

October 19, 2023



National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex Mumbai - 400051	BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai - 400 001
Symbol : EQUITASBNK	Scrip Code : 543243

Dear Sirs

**Sub: Disclosure under Regulations 30 & 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015- Outcome of Board meeting held on October 19, 2023**

In continuation to our intimation letter dated October 10, 2023 and pursuant to Regulations 30 (read with Part A of Schedule III) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform that the Board of Directors of the Bank at its meeting held today i.e., October 19, 2023, has inter-alia considered, reviewed and approved the Unaudited Financial Results of the Bank for the quarter & half-year ended September 30, 2023 as recommended by the Audit Committee.

Pursuant to Regulation 33 and other applicable clauses of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- Unaudited Financial Results of the Bank for the quarter & half-year ended September 30, 2023.
- Limited Review Report from the Joint Statutory Auditors, M/s Varma & Varma, Chartered Accountants and M/s ASA & Associates LLP, Chartered Accountants

The Meeting of the Board of Directors of the Bank commenced at 16:00 hours and concluded at 18:20 hours.

The above information will be made available on the Bank's website [www.equitasbank.com](http://www.equitasbank.com).

Kindly take the above information on record

Thanking you,

Yours Faithfully,

For Equitas Small Finance Bank Limited

  
Ramanathan N  
Company Secretary  
Encl: a/a



BEYOND BANKING

When you bank with us, you contribute towards a better society.

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

3406694

4<sup>th</sup> 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](mailto:corporate@equitas.in) | [www.equitasbank.com](http://www.equitasbank.com) | Toll Free: 1800 103 1222 | CIN No.: U65101TN1993PLC025280

CIN No.: L65191TN1993PLC025280



EQUITAS SMALL FINANCE BANK LIMITED

CIN: L65191TN1993PLC025280

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

Website: www.equitasbank.com

1. Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2023

(₹ in Lakh)

