

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

November 09, 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 **Equitas Small Finance Bank** (“**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



09th November 2017

Department of Corporate Services
Bombay Stock Exchange Ltd.
P J Towers, Dalal Street,
Mumbai - 400 001

Dear Sir,

Sub: Half Yearly Communication pursuant to regulation 52 (4) & (5) of SEBI (LODR) Regulations, 2015

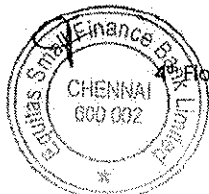
Ref: Scrip Codes: 950976, 950972, 952815, 954769, 954788 & 954825

With reference to the above, we submit herewith the information and documents as per the regulation 52 (4) & (5) of SEBI (LODR) Regulations, 2015, as mentioned below for the Half Year ended 30th September 2017.

1. Following issues of Non-Convertible Debentures have been listed with your Stock Exchange:

Details of listed NCDs:

| SI NO | Series / Tranche | Date of Allotment | Date of Listing | No. of NCDs | Face value | Amt. of Issue (Rs.) | Latest Rating |
|-------|---|-------------------|-----------------|-------------|------------|---------------------|-------------------|
| | | | | | (Rs.) | | |
| 1 | EQUITAS SMALL FINANCE BANK LIMITED SR-6 13.7 NCD 30SP19 FVRS10LAC | 30-09-14 | 10-10-14 | 100 | 1,000,000 | 100,000,000 | IND A + / Stable |
| 2 | EQUITAS SMALL FINANCE BANK LIMITED SR-7 12.5 NCD 30SP17 FVRS10LAC | 30-09-14 | 10-10-14 | 50 | 1,000,000 | 50,000,000 | IND A + / Stable |
| 3 | EQUITAS SMALL FINANCE BANK LIMITED SR-12 13.8 NCD 16SP22 FVRS10LAC | 16-09-15 | 07-10-15 | 300 | 1,000,000 | 30,000,000 | CRISIL A / Stable |
| 4 | EQUITAS SMALL FINANCE BANK LIMITED SR-18 10.15 NCD 24SP19 FVRS10LAC | 24-08-16 | 06-09-16 | 500 | 1,000,000 | 50,000,000 | CARE A+ Stable |
| 5 | EQUITAS SMALL FINANCE BANK LIMITED SR-19 10.15 NCD 26AG19 FVRS10LAC | 26-08-16 | 09-09-16 | 1500 | 1,000,000 | 1,50,000,000 | CARE A+ Stable |
| 6 | EQUITAS SMALL FINANCE BANK LIMITED SR-22 10.15 NCD 30AG19 FVRS10LAC | 31-08-16 | 14-09-16 | 700 | 1,000,000 | 70,000,000 | CARE A+ Stable |



Equitas Small Finance Bank Limited
(Previously known as Equitas Finance Limited)

8th Floor, Phase II, Spencer Plaza, No.769, Mount Road, Anna Salai, Chennai, Tamil Nadu, India - 600 002
T: +91 44 4299 5000 | F: +91 44 4299 5050 | corporate@equitas.in | www.equitasbank.com

Toll Free: 1800 3000 1222 | CIN No.: U65191TN1993PLC025280

2. We confirm that the proceeds of the above said issues by the Bank were utilized for the purposes as mentioned in the Information Memorandum of the respective issues.
3. The latest Credit Rating in respect of the said issues is mentioned in the statement under Sr. No.1 above and we confirm that credit rating is not downgraded in respect of any of the above issues, since the respective dates of the said NCDs issues.
4. The Asset Coverage for the above NCDs are 1.10 times (scrip code 950976, 950972) and for scrip code 952815, 954769, 954788, 954825 no asset cover ratio required.
5. The Debt Equity Ratio is 3.70 times.
6. Net worth of the Bank as on 30th September 2017 - Rs.2038.76 Crs
7. The Bank has not issued any preference shares.
8. The due date of payment of principal and interest and the actual date of payment for the half-year ending on 30-09-2017 are as under:

