

No.CTL/DEB/17-18/Noting Certificate

November 14, 2017

To Whomsoever It May Concern,

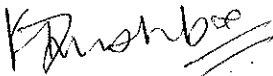
CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[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, 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 **Grameen Koota Financial Services Pvt. Ltd** ("**the Company**") for the Half year ended September 30, 2017.

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


Authorised Signatory



Encl: Results submitted by Company





Date: November 14, 2017

To,
Catalyst Trusteeship Limited
Office No. 83 – 87, 8th floor ,
'Mittal Tower', 'B' Wing, Nariman Point,
Mumbai – 400021

Dear Sir,

Sub.: Half Yearly communication for Debt Securities in respect of half year ended 30th September, 2017

With reference to the above, we submit herewith the information and documents as per the provisions of SEBI (Issue & Listing of Debt Securities) Regulations, 2008 and SEBI (Listing obligation disclosure requirement) Regulations, 2015, as mentioned below:

- Credit Rating in respect of NCDs issued is **A** and is effective till date.
- Debt – equity ratio is : 4.46 times
- Previous due date for the payment of interest and actual date of payment of interest on non-convertible debt securities is as under:

S. No	Date of Issue	NCD Amount	Actual due date of interest	Last Interest paid Date
1	July 17, 2014	Rs. 58 Crore	May 15,2017	May 15,2017
2	July 25, 2014	Rs. 30 Crore	July 7,2017	July 7,2017
3	October 22, 2014	Rs. 45 Crore	April 22,2017	October 22,2017
4	March 31, 2015	Rs. 30 Crore	March 31,2017	September 28,2017
5	June 30, 2015	Rs. 63 Crore	June 30,2017	June 30,2017
6	August 19, 2015	Rs. 37 Crore	June 30,2017	June 30,2017
7	October 29,2015	Rs. 100 Crore	April 29,2017	April 29,2017
8	September 15, 2016	Rs. 100 Crore	March 15,2017	September 15,2017

- next due date for the payment of interest on Non-convertible debentures payable and the redemption amount

S. No	Date of Issue	NCD Amount	Next Interest payment Date	Redemption date	Amount
1	July 17, 2014	Rs. 58 Crore	November 13,2017	13-November-2019	Rs. 58 Crore



GrameenKoota Financial Services Pvt. Ltd.

2	July 25, 2014	Rs. 30 Crore	January 05,2018	25-July-2020	Rs. 30 Crore
3	October 22, 2014	Rs. 45 Crore	October 22, 2017	22-October-2016 22-October-2017	Rs. 15 Crore Rs. 30 Crore
4	March 31, 2015	Rs. 30 Crore	March 31,2018	31-March-2021	Rs. 30 Crore
5	June 30, 2015	Rs. 63 Crore	December 31, 2017	30-June-2021	Rs. 63 Crore
6	August 19, 2015	Rs. 37 Crore	October 3, 2017	19-August-2019	Rs. 37 Crore
7	October 29,2015	Rs. 100 Crore	October 29, 2017	29-October-2021	Rs. 100 Crore
8	September 15, 2016	Rs. 100 Crore	March 15, 2018	15-September-2019	Rs. 100 Crore

e. Debenture redemption reserve : Not applicable

f. Net worth – Rs. 7,517,139,156 /-

g. net profit after tax – Rs. 60.05 Crores

h. earnings per share – Rs. 7.01/-

Kindly take the same on your record.

Thanking you,

Yours sincerely,
For Grameen Koota Financial Services Pvt Ltd

Darshana Kothari

Name: Darshana Kothari
Company Secretary

Countersigned by:

For Catalyst Trusteeship Ltd

Debenture Trustee

Independent Auditors' Report on the Financial Results pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Grameen Koota Financial Services Private Limited

1. We have audited the accompanying statement of financial results of Grameen Koota Financial Services Private Limited ('the Company') for the half year ended September 30, 2017 ('the Statement') being submitted by the Company 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 (collectively referred to as the "Listing Regulations").
2. This Statement has been prepared on the basis of the related interim financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company, in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder; other accounting principles generally accepted in India and the Listing Regulations. Our responsibility is to express an opinion on the Statement based on our audit.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

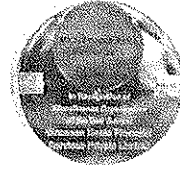
4. In our opinion and to the best of our information and according to the explanations given to us these half yearly financial results:
 - i. are presented in accordance with the requirements of the Listing Regulations; and
 - ii. give a true and fair view of the net profit and other financial information for the half year ended September 30, 2017.

