

Date : 10.05.2019

**The Department of Corporate Services  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400001**

Dear Sir,

Sub:- Submission of Financial Results for the year ended 31<sup>st</sup> March, 2019 with report of Auditors (Regulation 52 (1) of SEBI (LODR) Regulations, 2015)

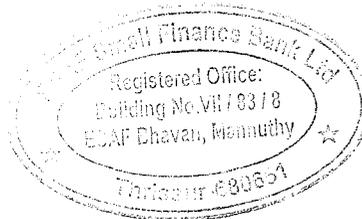
With reference to the captioned subject, we are enclosing herewith the Audited financial results for the year ended 31<sup>st</sup> March, 2019 along with the report of the auditors.

Kindly take the above documents on record.

Thanking you

Yours Faithfully,

  
**Ranjith Raj P**  
**Company Secretary**  
**Membership 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](http://www.esafbank.com)

**Independent Auditor's Report on Financial Results of ESAF Small Finance Bank Limited  
pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements)  
Regulations, 2015**

**To**  
**The Board of Directors**  
**ESAF Small Finance Bank Limited**

1. We have audited the financial results of ESAF Small Finance Bank Limited (the "Bank") for the year ended March 31, 2019 included in the 'Statement of Audited financial results for the year ended 31 March 2019' ('the Statement') attached herewith, being submitted by the Bank pursuant to the requirements 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 CIR/IMD/DF1/69/2016 dated August 10, 2016 ('Listing Regulations'). This Statement has been prepared on the basis of the audited financial statements for year ended March 31, 2019, which is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of financial statements, prepared in accordance with accounting principles generally accepted in India as applicable to banking companies, including the relevant accounting standards specified under Section 133 of the Companies Act, 2013 and the applicable requirements of the Banking Regulation Act, 1949.
2. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India. Those standards requires that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatements.

An audit involves performing procedures to obtain sufficient audit evidences about the amount and disclosures in the Statement. The procedures selected depend on the auditor's judgement including the assessment of material misstatement of the Statement, whether due to fraud or error. In making those risk assessment, the auditor considers internal controls relevant to the Bank's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - i. is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
  - ii. gives a true and fair view of the net profit and other financial information of the Bank for the year ended March 31, 2019.

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# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

4. The Statement includes the results of the half year ended March 31, 2019, being the derived balancing figure between the audited figures in respect of the full financial year ended March 31, 2019 and the published year to date figures upto the half year ended September 30, 2018, of the current financial year which were subject to limited review.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**

*Sarvesh Warty*

**per Sarvesh Warty**

Partner

Membership No.: 121411

Place: Mannuthy

Date: 10 May, 2019

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

**Statement of Audited financial results for the Year ended 31 March 2019**

(Amount in Rs.)

Particulars	Six Months ended 31 March 2019	Six Months ended 31 March 2018	Year ended 31 March 2019	Year ended 31 March 2018
	Audited (Refer Note 6)	Audited (Refer Note 6)	Audited	Audited
<b>I. INCOME</b>				
Interest Earned	5,59,31,39,182	3,66,06,54,705	10,31,63,85,127	5,96,83,96,300
Other Income	48,54,42,628	57,62,79,356	1,09,15,05,571	1,01,86,02,352
<b>Total</b>	<b>6,07,85,81,810</b>	<b>4,23,69,34,061</b>	<b>11,40,78,90,698</b>	<b>6,98,69,98,652</b>
<b>II. EXPENDITURE</b>				
Interest expended	2,43,77,84,449	1,75,76,47,277	4,58,28,17,052	3,14,82,01,457
Operating Expenses	2,53,12,05,391	1,71,35,08,359	4,53,39,42,364	3,06,28,72,634
Provisions and Contingencies	44,73,46,014	60,23,236	1,38,82,92,961	50,59,75,913
<b>Total</b>	<b>5,41,63,35,854</b>	<b>3,47,71,78,872</b>	<b>10,50,50,52,377</b>	<b>6,71,70,50,004</b>
<b>III. PROFIT</b>				
Net Profit for the Period (I - II)	<b>66,22,45,956</b>	<b>75,97,55,189</b>	<b>90,28,38,321</b>	<b>26,99,48,648</b>
<b>Analytical Ratios</b>				
(i) Capital Adequacy Ratio	27.59%	16.92%	27.59%	16.92%
(ii) Earnings Per Share (EPS) (Face value of Rs.10 each) *				
- Basic	1.74	2.51	2.37	0.89
- Diluted	1.74	2.51	2.37	0.89
<b>NPA Ratio</b>				
a) Gross NPA	74,01,37,591	1,21,04,74,895	74,01,37,591	1,21,04,74,895
Net NPA	35,20,52,596	84,80,63,613	35,20,52,596	84,80,63,613
b) % of Gross NPA	1.61%	3.79%	1.61%	3.79%
% of Net NPA	0.77%	2.69%	0.77%	2.69%
c) Return on Assets *	1.11%	2.02%	1.52%	0.72%