| ISIN | Series / Tranche | Type (Principal / Interest) | Due date of payment | Actual date of payment |
|--------------|--|-----------------------------|---------------------|------------------------|
| INE063P07080 | EQUITAS SMALL FINANCE BANK LIMITED SR-6 13.7 NCD 30SP19 FVRS10LAC | Interest | 30-09-17 | 28-09-17 |
| | | Principal | 30-09-17 | 28-09-17 |
| INE063P07064 | EQUITAS SMALL FINANCE BANK LIMITED SR-7 12.5 NCD 30SP17 FVRS10LAC | Interest | 30-04-17 | 02-05-17 |
| | | | 30-05-17 | 30-05-17 |
| | | | 30-06-17 | 30-06-17 |
| | | | 30-07-17 | 31-07-17 |
| | | | 30-08-17 | 30-08-17 |
| | | | 30-09-17 | 28-09-17 |
| | | Principal | 30-04-17 | 02-05-17 |
| | | | 30-05-17 | 30-05-17 |
| | | | 30-06-17 | 30-06-17 |
| | | | 30-07-17 | 31-07-17 |
| | | | 30-08-17 | 30-08-17 |
| | | | 30-09-17 | 28-09-17 |
| INE186N08033 | EQUITAS SMALL FINANCE BANK LIMITED SR-12 13.8 NCD 16SP22 FVRS10LAC | Interest | 18-09-17 | 18-09-17 |
| | | Principal | NA | NA |



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| | | | | |
|--------------|---|-----------|----------|----------|
| INE063P08047 | EQUITAS SMALL FINANCE BANK LIMITED SR-18 10.15 NCD 24SP19 FVRS10LAC | Interest | NA | NA |
| | | Principal | NA | NA |
| INE063P08054 | EQUITAS SMALL FINANCE BANK LIMITED SR-19 10.15 NCD 26AG19 FVRS10LAC | Interest | 28-08-17 | 28-08-17 |
| | | Principal | NA | NA |
| INE063P08088 | EQUITAS SMALL FINANCE BANK LIMITED SR-22 10.15 NCD 30AG19 FVRS10LAC | Interest | 31-08-17 | 31-08-17 |
| | | Principal | NA | NA |

9. The assets of the Bank which are secured for the NCDs issued are sufficient to discharge the claims of the debenture-holders as and when they become due.
10. The Cash flows of the Bank are adequate for payment of Interest and redemption of principal of the NCDs issued.
11. The due date of principal and interest of the above said NCDs during next half-year i.e. 01-10-2017 to 31-03-2018 are as under:

| ISIN | Series / Tranche | Type (Principal / Interest) | Due date of payment |
|--------------|---|-----------------------------|---------------------|
| INE186N08033 | EQUITAS SMALL FINANCE BANK LIMITED SR-12 13.8 NCD 16SP22 FVRS10LAC | Interest | 16-03-18 |
| | | Principal | NA |
| INE063P08047 | EQUITAS SMALL FINANCE BANK LIMITED SR-18 10.15 NCD 24SP19 FVRS10LAC | Interest | NA |
| | | Principal | NA |
| INE063P08054 | EQUITAS SMALL FINANCE BANK LIMITED SR-19 10.15 NCD 26AG19 FVRS10LAC | Interest | NA |
| | | Principal | NA |
| INE063P08088 | EQUITAS SMALL FINANCE BANK LIMITED SR-22 10.15 NCD 30AG19 FVRS10LAC | Interest | NA |
| | | Principal | NA |

We do not expect default in payment of principal / interest due in next half year.