For **S. R. BATLIBOI & CO. LLP**
ICAI Firm's Registration Number: 301003E/E300005
Chartered Accountants



per **Jayesh Gandhi**
Partner
Membership Number: 037924

Mumbai
November 14, 2017



Grameen Koota Financial Services Private Limited
 #49, 46th Cross, 8th Block, Jayanagar, Bangalore - 560071
 Financial results for the half year ended September 30, 2017
 CIN: U51216KA1991PTC053425

(Rupees in lakhs)

Sr. No.	Particulars	Half year ended		Year ended	
		September 30, 2017 (Audited)	September 30, 2016 (Unaudited)	March 31, 2017 (Audited)	March 31, 2016 (Audited)
1	Interest earned (a)+(b)+(c)+(d)	35,493	32,526	66,941	42,443
(a)	Interest on advances	34,967	31,926	65,669	40,649
(b)	Income on investments	227	145	356	383
(c)	Interest on balances with RBI and other inter-bank funds	-	-	-	-
(d)	Others	299	455	916	1,411
2	Other income	2,934	2,485	3,985	4,229
3	Total Income (1+2)	38,427	35,011	70,926	46,672
4	Interest expended	17,214	14,820	30,574	19,616
5	Operating expenses (i)+(ii)	9,755	8,747	17,833	12,618
(i)	Employees cost	6,064	5,246	10,468	7,067
(ii)	Other operating expenses	3,691	3,501	7,365	5,551
6	Total expenditure (4+5) excluding provisions and contingencies	26,969	23,567	48,407	32,234
7	Operating profit / (Loss) before provisions and contingencies (3-6)	11,458	11,444	22,519	14,438
8	Provisions (other than tax) and contingencies (net)	2,096	731	10,860	1,402
9	Exceptional items	-	-	-	-
10	Profit / (Loss) from ordinary activities before tax (7-8-9)	9,362	10,713	11,659	13,036
11	Tax expense	3,355	3,805	4,133	4,658
12	Net Profit / (Loss) from ordinary activities after tax (10-11) (PAT)	6,007	6,908	7,526	8,378
13	Extraordinary items (net of tax expense)	-	-	-	-
14	Net profit / (Loss) for the period (13-14)	6,007	6,908	7,526	8,378
15	Paid-up equity share capital (Face Value of Rs. 10/- each)	8,568	8,165	8,568	7,295
16	Reserves excluding revaluation reserves	66,634	39,197	60,512	39,197
17	Analytical ratios				
(i)	Capital adequacy ratio	23.46%	21.67%	29.71%	21.47%
(ii)	Earnings per share (EPS*) (Rs.)	7.01	8.77	9.38	11.48
(ii)	Diluted earnings per share (DPS*) (Rs.)	6.90	8.68	9.26	11.30
18	NPA ratios				
a)	i) Gross NPA	21,049.92	140.24	258.19	197.99
	ii) Net NPA	9,227.36	-	-	-
b)	i) % of Gross NPA to Gross Advances	5.35%	0.05%	0.08%	0.08%
	ii) % of Net NPA to Net Advances	2.42%	0.00%	0.00%	0.00%
c)	Return on Assets (PAT / Average Total Assets **)	1.51%	2.20%	2.36%	3.70%

* The EPS, DPS and Return on Assets for the half year ended September 30, 2017 and September 30, 2016 are not annualised.

** Represents the average of opening and closing total assets, excluding unamortised expenditure.

Notes

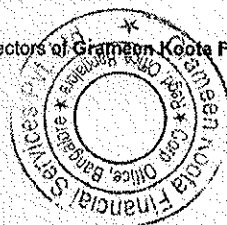
- The above results for the half year ended September 30, 2017 have been audited by the Statutory Auditors of the Company and have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2017, in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- During the period, the Company has revised its estimates relating to loan provisioning whereby the overdue instalments of a non-performing asset ('NPA') shall be subjected to provisioning as against the entire loan outstanding which are in line with the methodology prescribed by RBI for NBFC-MFIs. Further, the Company has also performed a qualitative assessment of its loan portfolio and has revised its estimates of provisioning towards standard assets. As a result of these changes in the estimates, the overall provisioning for loan portfolio for the half year ended September 30, 2017 is lower by Rs.109 crores.
- The Company operates in a single business segment i.e. lending to borrowers, which have similar risks and returns for the purpose of AS 17 on 'Segment Reporting' specified under section 133 of the Companies act 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016. The Company operates in a single geographical segment i.e. domestic.
- The Company has filed a petition with the National Company Law Tribunal, Karnataka ('NCLT') for entering into a Scheme of Arrangement ('Scheme') for amalgamation of the business of MV Microfin Private Limited with the Company with effect from April 1, 2017. Pending the receipt of final order from NCLT approving the Scheme, the financial results for the half year ended September 30, 2017 do not consider the effect of adjustments prescribed in the Scheme.
- Previous year / periods figures have been regrouped / rearranged, wherever considered necessary, to conform with current year / period presentation.

For and on behalf of the Board of Directors of Grameen Koota Financial Services Private Limited


 Udaya Kumar
 Managing Director & CEO

Place: Bangalore

Date: Nov 14, 2017



Grameen Koota Financial Services Private Limited

Regd. & Corporate Office: # No. 49, 46th Cross, 8th Block, Jayanagar, Bangalore - 560071, Phone: 080-22637300, Fax: 080-22643493

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