

No.CTL/DEB/18-19/Noting Certificate/1757

November 05, 2018

To Whomsoever It May Concern,


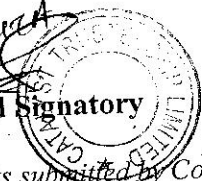
CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[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, 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



Authorised Signatory

Encl: Results submitted by Company



03rd November 2018

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: 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 2018.

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-12 13.8 NCD 16SP22 FVRS10LAC | 16-09-15 | 07-10-15 | 300 | 1,000,000 | 30,000,000 | CRISIL A / Stable |
| 2 | 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 |
| 3 | 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 |
| 4 | 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 |

The NCD was redeemed during the half year



Equitas Small Finance Bank Limited

(Previously known as Equitas Finance Limited / Equitas Finance Private Limited)

4th Floor, Phase II, Spencer Plaza, No.769, 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

1803050

2. We confirm that the proceeds the above said issues by the Bank were utilized for the purpose 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 is not required as the issue was entirely unsecured.
5. The Debt Equity Ratio is 5.36 times, PAT Rs 82.98 Crores and EPS Rs.0.82
6. Net worth of the Bank as on 30th September 2018 - Rs.2126.74 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 30-09-2018 are as under:

| ISIN | Series / Tranche | Type (Principal / Interest) | Due date of payment | Actual date of payment |
|--------------|---|-----------------------------|---------------------|------------------------|
| INE186N08033 | EQUITAS SMALL FINANCE BANK LIMITED SR-12 13.8 NCD 16SP22 FVRS10LAC | Interest | 17-09-18 | 17-09-18 |
| | | Principal | NA | NA |
| 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 | 29-06-18 | 29-06-18 |
| | | Principal | 29-06-18 | 29-06-18 |
| INE063P08088 | EQUITAS SMALL FINANCE BANK LIMITED SR-22 10.15 NCD 30AG19 FVRS10LAC | Interest | 30-07-18 | 30-07-18 |
| | | Principal | 30-07-18 | 30-07-18 |

9. The Cash flows of the Bank are adequate for payment of interest and redemption of principal of the NCDs issued.
10. The due date of principal and interest of the above said NCDs during next half-year i.e. 01-10-2018 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 | 18-03-2019 |
| | | Principal | NA |
| INE063P08047 | EQUITAS SMALL FINANCE BANK LIMITED SR-18 10.15 NCD 24SP19 FVRS10LAC | Interest | NA |
| | | Principal | NA |

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



11. 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 30-09-2018.
12. Equitas Small Finance Bank Limited is 'Banking Company' and the NCDs mentioned above are privately placed and hence no 'Debenture Redemption Reserve' is required to be created.
13. The audited financial results for the financial year ending on 30-09-2018 are attached as per the format in Annexure-II of Listing Agreement.
14. 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
15. 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.

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Cell : 98409 42501

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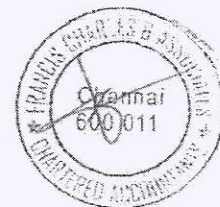
antonyfrancis69@yahoo.com

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TO WHOMSOEVER IT MAY CONCERN

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 30th September 2018,

- 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 debentures 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.



Francis Charles & Associates
CHARTERED ACCOUNTANTS

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antonyfrancis69@yahoo.com
fca.auditor@gmail.com

- Based on the limited review financials for the half year ended 30th September 2018, we hereby confirm the followings.

| Particulars | Value |
|----------------------|--------------------|
| Debt Equity Ratio | 5.36 times |
| Net Worth | Rs. 2126.74 Crores |
| Net Profit after Tax | Rs. 82.98 Crores |
| Earnings per share | Rs .0.82 |

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

Place : Chennai
Date : 03rd November 2018

For Francis Charles & Associates
Chartered Accountants
Firm Regn. No. 0090236



Francis Charles Devotta
Partner

Mem.No. 207006



November 2, 2018

Department of Corporate Services
BSE Limited
P J Towers, Dalal Street,
Mumbai 400001

Dear Sir/ Madam

Sub: Unaudited Results of the Bank pursuant to Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Scrip Codes - 952464, 952614, 951930, 950723, 952700, 947882, 951924, 952815, 952812, 949649, 954775, 954784, 954788, 954803, 954825, 954780, 954802, 954769, 954804 and 953456

Kindly refer to the above mentioned Non-Convertible Debentures (NCDs) listed in BSE under F Group - Debt Instruments.

