

No.CTL/DEB/19-20/Noting Certificate/6046

November 13, 2019

To Whomsoever It May Concern,

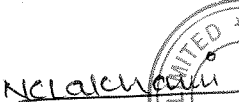
CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[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 Limited (“**the Company**”) for the Half year ended September 30, 2019.

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



11th Nov 2019

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.

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 2019.

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

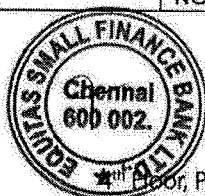
Details of listed NCDs:

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 / Positive
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

The NCD was redeemed during the half year ended 30th Sep 2019.

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 6.06 times, PAT Rs 106.54 Crores and EPS Rs.1.06 (not annualized for six months)
6. Net worth of the Bank as on 30th September 2019 - Rs.2,360.86 Crores.
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 30-09-2019 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	16-09-2019	16-09-2019
		Principal	NA	NA



INE063P08047	EQUITAS SMALL FINANCE BANK LIMITED SR-18 10.15 NCD 24SP19 FVRS10LAC	Interest	24-09-2019	24-09-2019
		Principal	24-09-2019	24-09-2019

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. 01-10-2019 to 31-03-2020 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	16-03-2020
		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 30-09-2019.
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 financial results for the half year ending on 30-09-2019 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.

Ph : +91-044-45038325

Cell : 98409 42501

98403 45077

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

antonyfrancis69@yahoo.com

Website : www.fcaauditor.com

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 that as on 30th September 2019,

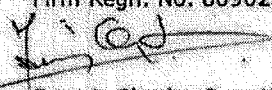
- The value of the assets charged to the Debenture Trustees (wherever applicable) in respect of Non-Convertible Debentures issued by the Bank in pursuance of the Trust Deed executed by the Bank, is adequate to cover the outstanding amount of the NCDs / Bonds, with the agreed margin
- The assets hypothecated (wherever applicable) 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.
- Based on the half yearly financials as on 30th September 2019, we hereby confirm the followings.

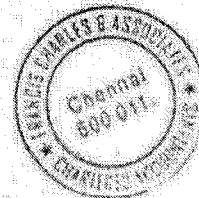
Particulars	Value
Debt Equity Ratio	6.06 times
Net Worth	Rs. 2,360.86 Crores
Net Profit after Tax	Rs. 106.54 Crores
Earnings per share (not annualized for six months)	Rs 1.06

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

Place : Chennai
Date : 11th November 2019
UDIN : 19207006AAAAGB6106

For Francis Charles & Associates
Chartered Accountants
Firm Regn. No. 0090235


Francis Charles Devotta
Partner
Mem.No. 207006

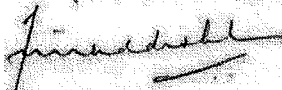


Independent Auditor's Review Report on the Half-yearly Unaudited Financial Results of the Equitas Small Finance Bank Limited Pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

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

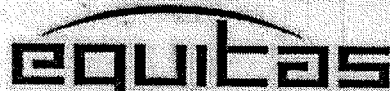
1. We have reviewed the accompanying statement of unaudited financial results of Equitas Small Finance Bank Limited (the "Bank") for the half year ended September 30, 2019 (the "Statement") attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Bank's Management and approved by the Bank's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25, Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 as amended, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other accounting principles generally accepted in India as applicable to banking companies and the applicable requirements of the Banking Regulation Act, 1949. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. 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 recognition and measurement principles laid down in the aforesaid accounting standards specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the matter stated in note no 5 to the accompanying statement regarding management's plans relating to compliance by the Bank, with the relevant licensing guidelines of the Reserve Bank of India and related regulatory processes and requirements. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004



per Aniruddh Sankaran
Partner
Membership No.: 211107
UDIN: 19211107AAAAFJ5917

Place: Chennai
Date: November 7, 2019



Equitas Small Finance Bank

EQUITAS SMALL FINANCE BANK LIMITED

CIN: U05101TN1993PLC025290

[Formerly known as Equitas Finance Limited]

[Wholly owned Subsidiary of Equitas Holdings Limited]

Regd. Office: 4th Floor, Phase II, Spencer Plaza, No. 789, Mount Road, Anna Salai, Chennai 600 002

Website: www.equitasbank.com

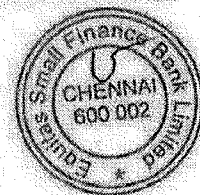
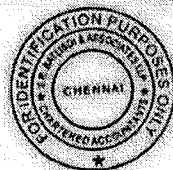
Unaudited Financial Results for the six months ended September 30, 2019

(₹ in Lakh)