\* Six Months numbers are not annualised



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

**Notes :**

**1 Statement of Assets and Liabilities as at 31 March 2019**

(Amount in Rs.)

Particulars	As at 31 March 2019	As at 31 March 2018
	Audited	Audited
<b>CAPITAL AND LIABILITIES</b>		
Capital	4,27,79,54,900	3,11,94,51,810
Reserves and Surplus	4,65,89,54,497	31,40,26,385
Deposits	43,17,00,82,077	25,23,09,24,525
Borrowings	17,02,35,94,786	16,74,65,02,635
Other Liabilities and Provisions	1,44,42,80,932	1,83,04,41,362
<b>Total</b>	<b>70,57,48,67,192</b>	<b>47,24,13,46,717</b>
<b>ASSETS</b>		
Cash and Balances with Reserve Bank of India	2,46,74,07,284	4,38,45,79,564
Balances with Banks and Money at Call and Short Notice	5,34,71,50,342	2,59,32,85,253
Investments	15,30,74,98,786	7,31,86,34,155
Advances	45,48,25,45,244	31,55,08,58,495
Fixed Assets	89,94,06,254	68,70,25,180
Other Assets	1,07,08,59,282	70,69,64,070
<b>Total</b>	<b>70,57,48,67,192</b>	<b>47,24,13,46,717</b>
Contingent Liabilities	58,32,65,877	61,71,98,285
Bills for collection	-	-

2. The statement of audited financial results for year ended 31 March 2019 ("Statement") have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 10 May 2019.

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 and Accounting Standards as prescribed under section 133 of the Companies Act, 2013.

4. There are no changes to the significant accounting policies adopted during the year ended 31 March 2019 as compared with those followed for the year ended 31 March 2018.

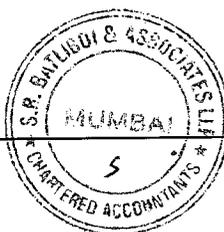
5. The Capital adequacy ratio ("CRAR") has been computed as per Operating guidelines for Small Finance Bank in accordance with RBI circular no. RBI/2016-17/81 DBR.NBD.NO.26/16.13.218/2016-17 dated 6 October 2016.

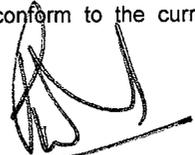
The Bank has followed Basel II standardised approach for credit risk in accordance with the operating guideline issued by the Reserve Bank of India for Small Finance Banks. Further, RBI vide its circular no. DBR.NBD.NO.4502/16.13.218/2017-18 dated 8 November 2017 has provided an exemption to all Small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

6. The figures of the six months ended 31 March 2019 and 31 March 2018 have been derived as balancing figures between the amounts as per the annual audited accounts for the years then ended, and unaudited results for the six months ended 30 September 2018 and 30 September 2017, being the half year of the respective financial years, which were subject to limited review, respectively.

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

Place : Mannuthy  
Date : 10 May 2019



  
Kadambelil Paul Thomas  
Managing Director & CEO  
DIN: 00199925