Pursuant to the aforesaid regulation, please find attached the unaudited financial results of Equitas Small Finance Bank Limited for the half year ended September 30, 2018, approved by the Board of Directors in their Meeting held on November 1, 2018 along with Limited Review Report issued by the Statutory Auditors, M/s S R Batliboi & Associates LLP, Chartered Accountants.

Kindly acknowledge receipt.

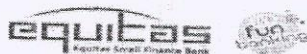
Thanking you

Yours truly
for Equitas Small Finance Bank Limited



Sampathkumar KR
Company Secretary





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, 2018

| Particulars | | (₹ in Lakh) | | |
|-------------|---|--|--|------------------------------------|
| | | Six months ended 30-Sep-18 Unaudited | Six months ended 30-Sep-17 Unaudited | Year ended 31-Mar-18 Audited |
| 1 | Income earned (a)+(b)+(c) | | | |
| | (a) Interest income from advances | 99,900.95 | 72,758.55 | 154,271.24 |
| | (b) Income on investments | 82,460.65 | 64,105.06 | 134,224.09 |
| | (c) Interest on balances with Reserve Bank of India and other inter bank funds | 15,780.63 | 7,706.81 | 18,124.23 |
| 2 | Other Income | 1,659.47 | 946.66 | 1,922.92 |
| 3 | Total Income (1+2) | 14,105.59 | 14,643.36 | 24,121.51 |
| 4 | Interest Expended | 114,006.54 | 87,401.91 | 178,392.75 |
| 5 | Operating Expenses (i)+(ii)+(iii) | 48,388.45 | 32,376.50 | 68,217.20 |
| | (i) Employees Cost | 47,569.86 | 43,752.40 | 88,111.41 |
| | (ii) Depreciation / Amortisation | 27,173.37 | 26,270.19 | 51,541.06 |
| | (iii) Other Operating Expenses | 4,512.99 | 4,279.96 | 8,750.61 |
| 6 | Total Expenditure, excluding provisions & contingencies (4+5) | 96,958.31 | 76,127.90 | 158,328.61 |
| 7 | Operating Profit before Provisions & Contingencies (3-6) | 18,048.23 | 11,274.01 | 22,064.14 |
| 8 | Provisions (other than tax) and Contingencies | 5,212.51 | 7,112.24 | 17,212.65 |
| 9 | Exceptional Items | - | - | - |
| 10 | Profit from Ordinary Activities before tax (7-8-9) | - | - | - |
| 11 | Tax Expense | 12,836.72 | 4,161.77 | 4,851.49 |
| 12 | Net Profit from Ordinary Activities after tax (10-11) | 4,537.36 | 1,478.33 | 1,668.35 |
| 13 | Extraordinary Items (net of Tax Expense) | 8,298.36 | 2,683.44 | 3,183.14 |
| 14 | Net Profit for the Period / Year (12-13) | 8,298.36 | 2,683.44 | 3,183.14 |
| 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 | - | - | 103,780.92 |
| 17 | Analytical Ratios | | | |
| | (i) Capital Adequacy Ratio (%) (Refer note 3) | 23.84% | 34.30% | 29.63% |
| | (ii) Earnings Per Share (EPS) - Not Annualised for six months - Basic / Diluted (₹ per share) | 0.82 | 0.27 | 0.32 |
| 18 | NPA Ratio | | | |
| | a) Gross NPA | | | |
| | Net NPA | 31,882.39 | 37,024.49 | 21,252.68 |
| | b) % of Gross NPA to Advances | 18,761.43 | 19,884.95 | 13,149.81 |
| | % of Net NPA to Advances | 3.36% | 5.79% | 2.73% |
| | c) Return on Assets - Not Annualised for six months (% of Profit After Tax to Total Assets) | 2.00% | 3.20% | 1.46% |
| | | 0.59% | 0.27% | 0.30% |

