



**BHARAT**  
Financial Inclusion Ltd

Prayaas se pragati

(Formerly known as 'SKS Microfinance Limited')

Head Office: 3rd Floor, My Home Tycoon, Block A, 6-3-1192, Kundanbagh  
Begumpet, Hyderabad - 500 016, Telangana, India T: +91 40 4452 6000  
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Corporate Identity Number: L65999MH2003PLC250504

Registered Office: Unit No. 410, Madhava, Bandra-Kurla Complex  
Bandra (East), Mumbai - 400 051, Maharashtra, India T: +91 22 2659 2375

May 1, 2017

The General Manager  
Department of Corporate Services  
**BSE Limited**  
Phiroze Jeejeeboy Towers  
Dalal Street  
Mumbai – 400001.

The Vice President,  
Listing Department  
**National Stock Exchange of India Limited**  
Exchange Plaza  
Bandra- Kurla Complex  
Mumbai – 400051

Dear Sir/Madam,

**Sub: Financial Results for the quarter and year ended March 31, 2017**

Pursuant to Regulation 33 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of Bharat Financial Inclusion Limited (formerly known as "SKS Microfinance Limited") at its meeting held on May 1, 2017 (commenced at 9.30 a.m. and concluded at 3.45 p.m.) has approved the audited financial results for the quarter and year ended March 31, 2017.

A copy each of the Auditors' report and audited financials along with Form A is attached herewith.

We request you to take the above on record.

Thanking you,

Yours faithfully,  
For Bharat Financial Inclusion Limited  
(Formerly known as 'SKS Microfinance Limited')

**Rajendra Patil**  
Executive Vice President – Legal & Company Secretary

Encl: As above



**Auditor's Report on Quarterly and Year to Date Financial Results of Bharat Financial Inclusion Limited pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015****To****Board of Directors of****Bharat Financial Inclusion Limited (formerly, 'SKS Microfinance Limited')**

1. We have audited the accompanying statement of financial results of Bharat Financial Inclusion Limited (formerly, 'SKS Microfinance Limited') (the 'Company') for the quarter ended March 31, 2017 and for the year ended March 31, 2017 being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/FAC/62/2016 dated July 5, 2016 (collectively referred to as the 'Listing Regulations'). The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter ended March 31, 2017 and year ended March 31, 2017 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2016, the audited annual financial statements as at and for the year ended March 31, 2017, and the relevant requirements of the Listing Regulations which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended December 31, 2016 which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, specified under the Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2017; and the relevant requirements of the Listing Regulations.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results:
  - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/FAC/62/2016 dated July 5, 2016, in this regard; and
  - ii. give a true and fair view of the net loss and other financial information for the quarter ended March 31, 2017 and net profit and other financial information for the year ended March 31, 2017.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2017 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Listing Regulations.

**For S.R. BATLIBOI & CO. LLP****Chartered Accountants****ICAI Firm registration number: 301003E/E300005**  
**per Shrawan Jalan****Partner****Membership No.: 102102****Mumbai****May 1, 2017**



**Bharat Financial Inclusion Limited (Formerly known as "SKS Microfinance Limited")**

Regd. Office: Unit No. 410, "Madhava", Bandra-Kurla Complex, Bandra (East), Mumbai – 400 051.

Statement of Standalone Audited Financial Results for the quarter / year ended March 31, 2017 prepared in compliance with Schedule III to the Companies Act, 2013						
Rs. In lakhs						
Sr No.	Particulars	Quarter ended			Year ended	
		March 31, 2017 Audited	December 31, 2016 Unaudited	March 31, 2016 Audited	March 31, 2017 Audited	March 31, 2016 Audited
1	<b>Income</b>					
	Revenue from operations	36,783.56	40,889.21	32,976.08	155,307.51	116,913.41
	Other income	4,147.79	4,597.67	4,055.24	17,482.97	15,153.87
	<b>Total revenue (I)</b>	<b>40,931.35</b>	<b>45,486.88</b>	<b>37,031.32</b>	<b>172,790.48</b>	<b>132,067.28</b>
2	<b>Expenses</b>					
	Employee benefit expenses	10,538.60	10,610.05	8,011.34	40,616.01	29,236.91
	Finance costs	16,457.19	16,425.11	13,409.68	62,246.13	48,457.35
	Other expenses	3,559.60	3,447.16	2,920.04	13,432.09	10,283.21
	Depreciation and amortization expenses	412.10	342.84	282.34	1,277.14	836.44
	Provisions and write-offs	33,455.69	379.92	1,392.11	35,935.31	3,864.15
	<b>Total expenses (II)</b>	<b>64,423.18</b>	<b>31,205.08</b>	<b>26,015.51</b>	<b>153,506.68</b>	<b>92,678.06</b>
3	Profit before tax (III)=(I)-(II)	(23,491.83)	14,281.80	11,015.81	19,283.80	39,389.22
4	<b>Tax expenses</b>					
	Current tax (Minimum Alternate Tax)	1,554.87	2,927.46	2,569.02	10,943.06	9,091.07
	Minimum Alternate Tax credit entitlement	(1,554.87)	(2,927.46)	-	(20,628.30)	-
	<b>Total tax expense (IV)</b>	<b>-</b>	<b>-</b>	<b>2,569.02</b>	<b>(9,685.24)</b>	<b>9,091.07</b>
5	<b>Profit after tax (III)-(IV)</b>	<b>(23,491.83)</b>	<b>14,281.80</b>	<b>8,446.79</b>	<b>28,969.04</b>	<b>30,298.15</b>
6	Earnings per equity share (Not annualised)					
	Nominal value of share	10.00	10.00	10.00	10.00	10.00
	Basic	(17.03)	10.36	6.64	21.82	23.90
	Diluted	(17.03)	10.26	6.57	21.56	23.58