Particulars	Quarter ended			Half Year ended		Year ended
	30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	31-Mar-23
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Interest Earned (a)+(b)+(c)	1,35,899.35	1,25,396.01	1,00,236.51	2,61,295.36	1,94,276.34	4,16,187.81
(a) Interest / discount on advances / bills	1,22,521.73	1,14,183.45	90,433.21	2,36,705.18	1,75,882.10	3,76,472.47
(b) Income on Investments	12,613.58	10,851.14	7,265.59	23,464.72	13,431.92	31,560.94
(c) Interest on balances with Reserve Bank of India and other inter bank funds	764.04	361.42	2,537.71	1,125.46	4,962.32	8,154.40
2 Other Income	18,137.37	17,136.66	14,502.90	35,274.03	27,824.97	66,958.57
3 Total Income (1)+(2)	1,54,036.72	1,42,532.67	1,14,739.41	2,96,569.39	2,22,101.31	4,83,146.38
4 Interest Expended	59,340.73	51,082.04	39,267.69	1,10,422.77	75,249.86	1,61,715.39
5 Operating Expenses (i)+(ii)	61,677.05	60,238.97	51,239.73	1,21,916.02	95,800.90	2,03,830.24
(i) Employees Cost	33,151.48	32,787.20	27,510.06	65,938.68	50,075.22	1,09,667.60
(ii) Other Operating Expenses	28,525.57	27,451.77	23,729.67	55,977.34	45,725.68	94,162.64
6 Total Expenditure (4)+(5) (excluding provisions & contingencies)	1,21,017.78	1,11,321.01	90,507.42	2,32,338.79	1,71,050.76	3,65,545.63
7 Operating Profit before Provisions & Contingencies (3)-(6)	33,018.94	31,211.66	24,231.99	64,230.60	51,050.55	1,17,600.75
8 Provisions (other than tax) and Contingencies	6,319.51	6,006.54	9,010.28	12,326.05	23,169.88	40,720.35
9 Exceptional Items	-	-	-	-	-	-
10 Profit from Ordinary Activities before tax (7)-(8)-(9)	26,699.43	25,205.12	15,221.71	51,904.55	27,880.67	76,880.40
11 Tax Expense	6,885.61	6,085.07	3,579.58	12,970.68	6,538.02	19,521.35
12 Net Profit from Ordinary Activities after tax (10)-(11)	19,813.82	19,120.05	11,642.13	38,933.87	21,342.65	57,359.05
13 Extraordinary Items (net of Tax Expense)	-	-	-	-	-	-
14 Net Profit for the Period / Year (12)-(13)	19,813.82	19,120.05	11,642.13	38,933.87	21,342.65	57,359.05
15 Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	1,12,173.43	1,11,323.20	1,25,367.12	1,12,173.43	1,25,367.12	1,11,055.82
16 Reserves excluding Revaluation Reserves						4,04,738.95
17 Analytical Ratios and other disclosures:						
(i) Percentage of Shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii) Capital Adequacy Ratio (%) - Basel-II (Refer note 8)	21.33%	22.06%	23.08%	21.33%	23.08%	23.80%
(iii) Earnings Per Share (EPS) - (Face Value of ₹ 10/- each)						
- Basic EPS (₹) before & after extraordinary items (net of tax expense) *	1.77	1.72	0.93	3.49	1.70	4.71
- Diluted EPS (₹) before & after extraordinary items (net of tax expense) *	1.74	1.69	0.92	3.43	1.69	4.67
(iv) NPA Ratio						
(a) Gross NPAs	66,049.66	77,018.30	87,026.23	66,049.66	87,026.23	72,396.46
(b) Net NPAs	27,928.89	32,510.16	43,088.18	27,928.89	43,088.18	31,201.64
(c) % of Gross NPA to Gross Advances	2.27%	2.75%	3.91%	2.27%	3.91%	2.76%
(d) % of Net NPA to Net Advances	0.97%	1.18%	1.97%	0.97%	1.97%	1.21%
(v) Return on Assets (average) *	0.49%	0.51%	0.38%	1.01%	0.71%	1.82%
(vi) Net worth (excluding Revaluation Reserve, Share based Reserve & Intangibles)	5,05,743.84	4,96,227.17	4,19,236.53	5,05,743.84	4,19,236.53	4,79,115.11
(vii) Outstanding redeemable preference shares	-	-	-	-	-	-
(viii) Capital redemption reserve	-	-	-	-	-	-
(ix) Debt-equity ratio \$	0.17	0.24	0.19	0.17	0.19	0.27
(x) Total debts to total assets @	6.18%	9.60%	7.83%	6.18%	7.83%	8.51%

\* Not annualised for the quarters and half year ended periods.

\$ Debt represents borrowings with residual maturity of more than one year.

@ Total debts represents total borrowings of the Bank.



2 Segment information in accordance with the Accounting standard on Segment Reporting (AS-17) of the operating segments of the Bank is as under:

(₹ in Lakh)