| Particulars | | (₹ in Lakh) | |
|--------------------------------|--|---------------------------------|------------------------------------|
| | | As at 30-Sep-18 Unaudited | Year ended 31-Mar-18 Audited |
| CAPITAL AND LIABILITIES | | | |
| 1 | Capital | | |
| 2 | Reserves and Surplus | 100,594.34 | 100,594.34 |
| 3 | Deposits | 112,079.26 | 103,780.92 |
| 4 | Borrowings | 695,616.28 | 560,392.97 |
| 5 | Other Liabilities and Provisions | 443,485.92 | 517,720.81 |
| | Total Liabilities | 1,409,541.29 | 1,330,995.83 |
| ASSETS | | | |
| 6 | Cash and Balances With Reserve Bank of India | | |
| 7 | Balances With Banks and Money At Call and Short Notice | 38,787.30 | 38,608.13 |
| 8 | Investments | 48,019.81 | 82,508.43 |
| 9 | Advances | 328,276.94 | 385,684.15 |
| 10 | Fixed Assets | 936,351.62 | 770,669.26 |
| 11 | Other Assets | 25,217.95 | 28,088.26 |
| | Total Assets | 1,409,541.29 | 1,330,995.83 |



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, 2018 were reviewed by the Audit Committee at their meeting held on October 31, 2018 and approved by the Board of Directors at their meeting held on November 1, 2018 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 in all material aspects 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 Rule 7 of Companies (Accounts) Rules, 2014, relevant prudential norms (including related circulars, directions, etc) issued by the Reserve Bank of India in respect of Income Recognition, Asset Classification, Provisioning and other related matters, and other recognised accounting practices and policies ; and the disclosures required in terms of Regulation 52 of the Listing Agreement.
- 3 The Capital adequacy ratio ("CAR") as on September 30, 2018 and as on March 31, 2018 have 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 1 July 2013, on Prudential Guidelines on Capital Adequacy and Market Discipline - New Capital Adequacy Framework (NCAF).
- 4 Other Income for the six months ended September 30, 2018 includes PSLC fee income of ₹ 1,407.65 lakh recognised out of ₹ 2,815.40 lakh received during this period. The balance income of ₹ 1,407.75 lakh will be recognised equally over the remaining two quarters. During the financial year 2017-18, the Bank had recognised PSLC fee income upfront. Had the Bank followed the same practise in the current year, the Net Profit for the six months ended September 30, 2018 would have been higher by ₹ 915.83 lakh.
- 5 Effective September 1, 2018, Non performing assets (NPA) are identified on a daily basis as against month end NPA classification followed by the Bank earlier. This has resulted in identification of additional NPA of ₹ 6,019.24 lakh and recording of related provision of ₹ 911.35 lakh and reversal of unrealised interest of ₹ 317.11 lakh totaling to ₹ 1228.46 lakh.
- 6 Previous period / year figures have been reclassified/regrouped, wherever necessary, to conform to the current period / year classification/ grouping.

For Equitas Small Finance Bank Limited



P N Vasudevan

Managing Director and Chief Executive Officer

Place: Chennai

Date: November 1, 2018



Independent Auditor's Review Report On Unaudited 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 quarter ended and half year ended September 30, 2018 (the "Statement") being submitted by the Bank pursuant to the requirements of Regulation 52 of SEBI (Listing and Obligations and Disclosure Requirements) Regulation 2015. 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 Bank 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 recognition and measurement principles laid down in Accounting Standard 25 Interim Financial Reporting, specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Agreement 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 **Bharath N S**
Partner
Membership No.: 210934



Place Chennai
Date: November 1, 2018

Tarun Kuckian

Indian Financial Institutions Banking

YES Bank Ltd. | IFC | Tower 2 | 24th Floor | Senapati Bapat Marg | Elphinstone (West) | Mumbai 400013

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