

February 08,2024

Ref.: SSFB/CS/103/2023-24

To,

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051

BSE Limited
The Corporate Relations Department
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

Symbol: **SURYODAY**

Scrip Code: **543279**

Dear Sir/Madam,

Sub: Press Release on the Unaudited Financial Results of Suryoday Small Finance Bank Limited (the "Bank") for the Quarter (Q3) and Nine months ended December 31, 2023 - Regulation 30 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Intimation of Outcome of meeting of the Board of Directors (the "Board") of Suryoday Small Finance Bank Limited (the "Bank") held on February 08, 2024 - Approval of the Unaudited Financial Results of the Bank for the Quarter (Q3) and Nine months ended December 31, 2023

In continuation to the abovementioned intimation dated February 08, 2024, pertaining to Outcome of the Board meeting, please find attached herewith Press Release on the Unaudited Financial Results of the Bank for the Quarter (Q3) and Nine months ended December 31, 2023.

This intimation shall also be made available on the Bank's website at <https://www.suryodaybank.com/> in terms of Regulation 30, 46 and 62 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The above is submitted for your kind information and appropriate dissemination.

Thanking You,

Yours truly,

For **Suryoday Small Finance Bank Limited**

Krishna Kant Chaturvedi
Company Secretary & Compliance Officer

Encl: As above

SURYODAY SMALL FINANCE BANK LIMITED

Reg. & Corp. off : 1101, Sharda Terraces, Plot. 65, Sector 11, CBD Belapur, Navi Mumbai: 400614 Tel: 022-40435800

E Mail: info@suryodaybank.com / **Web:** www.suryodaybank.com **CIN:** L65923MH2008PLC261472 / **GSTIN NO:** 27AAMCS5499J1ZG

08th February 2024, Navi Mumbai

Suryoday Small Finance Bank Limited has announced its un-audited financial results for the quarter and nine months ended 31st December 2023.

Business Performance – Q3 & 9M FY24

- The Bank's gross advances stood at ₹7,600* crores as compared to ₹5,408 crores in 9M FY23, an increase of 40.5% year on year.
- Disbursements for 9M FY24 stood at ₹4,580 crores as compared to ₹3,396 crores, an increase of 34.9% year on year.
- Disbursements for Q3 FY24 stood at ₹1,792 crores as compared to ₹1,265 crores, an increase of 41.7% year on year.
 - Disbursement continues to grow, and we expect the momentum to continue in the coming quarters.
 - Vikas Loan disbursement witnessed a growth of 165% to ₹738 crore in Q3 FY24 as compared to ₹279 crore in Q3 FY23.
- Deposits stood at ₹6,484 crores as compared to ₹4,697 crores, an increase of 38.1% year on year.
- Share of retail deposits stood at 82.5%.
- CASA ratio stood at 18.5%, compared to 14.1% in Q3 FY23 and 15.7% in Q2 FY24.
- The collection efficiency for December 2023 stood at 95.6% (1 EMI Adjusted).
- The Bank has ~26.3 lakh customers, an increase of 20.4% over the same period last year.
- The total number of banking outlets stood at 672, with 99 being liability-focused outlets and 383 being asset focused branches.
- The total number of employees stood at 7,368.

Financial highlights – 9M FY24

- Net interest income stood at ₹691.5 crores as compared to ₹536.5 crores, an increase of 28.9% year on year.
- Net total income stood at ₹846.1 crores as compared to ₹599.9 crores, an increase of 41% year on year.
- Cost of Funds increased to 7.3% compared to 6.6% in the same period last year.
- Cost to income excluding CGFMU expenses stood at 56.9% as compared to 60.7% in 9M FY23. Cost to income including CGFMU expenses stood at 61.5%.
- Pre-Provisioning Operating Profit excluding CGFMU stood at ₹364.5 crores as compared to ₹235.8 crores an increase of 54.6% year on year.
- Pre-Provisioning Operating Profit including CGFMU stood at ₹325.6 crores as compared to ₹235.8 crores an increase of 38.1% year on year.

*Includes IBPC of ₹300 crores

Financial highlights – Q3 FY24

- Net interest income stood at ₹245.7 crores as compared to ₹183.4 crores, an increase of 33.9% year on year.
- Net total income stood at ₹297.6 crores as compared to ₹209.1 crores, an increase of 42.3% year on year.
- Cost of Funds increased to 7.5% compared to 6.7% in Q3 FY23, however has remained the same on a sequential basis.
- Cost to income excluding CGFMU expenses stood at 57.3% as compared to 69.7% in Q3 FY23, including CGFMU, cost to income for the quarter stood at 61.6%.
- Pre-Provisioning Operating Profit excluding CGFMU stood at ₹127.2 crores as compared to ₹63.3 crores an increase of 101.1% year on year.
- Pre-Provisioning Operating Profit including CGFMU stood at ₹114.2 crores as compared to ₹63.3 crores, an increase of 80.5% year on year.