Sl No	Particulars	Quarter ended			Half Year ended		Year ended
		30-Sep-23	30-Jun-23	30-Sep-22	30-Sep-23	30-Sep-22	31-Mar-23
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Segment revenue</b>						
a)	Treasury	15,174.95	14,136.33	10,505.48	29,311.28	19,784.99	42,650.27
b)	Retail Banking	1,33,334.47	1,23,732.96	1,00,422.11	2,57,067.43	1,94,910.61	4,24,161.91
c)	Wholesale Banking	2,758.04	2,891.54	2,156.17	5,649.58	4,176.60	8,981.49
d)	Other Banking operations	2,769.26	1,771.84	1,655.65	4,541.10	3,229.11	7,352.71
e)	Unallocated	-	-	-	-	-	-
	Less: Inter segment revenue	-	-	-	-	-	-
	<b>Income from operations</b>	<b>1,54,036.72</b>	<b>1,42,532.67</b>	<b>1,14,739.41</b>	<b>2,96,569.39</b>	<b>2,22,101.31</b>	<b>4,83,146.38</b>
2	<b>Segment results</b>						
a)	Treasury	2,086.14	2,514.19	2,558.76	4,600.33	5,289.69	8,326.96
b)	Retail Banking	23,056.02	22,623.17	12,271.13	45,679.19	21,844.87	66,266.02
c)	Wholesale Banking	953.70	405.42	639.27	1,359.12	1,108.99	1,493.33
d)	Other Banking operations	2,458.83	1,517.72	1,231.92	3,976.55	2,500.44	6,155.97
e)	Unallocated	(1,855.26)	(1,855.38)	(1,479.37)	(3,710.64)	(2,863.32)	(5,361.88)
	<b>Profit before Tax</b>	<b>26,699.43</b>	<b>25,205.12</b>	<b>15,221.71</b>	<b>51,904.55</b>	<b>27,880.67</b>	<b>76,880.40</b>
3	<b>Segment assets</b>						
a)	Treasury	9,44,234.39	7,89,227.98	6,72,436.25	9,44,234.39	6,72,436.25	7,00,898.97
b)	Retail Banking	29,31,345.58	28,61,083.55	22,03,900.62	29,31,345.58	22,03,900.62	26,32,801.18
c)	Wholesale Banking	1,16,344.69	1,34,164.42	89,192.17	1,16,344.69	89,192.17	1,43,374.46
d)	Other Banking operations	-	-	-	-	-	-
e)	Unallocated	21,019.18	19,845.61	20,379.81	21,019.18	20,379.81	18,738.25
	<b>Total</b>	<b>40,12,943.84</b>	<b>38,04,321.56</b>	<b>29,85,908.85</b>	<b>40,12,943.84</b>	<b>29,85,908.85</b>	<b>34,95,812.86</b>
4	<b>Segment liabilities</b>						
a)	Treasury	8,16,091.30	6,78,346.57	5,71,741.92	8,16,091.30	5,71,741.92	5,97,175.89
b)	Retail Banking	25,45,528.87	24,71,665.45	18,89,467.39	25,45,528.87	18,89,467.39	22,55,631.59
c)	Wholesale Banking	1,01,095.45	1,15,932.60	76,401.31	1,01,095.45	76,401.31	1,22,860.63
d)	Other Banking operations	-	-	-	-	-	-
e)	Unallocated	2,353.21	2,374.77	1,630.32	2,353.21	1,630.32	4,349.98
	<b>Total</b>	<b>34,65,068.83</b>	<b>32,68,319.39</b>	<b>25,39,240.94</b>	<b>34,65,068.83</b>	<b>25,39,240.94</b>	<b>29,80,018.09</b>
5	<b>Capital Employed [Segment Assets-Segment Liabilities]</b>						
a)	Treasury	1,28,143.09	1,10,881.41	1,00,694.33	1,28,143.09	1,00,694.33	1,03,723.08
b)	Retail Banking	3,85,816.71	3,89,418.10	3,14,433.23	3,85,816.71	3,14,433.23	3,77,169.59
c)	Wholesale Banking	15,249.24	18,231.82	12,790.86	15,249.24	12,790.86	20,513.83
d)	Other Banking operations	-	-	-	-	-	-
e)	Unallocated	18,665.97	17,470.84	18,749.49	18,665.97	18,749.49	14,388.27
	<b>Total</b>	<b>5,47,875.01</b>	<b>5,36,002.17</b>	<b>4,46,667.91</b>	<b>5,47,875.01</b>	<b>4,46,667.91</b>	<b>5,15,794.77</b>

Business Segments have been identified and reported taking into account the target customer profile, the nature of products and services, the differing risks and returns, and guidelines prescribed by RBI and in compliance with the Accounting Standard 17 - "Segment Reporting". The methodology adopted by the bank in compiling and reporting the above information has been relied upon by the auditors.