Particulars	Six months ended	Six months ended	Year ended
	30-Sep-19	30-Sep-18	31-Mar-19
	Unaudited	Unaudited	Audited
1 Income earned (a)+(b)+(c)	1,24,285.02	99,900.95	2,12,062.62
(a) Interest Income from advances	1,13,084.87	82,460.65	1,83,234.67
(b) Income on Investments	7,986.33	15,780.83	25,796.12
(c) Interest on balances with Reserve Bank of India and other inter bank funds	3,214.82	1,659.47	3,031.73
2 Other Income	12,307.86	14,105.59	28,289.75
3 Total Income (1+2)	1,36,593.88	1,14,006.64	2,40,352.27
4 Interest Expended	55,516.23	48,388.45	95,889.13
5 Operating Expenses (i)+(ii)+(iii)	55,003.25	47,599.86	1,00,648.65
(i) Employees Cost	33,695.07	27,173.07	69,130.63
(ii) Depreciation / Amortisation	4,788.29	4,512.99	9,177.67
(iii) Other Operating Expenses	17,320.90	15,883.50	38,548.35
6 Total Expenditure, excluding provisions & contingencies (4+5)	1,11,819.49	95,958.31	1,97,737.76
7 Operating Profit before Provisions & Contingencies (3-6)	25,074.39	18,048.23	42,614.49
8 Provisions (other than tax) and Contingencies	7,617.69	5,212.51	10,240.82
9 Exceptional Items	-	-	-
10 Profit from Ordinary Activities before Tax (7-8-9)	17,456.60	12,835.72	32,373.67
11 Tax Expense	6,802.45	4,537.36	11,317.06
12 Net Profit from Ordinary Activities after tax (10-11)	10,653.95	8,298.36	21,056.61
13 Extraordinary Items (net of Tax Expense)	-	-	-
14 Net Profit for the Period / Year (12-13)	10,653.95	8,298.36	21,056.61
15 Paid-up Equity Share Capital (Face Value of Share: ₹ 10 each)	1,00,694.34	1,00,694.34	1,00,694.34
16 Reserves excluding Revaluation Reserves	-	-	1,24,837.81
17 Analytical Ratios			
(i) Capital Adequacy Ratio (%) (Refer note 3)	21.58%	23.84%	22.44%
(ii) Earnings Per Share (EPS) - Not Annualised for six months - Basic / Diluted (₹ per share)	1.06	0.82	2.09
18 NPA Ratio			
a) Gross NPA	37,721.77	51,882.39	29,570.65
Net NPA	23,095.63	18,761.43	18,641.17
b) % of Gross NPA to Advances	2.88%	3.36%	2.53%
% of Net NPA to Advances	1.63%	2.00%	1.44%
c) Return on Assets - Not Annualised for six months (% of Profit After Tax to Total Assets)	0.64%	0.59%	1.43%

(₹ in Lakh)

Particulars	As at	Year ended
	30-Sep-19	31-Mar-19
	Unaudited	Audited
CAPITAL AND LIABILITIES		
1 Capital	1,00,694.34	1,00,694.34
2 Reserves and Surplus	1,35,491.46	1,24,837.81
3 Deposits	10,02,506.94	9,00,673.63
4 Borrowings	4,27,365.92	3,97,302.61
5 Other Liabilities and Provisions	65,285.99	52,861.00
Total Liabilities	17,21,248.35	15,76,269.09
ASSETS		
6 Cash and Balances With Reserve Bank of India	43,631.78	40,270.37
7 Balances With Banks and Money At Call and Short Notice	68,681.36	86,791.15
8 Investments	2,54,490.97	2,34,448.40
9 Advances	12,96,094.23	11,59,500.45
10 Fixed Assets	21,764.53	23,733.62
11 Other Assets	36,683.48	52,528.10
Total Assets	17,21,248.35	15,76,269.09



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, 2019 were reviewed by the Audit Committee at their meeting held on November 6, 2019 and approved by the Board of Directors at their meeting held on November 7, 2019 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 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, in so far as they apply to the Bank, and other accounting principles generally accepted in India as applicable to banking companies and the applicable requirements of the Banking Regulation Act, 1949 and the disclosures required in terms of Regulation 52 of the Listing Agreement.
- 3 The Capital adequacy ratio ("CAR") 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 The Bank has elected to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Bank has recognised provision for income tax for the six months ended September 30, 2019 and re-measured the balance of net deferred tax assets, basis the rates prescribed in the aforesaid ordinance. Tax expense for the half year ended September 30, 2019 includes ₹ 2449.94 Lakhs resulting from write down of net deferred tax assets pertaining to earlier years.
- 5 As a precondition to small finance bank licensing guidelines issued by the Reserve Bank of India, amongst other conditions, the Bank was required to be listed within 3 years from the date of commencement of operations (i.e from 5th September 2016). In the absence of SEBI's approval to a scheme of arrangement, which would have resulted in the listing of the Bank's shares, and the consequent non-compliance of the relevant listing condition, the Reserve Bank of India vide its letter dated September 06, 2019 has imposed regulatory action on the Bank, by way of restriction on opening of new branches and on the remuneration of the MD & CEO of the Bank, till further advice. Subsequently, the Board of Directors of the Bank on September 10, 2019 has approved an initial public offer and listing of the equity shares on stock exchanges in India, to comply with the licensing guidelines. Having regard to the forgoing, the management is confident of listing the shares of the Bank by March 31, 2020. Read with the above, the Bank continues normal course of business and operates as a going concern, and no adjustments have been considered necessary in this regard.
- 6 Previous period / year figures have been reclassified/regrouped, wherever necessary, to confirm 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 7, 2019

