

**FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2018**

(₹ in Lakhs)

Sr. No.	Particulars	Half year Ended March 31, 2018	Half year Ended March 31, 2017	Year Ended March 31, 2018	Year Ended March 31, 2017
		Unaudited	Unaudited	Audited	Audited
1.	Interest earned (a) +(b)+ (c ) +(d)	16,687	11,672	28,688	24,370
	(a) Interest/ discount on advances/ bills	15,411	10,464	25,826	22,694
	(b) Income on investments	1,022	784	2,238	883
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	254	413	624	783
	(d) Others	-	11	-	10
2.	Other Income	2,290	503	3,804	1,109
3.	Total Income (1+2)	18,977	12,175	32,492	25,479
4.	Interest Expended	6,398	5,818	12,315	11,521
5.	Operating Expenses (i)+(ii)	7,278	5,633	13,138	10,178
	(i) Employees cost	4,825	3,337	8,722	6,213
	(ii) Other operating expenses	2,453	2,296	4,416	3,965
6.	Total Expenditure (4+5) excluding provisions and contingencies	13,676	11,451	25,453	21,699
7.	Operating Profit before Provisions and Contingencies (3-6)	5,301	724	7,039	3,780
8.	Provisions (other than tax) and Contingencies	4,199	1,354	5,466	1,395
9.	Exceptional Items	-	-	-	-
10.	Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	1,102	(630)	1,573	2,385
11.	Tax expense	382	(194)	561	875
12.	Net Profit(+)/ Loss(-) from Ordinary Activities after tax (10-11)	720	(436)	1,012	1,510
13.	Extraordinary items (net of tax expense)	-	-	-	-
14.	Net Profit (+)/ Loss (-) for the period (12-13)	720	(436)	1,012	1,510
15.	Paid-up equity share capital (6,74,96,672 equity shares of Rs.10 each)	6,750	6,406	6,750	6,406
16.	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	47,226	43,651	47,226	43,651
17.	(a) Networth	53,976	50,057	53,976	50,057
	(b) Networth (Net off intangible assets and deferred expenditure)	52,228	48,468	52,228	48,468
18.	Analytical Ratios				
	(i) Percentage of shares held by Government of India	-	-	-	-
	(ii) Capital Adequacy Ratio	37.94%	53.62%	37.94%	53.62%
	(iii) Earnings Per Share (EPS)-Basic (Not Annualised)	1.09	(1.20)	1.55	3.01
	Earnings Per Share (EPS)-Diluted (Not Annualised)	1.08	(1.20)	1.55	2.90
	(iv) Debt Equity Ratio (Debt includes borrowings & deposits)	2.72	2.08	2.72	2.08
	(v) NPA Ratios				
	a) Gross/Net NPA	1.94	1.65	1.94	1.65
	b) % of Gross /Net NPA				
	i) % of Gross NPA	3.54%	6.15%	3.54%	6.15%
	ii) % of Net NPA	1.86%	3.80%	1.86%	3.80%
	c) Return on Assets	0.38%	(0.31%)	0.54%	1.08%

**Note :**

- The results for the year ended March 31, 2018 has been reviewed by the audit committee and approved by the Board of Directors at its meeting held on May 30th, 2018. There is no qualification in the auditor's report for the year ended March 31, 2018. The information presented above is extracted from the audited financial statements as stated.
- Pursuant to the resolution passed by the shareholders at the Annual General Meeting held on 22nd September 2016 and the issue of small finance bank license by Reserve Bank of India (RBI) on 26th August 2016, Suryoday Micro Finance Limited (the "Company") was converted into a small finance bank with effect from 23rd January 2017. Pursuant to this change, the Company surrendered its NBFC-MFI license.
- Suryoday Small Finance Bank (the "Bank") is included in the Second Schedule to the Reserve Bank of India Act, 1934 vide Notification No.DBR.NBD.(SFB-Suryoday).No. 766/16.13.216/2017-18 dated 24 July 2017 and published in the Gazette of India (Part III - Section 4) dated 2 September 2017. Notification for inclusion in second schedule was published on 21 September 2017 on RBI's website and can be accessed on following link: (<https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=11125&Mode=0>).
- During the year, the Bank issued 31,00,000 equity shares under preferential allotment pursuant to the shareholder's approval aggregating to Rs. 2,325 lakhs. The Bank granted 8,56,950 stock options under employee stock option scheme. Equity shares aggregating to 3,31,982 were exercised during the year.
- The previous due date of interest on non convertible debenture was March 30, 2018 & the same was paid on the due date. The next due date of interest of non convertible debenture was April 01, 2018 and was paid on due date.
- Privately placed redeemable non-convertible secured debentures are secured against hypothecation of pool of loans with a security cover of 1 to 1.10 times of the outstanding of respective debentures. The Bank has not raised non-convertible debentures after conversion into a small finance bank.
- The ICRA Limited and Credit Analysis & Research Limited (CARE) have assigned 'A-' rating.
- RBI circular DBR.No.BP.BC.1/21.06.2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' read together with the RBI circular DBR.No.BP.BC.80/21.06.2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards- Amendments' requires banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III Framework. These disclosures are available on the Bank's website at the following link: <https://www.suryodaybank.com/regulatory-disclosure>. The disclosures have not been subjected to audit or review by the statutory auditors.
- Earnings per share for the half year ended March 31, 2017 and March 31, 2018 have been calculated for six months and not annualised.
- Return on Assets has been computed as a percentage of profit after tax to average total assets and not annualised for half year ended results.
- Capital Redemption Reserve / Debenture Redemption Reserve: Debenture Redemption Reserve is not required in respect of privately placed debentures in terms of Rule 18(7)(b)(ii) of Companies (Share Capital and Debentures) Rules, 2014.
- Outstanding Redeemable Preference Shares (quantity and value): NIL.
- Loan processing fees have been reclassified from interest income to other income. Previous period/year's figures have been re-grouped/re-classified wherever necessary to correspond with the current period/year's presentation.
- Segment information in accordance with the extant RBI guidelines and Accounting Standard on Segment Reporting (AS 17):