The RBI vide its circular dated April 7, 2022 on establishment of Digital Banking Units (DBUs), has prescribed reporting of Digital Banking Segment as a sub - segment of Retail Banking Segment. The Bank has not set up any DBUs and hence no Digital Banking Segment disclosure have been made. The business operations of the Bank are in India and for the purpose of segment reporting as per Accounting Standard-17 (Segment Reporting) the bank is considered to operate only in domestic segment.

3 Statement of Assets and Liabilities as on September 30, 2023 is given below:

(₹ in Lakh)

Sl No	Particulars	As at	As at	As at
		30-Sep-23	30-Sep-22	31-Mar-23
		Unaudited	Unaudited	Audited
	<b>CAPITAL AND LIABILITIES</b>			
1	Capital	1,12,173.43	1,25,367.12	1,11,055.82
2	Reserves and Surplus	4,35,701.58	3,21,300.79	4,04,738.95
3	Deposits	30,83,948.44	21,69,322.84	25,34,852.48
4	Borrowings	2,48,118.00	2,33,927.56	2,97,376.00
5	Other Liabilities and Provisions	1,33,002.39	1,35,990.54	1,47,789.61
	<b>Total Liabilities</b>	<b>40,12,943.84</b>	<b>29,85,908.85</b>	<b>34,95,812.86</b>
	<b>ASSETS</b>			
6	Cash and Balances With Reserve Bank of India	1,30,620.05	97,609.14	1,17,391.22
7	Balances With Banks and Money, At Call and Short Notice	1,699.87	28,833.70	7,034.55
8	Investments	8,55,064.61	5,74,578.62	6,66,456.24
9	Advances	28,76,791.69	21,83,999.61	25,79,855.66
10	Fixed Assets	55,951.53	22,116.22	37,913.04
11	Other Assets	92,816.09	78,771.56	87,162.15
	<b>Total Assets</b>	<b>40,12,943.84</b>	<b>29,85,908.85</b>	<b>34,95,812.86</b>



4 Statement of Cash Flow for the half year ended September 30, 2023 is given below:

(₹ in Lakh)

