

## JOY OF BANKING COMPLETES ONE YEAR



Particulars	As at 31 March 2018	As at 31 March 2017
	Audited (₹)	Audited (₹)
<b>CAPITAL AND LIABILITIES</b>		
Capital	3,11,94,51,810	3,01,56,28,290
Reserves and Surplus	31,40,26,385	4,20,01,267
Deposits	25,23,09,24,525	4,09,34,12,290
Borrowings	16,74,65,02,635	20,52,84,86,524
Other Liabilities and Provisions	1,83,04,41,362	2,26,51,30,139
<b>Total</b>	<b>47,24,13,46,717</b>	<b>29,94,46,58,510</b>
<b>ASSETS</b>		
Cash and Balances with Reserve Bank of India	4,38,45,79,564	1,06,86,02,353
Balances with Banks and Money at Call and Short Notice	2,59,32,85,253	4,49,31,74,136
Investments	7,31,86,34,155	5,79,19,51,894
Advances	31,55,08,58,495	14,81,72,60,695
Fixed Assets	68,70,25,180	32,90,38,080
Other Assets	70,69,64,070	3,44,46,31,352
<b>Total</b>	<b>47,24,13,46,717</b>	<b>29,94,46,58,510</b>
Contingent Liabilities	61,71,98,285	67,60,57,892
Bills for collection	-	-

Particulars	6 Months ended 31 March 2018	6 Months ended 31 March 2017	Year to date figures ended 31 March 2018	For the Period 5 May 2016 to 31 March 2017
	Audited (₹)	Audited (₹)	Audited (₹)	Audited (₹)
<b>I. INCOME</b>				
Interest Earned	3,66,06,54,705	29,39,29,264	5,96,83,96,300	29,39,29,264
Other Income	57,62,79,356	18,81,68,597	1,01,86,02,352	18,81,68,597
<b>Total</b>	<b>4,23,69,34,061</b>	<b>48,20,97,861</b>	<b>6,98,69,98,652</b>	<b>48,20,97,861</b>
<b>II. EXPENDITURE</b>				
Interest expended	1,75,76,47,277	16,11,05,331	3,14,82,01,457	16,11,05,331
Operating Expenses	1,71,35,08,359	23,40,96,119	3,04,47,81,123	23,40,96,119
Provisions and Contingencies	60,23,236	7,92,66,854	52,40,67,424	7,92,66,854
<b>Total</b>	<b>3,47,71,78,872</b>	<b>47,44,68,304</b>	<b>6,71,70,50,004</b>	<b>47,44,68,304</b>
<b>III. PROFIT</b>				
Net Profit for the year (I - II)	75,97,55,189	76,29,557	26,99,48,648	76,29,557
Add: Balance in Profit and Loss account brought forward from Previous Year	57,22,168	-	57,22,168	-
Add: Amount transferred from Special Reserve	-	-	-	-
	<b>76,54,77,357</b>	<b>76,29,557</b>	<b>27,56,70,816</b>	<b>76,29,557</b>
<b>IV. APPROPRIATIONS</b>				
Transfer to Statutory Reserve	6,88,71,273	19,07,389	6,74,87,162	19,07,389
Transfer to Capital Reserve	-	-	-	-
Transfer to/(from) Investment Reserve Account	-	-	-	-
Balance carried over to Balance Sheet	69,66,06,084	57,22,168	20,81,83,654	57,22,168
<b>Total</b>	<b>76,54,77,357</b>	<b>76,29,557</b>	<b>27,56,70,816</b>	<b>76,29,557</b>
<b>Analytical Ratios</b>				
(i) Capital Adequacy Ratio	16.92%	16.27%	16.92%	16.27%
(ii) Earnings Per Share (EPS) - Basic/Diluted (Rupees per share)	2.51	0.07	0.89	0.07
<b>NPA Ratio</b>				
a) Gross NPA (Rupees in crores)	121.05	7.85	121.05	7.85
Net NPA (Rupees in crores)	84.81	3.59	84.81	3.59
b) % of Gross NPA to Advances	3.79%	0.53%	3.79%	0.53%
% of Net NPA to Advances	2.69%	0.24%	2.69%	0.24%
c) Return on Assets (not annualized)	2.02%	0.30%	0.72%	0.30%

**Notes:** 1. The statement of audited financial results for six months and year ended on March 31, 2018 ("Statement") have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 22, 2018.

2. The above financial results of the Bank have been prepared in all material aspects, 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 Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) 2015, Accounting Standards specified under section 133 of the Companies Act 2013 read with the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 in so far as they apply to the Bank and practices prevailing within the Banking industry as applicable.

3. There has been no change to significant accounting policies during the half year ended 31 March, 2018.

4. During the year ended March 31, 2017, pursuant to the approval received from RBI for commencement of banking operations, all the assets and liabilities pertaining to the lending activities of ESAF Microfinance and Investments (P) Ltd. ("ESAF-MFI") were transferred to the Bank on a slump sale basis. The consideration has been determined as per the Business Transfer Agreement (BTA) dated 22 February, 2017 entered into between the Bank and ESAF-MFI. In the books of the Bank the acquired assets and liabilities are recorded in accordance with the Purchase Price Allocation performed by an Independent Chartered Accountant. The consideration for slump sale was discharged by issue of 49,01,960 equity shares of Rs. 10 each at a premium of Rs 0.20 per share amounting to Rs. 5 crores and Rs. 2 crores was discharged in the form of cash.

5. The figures for six months ended March 31, 2018 have been derived as balancing figures between the amounts as per the annual audited accounts for the year then ended and the unaudited results for the six months ended September 30, 2017 which were subjected to limited review.

6. During the current year the Bank has changed its estimate on provisioning for Standard Advances from earlier 1% to 0.4%. Had the Bank continued with the earlier standard asset provision of 1% of its Standard Advances, the profits of the Bank would have been lower by an amount of Rs 18.14 crores.

7. The Capital adequacy ratio ("CRAR") as on March 31, 2018 and March 31, 2017 have been computed as per the applicable Basel III requirements in accordance with the RBI Master circular No. DBR.No.BP. BC.4/21.06.001/2015-16 dated July 1, 2015 on Prudential Guidelines on Capital Adequacy and Market Discipline-New Capital Adequacy Framework (NCAF) read with RBI Notification No. DBR.NBD.No.26/16.13.218/2016-17 dated October 6, 2016 on Operating Guidelines for Small Finance Banks.

8. Figures for the previous period/year have been classified/regrouped wherever necessary, to conform to the current period presentation.

9. The Bank was incorporated on May 5, 2016 and commenced its operations on March 10, 2017. Thus the corresponding results for the six months ended March 31, 2017 are not comparable.

Place: Thrissur  
Date: 22 May 2018

Sd/-  
**Kadambelil Paul Thomas**  
Managing Director & CEO

Sd/-  
**Padmakumar K.**  
Chief Financial Officer