Sr. No.	Particulars	Half year Ended March 31, 2018	Year ended March 31, 2018	Year ended March 31, 2017
		Unaudited	Audited	Audited
1	<b>Segment Revenue</b>			
a	Retail banking	18,602	32,024	24,739
b	Treasury	1,239	2,633	729
c	Corporate	12	12	-
d	Other banking operations	225	225	11
	<b>Total</b>	<b>20,078</b>	<b>34,894</b>	<b>25,479</b>
	Less: Inter segment Revenue	(1,103)	(2,403)	-
	<b>Income from operations</b>	<b>18,975</b>	<b>32,491</b>	<b>25,479</b>
2	<b>Segment Results</b>			
a	Retail banking	968	1,424	1,877
b	Treasury	12	59	612
c	Corporate	(15)	(15)	-
d	Other banking operations	194	194	11
e	Unallocated	(58)	(15)	(115)
	<b>Total Profit Before Tax</b>	<b>1,101</b>	<b>1,573</b>	<b>2,385</b>
3	<b>Segment Assets</b>			
a	Retail banking	1,66,479	1,66,479	96,363
b	Treasury	46,485	46,485	62,898
c	Corporate	1,883	1,883	-
d	Other banking operations	119	119	-
e	Unallocated	1,385	1,385	1,160
	<b>Total</b>	<b>2,16,351</b>	<b>2,16,351</b>	<b>1,60,421</b>
4	<b>Segment Liabilities</b>			
a	Retail banking	1,59,357	1,59,357	1,10,316
b	Treasury	1,998	1,998	-
c	Corporate	951	951	-
d	Other banking operations	30	30	15
e	Unallocated	37	37	33
	<b>Total</b>	<b>1,62,373</b>	<b>1,62,373</b>	<b>1,10,364</b>
5	<b>Capital employed [i.e. Segment Assets (-) Segment Liabilities]</b>			
a	Retail banking	7,122	7,122	(13,953)
b	Treasury	44,487	44,487	62,898
c	Corporate	932	932	-
d	Other banking operations	89	89	(15)
e	Unallocated	1,348	1,348	1,127
	<b>Total</b>	<b>53,978</b>	<b>53,978</b>	<b>50,057</b>

**Note:**

- Until 22nd January 2017, the Company operated in a single reportable segment of 'Micro credit' in accordance with Accounting Standard 17- Segment Reporting. Accordingly, Segment information for the period ended 31st March 2017 is not disclosed in table above.
- Treasury performs liquidity management activities for excess funds available with various business segments. Inter segment revenues reflect the net income related to such funding activities. Inter-segment revenue is based on transfer pricing rate linked to yield on SLR investments and money market rate.

**Statements of Assets and Liabilities is as below** (₹ in Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
	Audited	Audited
<b>CAPITAL AND LIABILITIES</b>		
Capital	6,750	6,406
Reserves and Surplus	47,226	43,651
Deposits	74,952	2,206
Borrowings	71,783	1,02,158
Other Liabilities and Provisions	15,639	6,000
	<b>2,16,350</b>	<b>1,60,421</b>
<b>ASSETS</b>		
Cash and Balances with Reserve Bank of India	3,082	2,667
Balances with banks and money at call and short notice	17,634	10,725
Investments	31,134	59,393
Advances	1,57,495	81,966
Fixed Assets	1,354	778
Other Assets	5,651	4,892
	<b>2,16,350</b>	<b>1,60,421</b>

For Suryoday Small Finance Bank Limited

Place: Navi Mumbai  
Date: May 30, 2018

Sd/-  
**R. Baskar Babu**  
Managing Director & Chief Executive Officer