribed for market risk and operational risk.

6. During the half year ended 30 September 2018, the Bank has raised Tier I capital for Rs.464,21,21,881 through private placement of 11,58,50,309 Equity Share having the face value of Rs.10/- each at an issue price of Rs.40.07 per Equity Share. The related issue expenses amounting to Rs.4,15,29,000 has been drawn from Share Premium account.

7. Figures for the previous period/year have been classified/regrouped wherever necessary, to conform to the current period presentation.

Place : Thrissur
 Date : 05 November, 2018



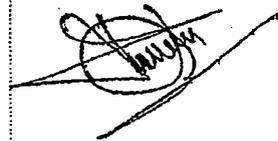

 Kadambelli Paul Thomas
 Managing Director & CEO
 DIN : 00199925



Disclosures made in compliance with the Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the period ended 30th September, 2018.

- a) credit rating and change in credit rating – (Enclosed)
 b) debt-equity ratio; 2.64 (we have only considered borrowings for the purpose of computation of debt-equity ratio)
 c) previous due date for the payment of interest/ dividend for non-convertible redeemable preference shares/ repayment of principal of non-convertible preference shares/non-convertible debt securities and whether the same has been paid or not;

Particulars	Rate of Interest	Interest Due Date	Actual Date of Payment
250 Unsecured, Rated, Listed, Redeemable, Non-Convertible Debentures of Rs.10 Lakhs	17.23%	22.12.2017	22.12.2017
250 Unsecured, Rated, Listed, Redeemable, Non-Convertible Debentures of Rs.10 Lakhs	16.83%	28.12.2017	28.12.2017
200 Unsecured, Basel III Compliant Tier II Bonds of Rs.10 Lakhs	10.50%	NA	NA
200 Rated, Listed, Redeemable Unsecured, Basel III Compliant Tier II Bonds of Rs.10 Lakhs	11.50%	NA	NA
400 Rated, Listed, Redeemable, Unsecured Basel III Compliant Tier II Bonds	11.50%	NA	NA



ESAF SMALL FINANCE BANK LIMITED

RBI License No.: MUM124, CIN: U65990KL2016PLC048669

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Mannuthy, Thrissur - Palakkad National Highway, Thrissur - 680 651, Kerala.

Ph. No: 0487 7123456, 123457, Email: info@esafbank.com www.esafbank.com

- d) next due date for the payment of interest/ dividend of non-convertible preference shares/principal along with the amount of interest/ dividend of non-convertible preference shares payable and the redemption amount;

Particulars	Rate of Interest	Interest Due Date	Principal Due Date
250 Unsecured, Rated, Listed, Redeemable, Non-Convertible Debentures of Rs.10 Lakhs	17.23%	22.12.2018	22.12.2021
250 Unsecured, Rated, Listed, Redeemable, Non-Convertible Debentures of Rs.10 Lakhs	16.83%	28.12.2018	28.12.2021
200 Unsecured, Basel III Compliant Tier II Bonds of Rs.10 Lakhs	10.50%	31.12.2018	30.12.2024
200 Rated, Listed, Redeemable Unsecured, Basel III Compliant Tier II Bonds of Rs.10 Lakhs	11.50%	31.12.2018	28.03.2025
400 Rated, Listed, Redeemable, Unsecured Basel III Compliant Tier II Bonds of Rs.10 Lakhs	11.50%	31.12.2018	01.06.2025

- e) Net-worth – Rs.827.47 Cr

Thanking you,

Yours Faithfully


Ranjith Raj
Company Secretary
Mem No : A 30388

CARE/CRO/RL/2018-19/1099

Mr. K Paul Thomas
Managing Director & CEO
ESAF Small Finance Bank Limited
Heziba Complex, Mannuthy P.O.
Thrissur
Kerala-680 651

May 28, 2018

Confidential

Dear Sir,

Credit rating for Tier II bond issue

Please refer to our letter dated November 30, 2017 and your request for re-validation of the rating assigned to the Tier II bond issue of your bank, for a limit of Rs.125 crore.

2. The following rating has been reviewed:

Instrument	Amount (Rs. crore)	Rating ¹	Rating Action
Tier II bond issue	125* (Rs. One hundred and twenty five crore only)	CARE A-; Negative (Single A Minus; Outlook: Negative)	Reaffirmed

* Unutilised amount of Rs.85 crore as on May 23, 2018.

3. Please arrange to get the rating revalidated, in case the proposed issue is not made within six months from the date of this letter.

4. Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

Instrument type	ISIN	Issue Size (Rs. cr)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Debenture Trustee:	Details of top 10 investors

5. CARE reserves the right to undertake a surveillance/review of the rating, from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.

¹ Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

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CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

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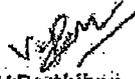
CIN-L67190MH1999PLC071691

6. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the debt instruments, CARE shall carry out the review on the basis of best available information throughout the life time of such instruments. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
7. Users of this rating may kindly refer our website: www.careratings.com for latest update on the outstanding rating.
8. CARE ratings are not recommendations to buy, sell, or hold any securities.

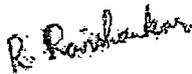
if you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,


V Parthiban
Manager

Parthiban.v@careratings.com



Ravi Shankar R.
Deputy Manager

Ravi.s@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

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CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

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