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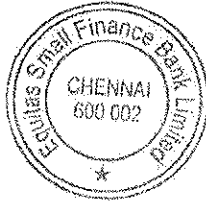
12. We confirm that we have complied with all the provisions of relevant Regulations in relation to the issue and listing of NCDs issued by us and outstanding on 30-09-2017.
13. Equitas Small Finance Bank Limited is a 'Banking Company' and the NCDs mentioned above are privately placed and hence no 'Debenture Redemption Reserve' is required to be created.
14. The limited review financial results for the financial year ending on 30-09-2017 are attached as per the format in Annexure-II of Listing Agreement.
15. The name, designation and contact details of "Compliance Officer" of this Bank are as under:
 - (A) Name of Compliance Officer : Mr Sampathkumar K R
 - (B) Designation : Company Secretary
 - (C) Correspondence Address : Equitas Small Finance Bank Limited,
4th Floor, Spencer Plaza, Phase II,
No. 769, Anna Salai, Chennai - 600 002
 - (D) Phone, Fax No. : Phone: 044 - 4299 5000; Fax: 044 - 4299 5050
 - (E) Email ID : Email: corporate@equitas.in
16. We confirm that the information submitted as above is true and correct and the undersigned has authority to submit the same to you and that we are aware that above information is expected to be placed on the website of your Stock Exchange and that of Debenture Trustees.

Thanking you,

Yours sincerely,

For Equitas Small Finance Bank Limited


Sampathkumar K R
Company Secretary



Countersigned by:

For Catalyst Trusteeship Ltd

Debenture Trustees



Francis Charles & Associates
CHARTERED ACCOUNTANTS

25, 11A, 1st Street
Bunder Garden, Perambur,
Chennai, Tamilnadu, India
Pin - 600 011.

Ph / Fax : +91-044-45059325

Cell : 98409 42501

96408 45077

E-mail id : fca.auditor@yahoo.com
antonyfrancis69@yahoo.com
fca.auditor@gmail.com

CERTIFICATE


We have examined the accounts, records and all relevant documents of Equitas Small Finance Bank Ltd ("Equitas") (hereinafter referred as "the Bank"), having its registered office at 4th Floor, Phase II, Spencer Plaza, No.769, Mount Road, Anna Salai, Chennai - 600 002 with a view to ascertain the security coverage of the Non-Convertible Debentures (NCDs) issued by the Bank. On the basis of such examination and on obtaining the information and explanations which we deemed necessary for the purpose, we hereby certify and declare that as on date,

- The value of the assets charged to the Debenture Trustees in respect of Non-Convertible Debentures issued by the Bank in pursuance of the Trust Deed executed by the Bank, is adequate to cover the outstanding amount of the NCDs / Bonds, with the agreed margin
- The assets hypothecated to the Trustee are free from encumbrances debts save and except those specifically agreed to by the Debenture Trustee.
- The security for the said NCDs is in the nature of receivables and the said receivables are exclusively charged to the NCD holders.
- The said receivables forming the security are the performing assets in the books of the Bank.
- Adequate systems and procedures are in place for monitoring their repayments and adequate provisions are made for the bad and doubtful debts.
- Debt Equity Ratio of the Bank is 3.70 times, based on the limited review financials for the half year ending 30th September 2017

This Certificate is issued at the request of the Bank for the submitting to the debenture trustees

Place : Chennai
Date : 09th November 2017

For Francis Charles & Associates
Chartered Accountants
Firm Regn. No. 009023S


Francis Charles Devotta
Partner
Mem.No. 207006





EQUITAS SMALL FINANCE BANK LIMITED

CIN: U65191TN1993PLC025280

[formerly known as Equitas Finance Limited]
[Wholly owned Subsidiary of Equitas Holdings Limited]

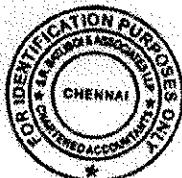
Regd. Office: 4th Floor, Phase II, Spencer Plaza, No. 769, Mount Road, Anna Salai, Chennai 600 002

