

05th November, 2018

To
Bombay Stock Exchange Limited
P J Towers, Dalal Street
Mumbai 400 001

Dear Sir,

Subject: Financial results for the half year ended on 30th September 2018 (Outcome of Board Meeting held on Monday, November 05, 2018).

With reference to the above captioned subject, we hereby inform that the Board of Directors of the Bank at its meeting held on Monday, November 05, 2018 has, inter alia, approved the unaudited financial results for the half year ended September 30, 2018 as recommended by the Audit Committee.

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, we enclose the following:

- i. Unaudited Financial Results for the half year ended September 30, 2018.
- ii. Limited Review Report on the unaudited financial results for the half year ended September 30, 2018.
- iii. Statement of Assets and Liabilities for the half year ended September 30, 2018.

Kindly take the same on your record in pursuance of Regulation 33 of the SEBI (LODR) Regulations, 2015.

Thanking You.

Yours Faithfully,

For ESAF Small Finance Bank Ltd.


Ranjith Raj P.
Company Secretary
Membership No: A 30388



ESAF SMALL FINANCE BANK LIMITED

CIN: U65990KL2016PLC045669

Registered & Corporate Office: ESAF Bhavan, Mannuthy P. O., Thrissur, Kerala 680 651, India.

Ph: +91 4877 123456, 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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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	57,68,24,078	61,71,98,285
Bills for collection		

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.

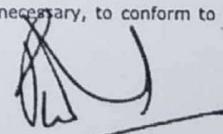
4. There are no changes to the significant accounting policy adopted during the half year ended 30 September 2018 as compared with those followed for the year ended 31 March 2018.

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.



Kadambelil Paul Thomas
 Managing Director & CEO
 DIN : 00199925

Place : Thrissur
 Date : 05 November, 2018