Asset Quality and Capital – 9M FY24

- Gross NPA stood at 2.9% against 4.2% year on year.
- Net NPA stood at 1.4% versus 2.7% year on year.
- Provision coverage ratio (excluding technical write offs) stood at 54.3%.
- CRAR of the Bank stood at 27.8%; Tier I capital of 25.7% and Tier II capital of 2.1%.

Performance Highlights:

Particulars (figures in ₹ crores)	Q3 FY24	Q3 FY23	Y-o-Y	Q2 FY24	Q-o-Q	9M FY24	9M FY23	Y-o-Y
Interest Earned	410.7	291.7	40.8%	375.2	9.5%	1,144.0	854.2	33.9%
Interest Expended	165.0	108.3	52.4%	154.2	7.0%	452.6	317.8	42.4%
Net Interest Income	245.7	183.4	33.9%	221.0	11.2%	691.5	536.5	28.9%
Other Income	51.9	25.7	102.2%	51.8	0.3%	154.7	63.5	143.7%
Net Total Income	297.6	209.1	42.3%	272.8	9.1%	846.1	599.9	41.0%
Operating Expenses	170.4	145.9	16.8%	162.9	4.6%	481.6	364.2	32.3%
Employee Expense	93.3	64.4	44.7%	83.9	11.2%	252.3	169.2	49.1%
Other Expense	77.1	81.4	-5.2%	79.0	-2.3%	229.3	194.9	17.6%
Operating Profit Before CGFMU	127.2	63.3	101.1%	109.9	15.7%	364.5	235.8	54.6%
CGFMU Expense	13.0	0.0	0.0%	15.6	-16.3%	38.9	0.0	0.0%
Operating Profit After CGFMU	114.2	63.3	80.5%	94.3	21.0%	325.6	235.8	38.1%
Provisions and Contingencies	37.9	39.7	-4.6%	26.7	41.9%	118.2	185.1	-36.2%
Profit Before Tax	76.3	23.6	223.7%	67.7	12.7%	207.4	50.6	309.6%
Tax	19.1	5.5	245.8%	17.4	9.9%	52.3	11.8	341.8%
Profit After Tax	57.2	18.1	216.9%	50.3	13.7%	155.1	38.8	299.7%

Particulars (figures in ₹ crores)	Q3 FY24	Q3 FY23	Y-o-Y	Q2 FY24	Q-o-Q	9M FY24	9M FY23	Y-o-Y
Gross Advances	7,600	5,408	+40.5%	6,921	+9.8%	7,600	5,408	+40.5%
Disbursement	1,792	1,265	+41.7%	1,598	+12.2%	4,580	3,396	+34.9%
Deposits	6,484	4,697	+38.1%	6,388	+1.5%	6,484	4,697	+38.1%
Retail Deposit to Total Deposit	82.5%	77.9%	+464 bps	77.6%	+495 bps	82.5%	77.9%	+464 bps
CASA Ratio (Excluding CD)	18.5%	14.1%	+438 bps	15.7%	+277 bps	18.5%	14.1%	+438 bps
Yield	20.2%	18.4%	+183 bps	20.1%	+16 bps	20.2%	18.7%	+156 bps
NIM	9.8%	9.3%	+51 bps	9.4%	+40 bps	9.7%	9.2%	+54 bps
Cost of Deposits	7.8%	6.9%	+91 bps	7.8%	-2 bps	7.6%	6.8%	+78 bps
Cost of Borrowings	6.8%	6.3%	+48 bps	6.7%	+10 bps	6.7%	6.3%	+39 bps
Cost of Funds	7.5%	6.7%	+81 bps	7.5%	+2 bps	7.3%	6.6%	+68 bps
Cost to income – Excl CGFMU	57.3%	69.7%	-1,249 bps	59.7%	-245 bps	56.9%	60.7%	-378 bps
Cost to income – Incl CGFMU	61.6%	69.7%	-810 bps	65.4%	-378 bps	61.5%	60.7%	+82 bps
GNPA Ratio	2.9%	4.2%	-129 bps	2.9%	+8 bps	2.9%	4.2%	-129 bps
NNPA Ratio	1.4%	2.7%	-138 bps	1.4%	-8 bps	1.4%	2.7%	-138 bps
PCR (Excluding write offs)	54.3%	36.2%	+1,812 bps	50.5%	+381 bps	54.3%	36.2%	+1,812 bps
Book Value Per Share (BVPS)	164.2	145.5	+12.8%	158.6	+3.5%	164.2	145.5	+12.8%