Website: www.equitasbank.com

Unaudited Financial Results for the six months ended September 30, 2017

| Particulars | | ₹ In Lakh | | |
|-------------|---|------------------|------------------|-------------------|
| | | Six months ended | Six months ended | Year ended |
| | | 30-Sep-17 | 30-Sep-16 | 31-Mar-17 |
| | | Unaudited | Unaudited | Audited |
| 1 | Income earned (a)+(b)+(c)+(d) | 72,758.55 | 29,391.59 | 88,105.34 |
| | (a) Interest income from advances | 64,105.08 | 23,039.94 | 80,973.38 |
| | (b) Income on investments | 7,706.81 | 155.90 | 5,564.01 |
| | (c) Interest on balances with Reserve Bank of India and other inter bank funds | 946.66 | 195.75 | 1,567.95 |
| | (d) Others | - | - | - |
| 2 | Other Income | 14,643.36 | 9,991.05 | 23,322.74 |
| 3 | Total Income (1+2) | 87,401.91 | 39,382.64 | 121,428.08 |
| 4 | Interest Expended | 32,375.50 | 13,154.65 | 44,715.78 |
| 5 | Operating Expenses (i)+(ii)+(iii) | 43,752.40 | 15,832.93 | 54,300.12 |
| | (i) Employees Cost | 26,270.19 | 9,239.44 | 31,803.89 |
| | (ii) Depreciation / Amortisation | 4,279.96 | 683.51 | 3,170.87 |
| | (iii) Other Operating Expenses | 13,202.25 | 7,009.98 | 19,325.36 |
| 6 | Total Expenditure, excluding provisions & contingencies (4+5) | 76,127.90 | 29,987.58 | 99,015.90 |
| 7 | Operating Profit before Provisions & Contingencies (3-6) | 11,274.01 | 9,395.06 | 22,412.18 |
| 8 | Provisions (other than tax) and Contingencies | 7,112.24 | 1,235.78 | 6,267.47 |
| 9 | Exceptional Items | - | - | - |
| 10 | Profit from Ordinary Activities before tax (7-8-9) | 4,161.77 | 8,159.28 | 16,144.71 |
| 11 | Tax Expense | 1,478.33 | 2,920.23 | 5,731.32 |
| 12 | Net Profit from Ordinary Activities after tax (10-11) | 2,683.44 | 5,231.05 | 10,413.39 |
| 13 | Extraordinary Items (net of Tax Expense) | - | - | - |
| 14 | Net Profit for the Period / Year (12-13) | 2,683.44 | 5,231.05 | 10,413.39 |
| 15 | Paid-up Equity Share Capital (Face Value of Share: ₹ 10 each) | 100,594.34 | 100,594.34 | 100,594.34 |
| 16 | Reserves excluding Revaluation Reserves | - | - | 100,597.76 |
| 17 | Analytical Ratios | | | |
| | (i) Capital Adequacy Ratio (%) (Refer note 4) | 34.30% | 31.29% | 35.51% |
| | (ii) Earnings Per Share (EPS) - Not Annualised for six months - Basic / Diluted (₹ per share) | 0.27 | 0.87 | 1.30 |
| 18 | NPA Ratio | | | |
| | a) Gross NPA | 37,024.49 | 14,369.74 | 20,647.46 |
| | Net NPA | 19,884.95 | 6,631.34 | 10,494.94 |
| | b) % of Gross NPA to Advances | 5.79% | 2.53% | 3.66% |
| | % of Net NPA to Advances | 3.20% | 1.17% | 1.84% |
| | c) Return on Assets - Not Annualised for six months (% of Profit After Tax to Total Assets) | 0.27% | 0.57% | 1.13% |

| Particulars | | ₹ In Lakh | |
|--------------------------------|--|------------------|----------------|
| | | As at | Year ended |
| | | 30-Sep-17 | 31-Mar-17 |
| | | Unaudited | Audited |
| CAPITAL AND LIABILITIES | | | |
| 1 | Capital | | |
| 2 | Reserves and Surplus | 100,594 | 100,594 |
| 3 | Deposits | 103,281 | 100,598 |
| 4 | Borrowings | 402,467 | 182,129 |
| 5 | Other Liabilities and Provisions | 351,911 | 477,890 |
| | Total Liabilities | 1,004,336 | 906,908 |
| ASSETS | | | |
| 6 | Cash and Balances With Reserve Bank of India | | |
| 7 | Balances With Banks and Money At Call and Short Notice | 40,713 | 24,793 |
| 8 | Investments | 33,211 | 69,267 |
| 9 | Advances | 247,348 | 188,650 |
| 10 | Fixed Assets | 621,917 | 570,163 |
| 11 | Other Assets | 30,483 | 28,835 |
| | Total Assets | 1,004,336 | 906,908 |