Particulars	Half Year ended		Year Ended
	30-Sep-23	30-Sep-22	31-Mar-23
	Unaudited	Unaudited	Audited
<b>Cash Flow from Operating activities</b>			
Profit Before Tax	51,904.55	27,880.67	76,880.40
<b>Adjustments for</b>			
Depreciation on fixed assets	6,273.19	3,865.44	8,453.78
Depreciation on investments	4,923.44	161.20	4,293.59
Amortization on held to maturity securities	1,272.03	1,196.31	2,421.31
Provision for standard assets (including restructured standard assets) (net)	(611.65)	(4,622.70)	(7,747.00)
Additional Provision on Standard assets	(326.47)	(1,752.49)	(2,073.19)
Bad debts written off	11,468.64	21,116.67	40,983.61
Provision for Non performing assets	(3,074.04)	8,167.20	5,423.97
Other Provision and Contingencies	140.64	261.20	99.95
(Profit) / Loss on sale of fixed assets	(18.56)	5.67	4.12
Interest expenses on borrowings	20,458.23	14,753.07	30,802.75
Interest income on bank balances not considered as cash and cash equivalents	(405.73)	(77.76)	(196.90)
ESOP Expenses	336.85	226.53	442.15
Dividend Income	(47.95)	(17.76)	(40.60)
	<b>92,293.17</b>	<b>71,163.25</b>	<b>1,59,747.94</b>
<b>Adjustments for</b>			
(Increase)/Decrease in investments	(1,94,803.84)	(1,30,951.17)	(2,28,186.18)
(Increase)/Decrease in advances	(3,05,330.65)	(2,75,862.88)	(6,88,842.64)
Increase/(Decrease) in deposits	5,49,095.96	2,77,315.36	6,42,845.00
(Increase)/Decrease in other assets	(6,459.46)	3,042.47	(7,545.96)
Increase/(Decrease) in other liabilities and provisions	(13,113.83)	26,704.06	41,529.91
<b>Cash flows generated/ (used in) operations</b>	<b>1,21,681.35</b>	<b>(28,588.91)</b>	<b>(80,451.93)</b>
Direct taxes paid	(12,117.18)	(9,865.87)	(19,314.60)
<b>Net cash (used in)/ generated from operating activities (A)</b>	<b>1,09,564.17</b>	<b>(38,454.78)</b>	<b>(99,766.53)</b>
<b>Cash flow from investing activities</b>			
Purchase of fixed assets	(27,110.61)	(6,092.51)	(26,566.63)
Proceeds from sale of fixed assets	2,817.48	149.62	244.21
Interest received from bank balances not considered as cash and cash equivalents	405.73	77.76	196.90
<b>Net cash (used in) / generated from investing activities (B)</b>	<b>(23,887.40)</b>	<b>(5,865.13)</b>	<b>(26,125.52)</b>
<b>Cash flow from financing activities</b>			
Increase/(decrease) in borrowings (net)	(49,258.00)	(27,712.44)	35,736.00
Proceeds from issue of share capital (including share premium)	3,972.35	481.85	878.11
Interest paid on borrowings	(21,334.14)	(15,258.12)	(30,602.80)
Dividend Paid	(11,162.83)	-	-
<b>Net cash (used in) / generated from financing activities (C)</b>	<b>(77,782.62)</b>	<b>(42,488.71)</b>	<b>6,011.31</b>
<b>Net increase / (decrease) in cash and cash equivalents (A)+(B)+(C)</b>	<b>7,894.15</b>	<b>(86,808.62)</b>	<b>(1,19,880.74)</b>
Cash and Cash equivalents at beginning of the period / year	1,24,425.77	2,13,251.46	2,13,251.46
Add: Pursuant to scheme of amalgamation	-	-	31,055.05
<b>Cash and Cash equivalents at end of the period / year</b>	<b>1,32,319.92</b>	<b>1,26,442.84</b>	<b>1,24,425.77</b>

Note: Cash and Cash equivalents comprise of cash on hand, Balances with Reserve Bank of India, Balance with Banks and money at call and short notice.



**Notes**

- 5 The above unaudited financial results (along with the notes given below) hereafter referred as " Statement" of Equitas Small Finance Bank Limited ("Bank" or "ESFBL") for the quarter and half year ended September 30, 2023 were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on October 19, 2023 and have been subjected to a limited review by the statutory auditors of the Bank (M/s Varma & Varma, Chartered Accountants and M/s ASA & Associates LLP, Chartered Accountants). Their report thereon is unmodified.
- 6 The above financial results of the Bank have been prepared in accordance with the Banking Regulation Act, 1949, generally accepted accounting principles in India, including Accounting Standards as prescribed under section 133 of the Companies Act, 2013, Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and the guidelines issued by the Reserve Bank of India (RBI) from time to time.
- 7 The Bank has applied its significant accounting policies in the preparation of these financial results that are consistent with those followed in the annual financial statements for the year ended March 31, 2023. Any circular / direction issued by RBI is implemented prospectively when it becomes applicable, unless specifically required under those circulars / directions.
- 8 The Capital adequacy ratio ("CAR") of the Bank has been computed as per applicable Basel II Standardized approach in accordance with 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).
- 9 The Bank makes Pillar III disclosures as part of Market Discipline as per above referred RBI circular. In addition to this, the Bank provides disclosures on Leverage ratio as per Basel III- Capital Regulations (vide Circular DOR.CAP.REC.3/21.06.201/2022-23 dt. April 1, 2022). Further, the Bank makes disclosures on liquidity coverage ratio (vide ref. RBI/2013-14/635 DBOD.BP.BC.No.120 / 21.04.098/2013-14 dt. June 9,2014 read together with the RBI circular DBR.No.BP.BC.80/21.06.201/2014-15 dated 31st March, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards-Amendments') and Net Stable Funding Ratio (vide ref. RBI/2017-18/178 DBR.BP.BC.No.106/21.04.098/2017-18 dt. May 17 2018) These disclosures are available on the Bank's website at the following link: <https://ir.equitasbank.com/reports-and-presentations/>.html. These disclosures have not been subjected to audit or limited review.
- 10 Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) as at September 30, 2023 are given below:

(₹ in Crore)

Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of previous half - year (A)\$	Of (A) aggregate debt that slipped into NPA during the half - year	(Of (A) amount written off during the half -year #)	Of (A) amount paid by the borrower during the half-year ##	Exposure to accounts classified as Standard consequent of implementation of resolution plan - Position as at end of this half-year
Personal Loans	9.41	0.23	0.09	0.63	8.55
Corporate persons*	5.84	0.26	0.26	1.20	4.38
Of which, MSMEs	2.72	-	-	0.84	1.88
Others	473.36	41.28	10.35	99.30	332.78
<b>Total</b>	<b>488.61</b>	<b>41.77</b>	<b>10.70</b>	<b>101.13</b>	<b>345.71</b>

\*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

# represents debt that slipped into NPA and was subsequently written off during the half year

## includes change in the balances on account of interest

\$ Excludes other facilities to the borrowers which have not been restructured

There were 702 borrower accounts having an aggregate exposure of ₹ 35.93 crores to the Bank, where resolution plans had been Implemented under RBI's Resolution Framework 1.0 dated August 6, 2020 and were modified under RBI's Resolution Framework 2.0 dated May 5, 2021



11 Details of loans transferred / acquired under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

(i) Details of Non performing advances (NPA) transferred during the half year ended September 30, 2023.

(Amount in ₹ .Crore except number of accounts and year)

Particulars	To ARCs	To permitted transferees	To other transferees
Number of accounts	7,845	-	-
Aggregate principal outstanding of loans transferred	161.86	-	-
Weighted average residual tenor of the loans transferred as on the date of Transfer (in years)	4.19	-	-
Net book value of loans transferred (at the time of transfer)	34.87	-	-
Aggregate consideration	118.19	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-

The Bank has reversed excess provision of ₹ 23.04 Crore to the Profit and Loss account on account of sale of Non performing advances to ARC

(ii) The Bank has not transferred any Special Mention Account (SMA) and loan not in default.

(iii) The Bank has not acquired any "loans not in default" from other entities through assignment.

(iv) The Bank has not acquired any stressed loan.

(v) Details of Ratings of Security receipts (SR) as on September 30, 2023 are given below

(Amount in ₹ .Crore)

Rating	Rating Agency	Recovery Rating	Gross Value of Outstanding SRs
IND RR5	India Ratings	Upto 25%	40.33
Yet to be rated *	-	-	60.28
<b>Total</b>			<b>100.61</b>

\* Pursuant to regulatory norms, the ARC has time to obtain initial rating of SRs from an approved credit rating agency within a period of six months from the date of acquisition of assets by it.

- 12 The Bank has granted 87,56,571 options under the ESFB Employees Stock Option Scheme 2019 (ESFB ESOP Scheme) to eligible employees of the Bank as defined during the half year ended September 30, 2023. Out of total 8,84,32,589 options granted till September 30, 2023, 2,88,50,254 Options were vested and 1,93,38,809 options were lapsed and 1,49,82,240 options are yet to be vested.
- 13 During the half year ended September 30,2023, the Bank has allotted 1,11,76,108 equity shares of ₹ 10/- each, fully paid up, on exercise of options by its employees in accordance with the ESFB ESOP Scheme.
- 14 Other Income includes fees earned from providing services to customers, Interchange fee income, selling of third-party products, profit on sale of investments (net) (including provision for depreciation), recoveries from accounts previously written off, etc.,
- 15 The ratios and other information which are to be disclosed as per Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, have been disclosed to the extent applicable.
- 16 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: October 19, 2023