Commenting on the performance, Mr. Baskar Babu, MD & CEO, Suryoday Small Finance Bank, said:

"Our performance in the first nine months of FY24 highlights our commitment of consistent growth and improved profitability. Gross Advances witnessed a 40.5% to ₹7,600 crore in 9M FY24 against the corresponding period last year. The growth is led by an overall performance demonstrated by the bank coupled with sustained momentum in the microfinance sector. Vikas Loan product continues to gain traction with AUM crossing Rs 2,000 crore. The disbursement for the bank increased from ₹3,396 crore in 9M FY23 to ₹4,580 crore in 9M FY24: a growth of 34.9% on a YoY basis. The disbursement growth is led by all products especially Vikas Loan which grew 97% YoY.

The overall deposits increased from ₹4,697 crore in 9M FY23 to ₹6,484 in 9M FY24. We always focused on building a granular retail deposit book, the retail deposits including CASA as a % of overall deposits stood at 82.5% in 9M FY24 versus 77.9% during 9M FY23. Mobilization of low-cost CASA has resulted in stable cost of funds and improved deposit mix. In terms of asset quality, the GNPA stood at 2.9% at the end of 9M FY24, down from 4.2% in 9M FY23. Net NPA was 1.4% in 9M FY24 compared to 2.7% in 9M FY23. Overall Collection efficiency in the month of December 2023 was 100.1%. We continue to focus on growth and maintaining asset quality. Furthermore, the bank will continue to build floating provision and CGFMU cover to mitigate any unforeseen risks.

On the profitability front, the bank's net interest income grew by 28.9% to ₹691.5 crore during the first nine months of the fiscal year versus same period last year. The bank has demonstrated improvement across all key metrics along with stabilization in cost to income which has led to higher pre provisioning operating profit. As stated earlier, we have delivered quarterly PPOP of Rs 127.2 crore (excluding CGFMU expenses) and Rs 114.2 (including CGFMU expenses) for the quarter ended December 31, 2023 and we endeavour to continue to deliver on PPOP targets going forward. The bottom-line saw a remarkable improvement from ₹38.8 crore in 9M FY23 to ₹155.1 crore in 9M FY24."

About Suryoday Small Finance Bank Limited:

Suryoday Small Finance Bank Limited is a scheduled commercial bank. Commencing its operations as an NBFC and for over a decade with a clear focus on serving customers in the unbanked and underbanked segments and promoting financial inclusion. Pursuant to receipt of the RBI Final Approval, Suryoday started its operations as an SFB on January 23, 2017. Suryoday is among the leading SFBs in India in terms of net interest margins, return on assets, yields and deposit growth and had the lowest cost-to-income ratio among SFBs in India in Fiscal 2020. The bank has a wide presence across 15 states and UTs across India through its 672 banking outlets, with a strong presence in Maharashtra, Tamil Nadu and Odisha. We offer a wide array of services to our customers, through our array of asset and liability products, via our multiple delivery channels. Suryoday SFB is listed on NSE and BSE. The Bank continues to have a strong focus on Financial Inclusion and plans to further deepen the penetration by offering PMJJBY, PMSBY, and other inclusion schemes, to ensure financial growth and stability of the households served.

For more details, please visit, www.suryodaybank.com

Safe Harbour:

Some of the statements in this document that are not historical facts; are forward-looking statements. These forward-looking statements include our financial and growth projections as well as statements concerning our plans, strategies, intentions and beliefs concerning our business and the markets in which we operate. These statements are based on information currently available to us, and we assume no obligation to update these statements as circumstances change. There are risks and uncertainties that could cause actual events to differ materially from these forward-looking statements. These risks include, but are not limited to, the level of market demand for our services, the highly-competitive market for the types of services that we offer, market conditions that could cause our customers to reduce their spending for our services, our ability to create, acquire and build new businesses and to grow our existing businesses, our ability to attract and retain qualified personnel, currency fluctuations and market conditions in India and elsewhere around the world, and other risks not specifically mentioned herein but those that are common to industry.

Company:**Investor Relations Advisors:**

For further information, please contact

**Suryoday Small Finance Bank Limited****CIN: L65923MH2008PLC261472****Mr. Himadri Das**himadri.das@suryodaybank.comwww.suryodaybank.com**SGA** Strategic Growth Advisors**Strategic Growth Advisors Pvt. Ltd.****CIN: U74140MH2010PTC204285****Mr. Aakash S Mehta / Mr. Abhishek Shah**aakash.s.m@sgapl.net / abhishek.shah@sgapl.net**+91 9870679263 / +91 9930651660**www.sgapl.net