**Bharat Financial Inclusion Limited**  
(Formerly known as 'SKS Microfinance Limited')  
Balance Sheet as at March 31, 2017

Rs. In lakhs

	31-Mar-17	31-Mar-16
<b>Equity and liabilities</b>		
<b>Shareholders' funds</b>		
Share capital	13,798.13	12,731.11
Reserves and surplus	230,875.97	125,568.40
	<b>244,674.10</b>	<b>138,299.51</b>
<b>Share application money pending allotment</b>	-	0.25
<b>Non-current liabilities</b>		
Long-term borrowings	220,854.41	216,873.74
Other long-term liabilities	757.47	1,499.74
Long-term provisions	27,120.07	2,417.79
	<b>248,731.95</b>	<b>220,791.27</b>
<b>Current liabilities</b>		
Short-term borrowings	112,371.87	64,431.74
Other current liabilities	420,800.69	284,570.60
Short-term provisions	15,177.64	7,276.75
	<b>548,350.20</b>	<b>356,279.09</b>
<b>TOTAL</b>	<b>1,041,756.25</b>	<b>715,370.12</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	1,695.59	1,141.65
Intangible assets	494.57	361.48
Intangible assets under development	17.60	142.16
Non-current investments	20.00	20.00
Deferred tax assets	-	-
Long-term loans and advances	144,169.38	41,353.92
Other non-current assets	6,827.50	18,863.85
	<b>153,224.64</b>	<b>61,883.06</b>
<b>Current assets</b>		
Trade receivables	1,092.64	636.82
Cash and bank balances	280,636.85	176,628.28
Short-term loans and advances	598,543.22	460,802.25
Other current assets	8,258.90	15,419.71
	<b>888,531.61</b>	<b>653,487.06</b>
<b>TOTAL</b>	<b>1,041,756.25</b>	<b>715,370.12</b>





**BHARAT FINANCIAL INCLUSION LIMITED**  
(Formerly known as "SKS Microfinance Limited")

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017**

**Notes:**

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on April 30, 2017 and May 1, 2017 respectively in accordance with the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The figures of quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year upto March 31, 2017 and the unaudited published year-to-date figures upto December 31, 2016, being the date of the end of the third quarter of the financial year ended March 31, 2017, which were subjected to limited review.
3. The net deferred tax asset amounting to Rs.28,138.53 lakhs as at March 31, 2017 has not been recognized. The said sum of Rs.28,138.53 lakhs will be available to offset tax on future taxable income.
4. The Company has provided for minimum alternate tax ('MAT') liability of Rs.10,943.06 lakhs for the year ended March 31, 2017 and recognised a corresponding MAT credit entitlement as an asset on the balance sheet. Unrecognised MAT credit of Rs.9,685.24 lakhs as at March 31, 2016 has been recognized as an asset on the balance sheet during the quarter ended June 30, 2016.
5. The Company operates in a single business segment i.e. financing, which has similar risks and returns for the purpose of AS 17 on 'Segment Reporting' specified under section 133 of the Companies Act 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The Company operates in a single geographical segment i.e. domestic.
6. Figures for the previous periods have been regrouped/ rearranged wherever necessary to conform to current period presentation.

Place: Hyderabad

For Bharat Financial Inclusion Limited

Date: May 1, 2017