**Independent Auditors Review Report on the unaudited interim financial results of Equitas Small Finance Bank Limited for the quarter ended September 30, 2023 and year to date results for the period from April 01, 2023 to September 30, 2023, pursuant to Regulation 33 of the Securities and Exchange Board of India (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 quarter and half year ended 30th September 2023 (“the Statement”) attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“the Listing Regulations”), except for the disclosures relating to ‘Pillar 3 disclosure under Basel III Capital Regulations as at September 30, 2023, including Leverage Ratio and Liquidity Coverage Ratio under Capital Adequacy and Liquidity Standards issued by Reserve Bank of India’ (“RBI”) as have been disclosed on the Bank’s website and in respect of which a link has been provided in the aforesaid financial results and have not been reviewed by us.
2. This statement is the responsibility of the Bank’s Management and has been approved by the Bank’s Board of Directors. This statement has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25, (AS 25) “Interim Financial Reporting” prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder, in so far as they apply to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by Reserve Bank of India from time to time (‘the RBI Guidelines’) and other accounting principles generally accepted in India, and in compliance with the Listing Regulations. Our responsibility is to issue a report 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 is limited primarily to inquiries of Bank’s personnel and analytical and other review procedures applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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. We have not performed an audit and accordingly, we do not express an audit opinion.

**Varma & Varma,  
Chartered Accountants**  
No.2, (Old No.20),  
Second Canal Cross Road,  
Gandhi Nagar, Adyar  
Chennai - 600 020

**ASA & Associates LLP,  
Chartered Accountants,**  
Unit 709 & 710 7th Floor,  
BETA Wing, Raheja Towers,  
New No. 177, Anna Salai,  
Chennai - 600 002

---

4. 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 including notes thereon prepared in accordance with applicable accounting standards, the RBI Guidelines and other accounting principles generally accepted in India, in so far as they apply to banks, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended 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, except for the disclosures relating to 'Pillar 3 disclosure under Basel III Capital Regulations as at September 30, 2023, including Leverage Ratio and Liquidity Coverage Ratio under Capital Adequacy and Liquidity Standards issued by Reserve Bank of India' ('RBI') as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results and have not been reviewed by us.

5. Other matter

The review of unaudited financial results for the quarter ended June 30, 2023, quarter & half year ended September 30, 2022 and the audit of annual financial results for the year ended March 31, 2023 were conducted by M/s TR Chadha & Co LLP, Chartered Accountants, then Joint Statutory Auditor of the Bank, and M/s Varma & Varma, Chartered Accountants, who expressed an unmodified opinion on such financial results.

**For Varma & Varma  
Chartered Accountants  
ICAI FRN: 004532S**

POONJAR RAMA  
PRASANNA VARMA  
Digitally signed by POONJAR  
RAMA PRASANNA VARMA  
Date: 2023.10.19 16:55:27  
+05'30'

P R Prasanna Varma  
Partner  
ICAI Membership No. 25854  
UDIN: 23025854BGRHYU8669

Place: Chennai  
Date: 19/10/2023

**For ASA & Associates LLP  
Chartered Accountants  
ICAI FRN: 009571N/N500006**

GAVARAPATTU  
U NATARAJAN  
RAMASWAMI  
Digitally signed by  
GAVARAPATTU NATARAJAN  
RAMASWAMI  
Date: 2023.10.19 16:46:12  
+05'30'

G N Ramaswami  
Partner  
ICAI Membership No. 202363  
UDIN: 23202363BGSQZL3117

Place: Chennai  
Date: 19/10/2023