



Date: 30-May-2019

To,
The Listing Compliance Department,
BSE Ltd.,
Mumbai – 400 001.

Dear Sir / Madam,

Sub: Audited financial results for the year ended March 2019 under Regulation 52 of the SEBI (LODR) Regulations 2015. – Jana Small Finance Bank Limited (Debt Listed).

With reference to the captioned subject, please find attached the Yearly financial results in the Annexure II of SEBI circular no. DCS/COMP/28/2016-17 dated 30 March 17.

Also, please note that the board meeting was held on 30th May, 2019.

For Jana Small Finance Bank Limited



Lakshmi R N
Company Secretary



paise ki kadar



JANA SMALL FINANCE BANK LIMITED
(Formerly Known as Janalakshmi Financial Services Limited)
CIN No: U65923KA2006PLC040028

Regd Office : The Fairway Business Park #10/1,11/2,12/2B,
Off Domlur, Koramangala Inner Ring Road, Next to EGL, Challaghatta, Bangalore 560071
AUDITED FINANCIAL RESULTS FOR THE HALF YEAR AND YEAR ENDED MARCH 31, 2019

(₹ in Lakhs)

Particulars	Half Year Ended		Year Ended	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
	Audited (Refer Note 3 below)	Audited (Refer Note 3 below)	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	64,597.38	77,704.45	1,25,053.86	1,55,478.86
(a) Interest/discount on advances/bills	59,141.27	67,685.91	1,12,168.07	1,41,815.34
(b) Income on investments	4,888.82	8,336.36	10,319.90	9,642.82
(c) Interest on balances with Reserve Bank of India and other inter bank funds	567.29	1,682.18	2,565.89	4,014.95
(d) Others	-	-	-	5.75
2. Other income	5,947.71	408.31	11,772.77	4,225.56
3. TOTAL INCOME (1+2)	70,545.09	78,112.76	1,36,826.63	1,59,704.42
4. Interest expended	39,448.09	54,576.85	81,363.00	1,16,388.79
5. Operating expenses (i)+(ii)	59,651.45	69,038.96	1,13,118.77	1,45,529.71
(i) Employees cost	30,735.29	32,931.33	60,226.68	67,498.25
(ii) Other operating expenses	28,916.16	36,107.63	52,892.09	78,031.46
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	99,099.54	1,23,615.81	1,94,481.77	2,61,918.50
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	(28,554.45)	(45,503.05)	(57,655.14)	(1,02,214.08)
8. Provisions (other than tax) and contingencies	37,174.89	38,771.39	1,37,250.82	1,38,900.12
9. Exceptional items	-	-	-	-
10. Profit/(Loss) before tax from ordinary activities (7-8-9)	(65,729.34)	(84,274.44)	(1,94,905.96)	(2,41,114.20)
11. Tax expense	-	46,906.09	-	9,265.62
12. Net Profit/(Loss) after tax from ordinary activities (10-11)	(65,729.34)	(1,31,180.54)	(1,94,905.96)	(2,50,379.82)
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit/(Loss) for the period (12-13)	(65,729.34)	(1,31,180.54)	(1,94,905.96)	(2,50,379.82)
15. Paid-up equity share capital (₹.10 each fully paid up)	4,715.67	3,928.86	4,715.67	3,928.86
16. Reserves excluding Revaluation Reserve			47,648.33	1,48,952.41
17. Analytical Ratios				
(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
(ii) Capital Adequacy ratio (%) (as per Basel-II)	18.81%	34.67%	18.81%	34.67%
(iii) Earnings per Share (EPS) (in ₹)*				
(a) Basic EPS (before and after extra ordinary items)	(153.08)	(363.87)	(471.84)	(787.88)
(b) Diluted EPS (before and after extra ordinary items)	(153.08)	(363.87)	(471.84)	(787.88)
(iv) NPA Ratios				
a) Gross NPA	52,258.63	3,18,282.63	52,258.63	3,18,282.63
b) Net NPA	27,308.03	1,67,089.31	27,308.03	1,67,089.31
c) % of Gross NPA	8.08%	42.21%	8.08%	42.21%
d) % of Net NPA	4.39%	27.72%	4.39%	27.72%
(v) Return on Assets (%)*	-5.40%	-11.60%	-16.48%	-20.52%

* Half year ratios are not annualised



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Segment Information

(₹ in Lakhs)