Notes to the unaudited financial results

- 1 The above unaudited financial results ("Statement") of Equitas Small Finance Bank Limited ("Bank" or "ESFBL") for the six months ended September 30, 2017 were reviewed by the Audit Committee at their meeting held on October 23, 2017 and approved by the Board of Directors at their meeting held on October 24, 2017 and have been subjected to a limited review by the Statutory Auditors of the Bank.
- 2 These unaudited financial results of the Bank have been prepared 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 the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015, Accounting Standards as prescribed 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 and practices prevailing within the banking industry in India, as applicable.
- 3 Provision for Non-Performing Assets (NPA) comprises (a) minimum provision in accordance with the requirements of Income Recognition and Asset Classification Norms issued by RBI and (b) specific provision on sub-standard or stressed assets based on the nature of product, delinquency levels etc.

As at September 30, 2017, ESFBL has total provision against NPA of ₹ 17139.54 lakh (March 31, 2017 - ₹ 10,152.52 lakh). The accounting policy of the Bank with regard to provisioning on micro finance loan portfolio has been aligned during the half year ended September 30, 2017 with the relevant requirements of RBI with effect from April 1, 2017. Consequent to this change, the accounting estimate has been revised resulting in the aggregate provision for NPA being lower by ₹ 6156.30 lakhs and net results of the half year ended September 30, 2017, after considering related tax effects, being higher by ₹ 4025.73 lakhs.
- 4 The Capital adequacy ratio ('CRAR') as on September 30, 2017 has been computed as per applicable Basel II requirements in accordance with RBI Master Circular No.DBOD.BP.BC.9/21.06.001/2013-14 dated July 1, 2013 on Prudential Guidelines on Capital Adequacy and Market Discipline – New Capital Adequacy Framework (NCAF).
- 5 Pursuant to a Scheme of Amalgamation, Equitas Micro Finance Limited ("EMFL") and Equitas Housing Finance Limited ("EHFL"), the erstwhile Subsidiaries of the Equitas Holdings Limited, were amalgamated with Equitas Finance Limited ("EFL"), effective September 2, 2016. Upon receipt of banking licence, EFL converted to a Bank on September 5, 2016 and also changed its name to Equitas Small Finance Bank Limited. As a result of the Scheme, the businesses of EMFL and EHFL merged into, and are carried on by, ESFBL (formerly, EFL). Further, the Bank had aligned the accounting policies of the amalgamating entities, and also applied the relevant regulatory requirements as applicable to a bank, in respect of various matters such as revenue recognition for certain elements of income, identification and provisioning for NPA etc. On account of the foregoing reasons, figures for the half year ended September 30, 2016 and year ended March 31, 2017 included in the above statement of unaudited financial results are not strictly comparable with those of the current period.
- 6 Previous period/year figures have been classified/regrouped by the management, wherever necessary, to conform to the current period classification.

For Equitas Small Finance Bank Limited

Place: Chennai
Date : October 24, 2017




P N Vasudevan
Managing Director and Chief Executive Officer



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

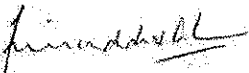
6th & 7th Floor- "A" Block
Tidel Park, (Module 601, 701 & 702)
No. 4, Rajiv Gandhi Salai, Taramani
Chennai-600 113, India
Tel : +91 44 6654 8100
Fax : +91 44 2254 0120

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

Review Report to
The Board of Directors
Equitas Small Finance Bank Limited

1. We have reviewed the accompanying statement of unaudited financial results of Equitas Small Finance Bank Limited ('the Bank') for the half year ended September 30, 2017 (the "Statement"), being submitted by the Bank pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. This Statement is the responsibility of the Company'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 of unaudited financial results 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 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



per Aniruddh Sankaran
Partner
Membership No.: 211107

Place: Chennai
Date: October 24, 2017