Particulars	Half Year Ended		Year Ended	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
	Audited	Audited	Audited	Audited
Segment Revenue:				
Treasury	5,911.04	10,830.92	13,672.10	15,500.83
Corporate/Wholesale Banking	63.63	833.39	794.37	1,766.12
Retail Banking	64,090.42	66,412.00	1,21,706.65	1,42,334.76
Other Banking operations	480.00	36.45	653.51	102.71
Total Revenue	70,545.09	78,112.76	1,36,826.63	1,59,704.42
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	70,545.09	78,112.76	1,36,826.63	1,59,704.42
Segment Results (net of provisions)				
Treasury	(2,285.17)	10,235.68	(4,988.37)	(8,497.06)
Corporate/Wholesale Banking	(422.70)	(97.99)	(205.70)	348.08
Retail Banking	(63,022.47)	(85,582.95)	(1,89,725.40)	(2,15,267.90)
Other Banking operations	0.00	36.45	12.51	40.71
Unallocated	-	(8,865.63)	-	(17,738.03)
Profit before tax	(65,730.34)	(84,274.44)	(1,94,906.96)	(2,41,114.20)
Segment Assets				
Treasury	2,63,068.07	3,14,171.99	2,63,068.07	3,14,171.99
Corporate/Wholesale Banking	5,635.58	11,771.87	5,635.58	11,771.87
Retail Banking	6,42,844.99	6,10,728.21	6,42,844.99	6,10,728.21
Other Banking operations	2,780.00	912.25	2,780.00	912.25
Unallocated	30,300.73	37,294.01	30,300.73	37,294.01
Total	9,44,629.38	9,74,878.33	9,44,629.38	9,74,878.33
Segment Liabilities				
Treasury	4,26,900.34	7,98,897.72	4,26,900.34	7,98,897.72
Corporate/Wholesale Banking	317.19	367.79	317.19	367.79
Retail banking	4,48,489.10	22,541.38	4,48,489.10	22,541.38
Other banking operations	-	-	-	-
Unallocated	1,560.20	189.63	1,560.20	189.63
Total	8,77,266.83	8,21,996.51	8,77,266.83	8,21,996.51
Capital employed:				
(Segment assets - segment liabilities)				
Treasury	(1,63,832.27)	(4,84,725.72)	(1,63,832.27)	(4,84,725.72)
Corporate/wholesale banking	5,318.39	11,404.08	5,318.39	11,404.08
Retail banking	1,94,355.89	5,88,186.83	1,94,355.89	5,88,186.83
Other banking operations	2,780.00	912.25	2,780.00	912.25
Unallocated	28,740.53	37,104.39	28,740.53	37,104.39
Total	67,362.53	1,52,881.82	67,362.53	1,52,881.82

Segment Notes:

- For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines.
- The Bank is in the process of formulating and implementing Funds Transfer Pricing (FTP) methodology and hence the adjustment of revenue and cost on account of FTP is not adjusted in between segments.
- Bank launch and bank branch Expenses have been classified as unallocated expenses as the Bank as on 31 March 2018 has not started full fledged banking operations. During the year ended March 31, 2019, these expenses have been considered in respective segments.
- Unallocated assets and liabilities pertains to the assets and liabilities not identifiable to the particular segment.



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Statement of Assets and Liabilities of the Bank as on March 31, 2019 and March 31, 2018 is given below:

(₹ in Lakhs)

Particulars	As at 31.03.2019 Audited	As at 31.03.2018 Audited
CAPITAL AND LIABILITIES		
Capital	19,715.67	3,928.86
Reserves and surplus	47,648.33	148,952.21
Deposits	419,869.66	45.34
Borrowings	408,646.58	766,161.04
Other liabilities and provisions	48,749.29	55,790.97
TOTAL	944,629.53	974,878.42
ASSETS		
Cash and balances with Reserve Bank of India	108,096.92	19,774.38
Balance with banks and money at call and short notice	8,758.64	91,946.57
Investments	146,812.59	199,747.92
Advances	621,707.92	602,831.54
Fixed assets	33,446.48	38,466.47
Other assets	25,806.98	22,111.54
TOTAL	944,629.53	974,878.42

Notes:

- The audited financial results for the year ended March 31, 2019 have been reviewed by the Audit Committee and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same at its Meeting held on May 30, 2019.
- The Statutory Auditors have carried out audit of the annual financial results as required under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and have issued an unmodified opinion thereon.
- Figures for the half year ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures for the half year ended September 30th of the respective financial years.
- The Bank has made provision for Non Performing Assets, restructured assets and standard assets as per Reserve Bank of India (RBI) guidelines for Banks.
- The Bank has consistently applied its significant accounting policies in the preparation of its financial statements for half and full year ended March 31, 2018 and March 31, 2019.
- Other income includes fees earned by providing services to customers, income from sale of priority sector lending certificates, profit on sale of investments (net), recoveries from written off accounts and lease income.
- As per RBI circular DBR.NBD.No. 26/16.13.218/2016-17 dated October 6, 2016 on Operating Guidelines for Small Finance Banks, prudential regulatory framework will largely be drawn from the Basel standards for Capital requirements and Basel II standardized approach for credit risk. Therefore the Bank has not published information as per pillar 3 disclosure required under Basel-III regulation.
- The Bank has reported a net loss for the year ended March 31, 2019. In this context, the Bank's management has concluded the appropriateness of the going concern assumption in the preparation of the financial results, based on the key actions undertaken and resultant outcomes as disclosed below:
 - Incremental capital of ₹ 2,722 crores has been raised from September 2017 onwards, of which ₹ 1,086 crores has been infused during FY 2018-19 in order to ensure loss absorption and on-going compliance with capital adequacy norms. The capital during FY 2018-19 was infused through a mix of new and existing investors. Capital adequacy ratio as on March 31, 2019 is at 18.81%.
 - The Bank has been able to attract capital from various new and existing investors. Most recently there was an infusion of ₹ 335 crores of equity and ₹ 150 crores in CCPS between February-2019 and March-2019.
 - Post the commercial launch in July-2018 the Bank has raised deposits of ₹ 4,174 crores. 29% of total deposits are with tenor greater than 3 years and 37% are between 180 days and 3 years. Further, 50% of the total deposits are of a ticket size less than 1 crore thus evidencing a stable retail base.
 - Total disbursements during the year grew by 144% to ₹ 6,135 crores as against ₹ 2,516 crores last year.
 - The recoveries from the old NPA book is consistent and new book is at a delinquency of 0.35%.
 - The Bank maintains an adequate liquidity surplus on an ongoing basis.



9 During the half year ended March 31, 2019, there was an infusion of 150,000,000 16% non-cumulative compulsorily convertible preference shares at ₹10 each aggregating to ₹ 15,000 lakhs. This resulted in an increase of ₹ 15,000 Lakhs in preference share capital.

The Bank had further issued 7,868,097 equity shares of ₹ 10 each for cash pursuant to a private placement of equity shares aggregating to ₹ 93,625 Lakhs (including securities premium).

This resulted in an increase of ₹ 787 Lakhs in Equity Share Capital and ₹ 92,838 Lakhs in securities premium account.

10 During the half year and year ended March 31, 2019, the Bank had granted 124,365 share options under the Employee Stock Option Scheme 2018 and 14,811 stock units under the Restricted Stock Units Scheme 2018 to eligible employees, 589,402 share options and 25,182 stock units under the Restricted Stock Units Scheme 2018 respectively to the eligible employees (each options/units entitles option holder to one equity shares of ₹ 10 each).

11 Privately placed redeemable non-convertible debentures of the Bank are secured against exclusive charge over hypothecation of loan portfolio/receivables. The Bank has not raised non-convertible debentures after conversion into a small finance bank.

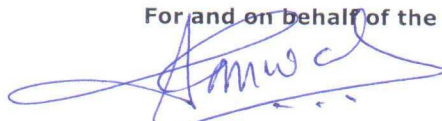
12 The Coupon payment on debentures for the half year ended March 31, 2019 amounted to ₹14,796 lakhs which were paid on or before due date and the coupon payments due for the next six months ending September 30, 2019 is ₹18,901 lakhs.

13

Facility	ICRA Rating (March 18, 2019)	Amount Rated ₹ in Crores
Bank facilities	[ICRA]BBB- (negative)	270.00
Non Convertible Debentures	[ICRA]BBB- (negative)	2,565.00
Subordinated Debt	[ICRA]BBB- (negative)	751.00

14 Previous period/year figures have been regrouped / reclassified, wherever necessary to conform with the current period/year presentation.

For and on behalf of the Board of Directors



Ajay Kanwal
Managing Director & Chief Executive Officer

Place: Bengaluru
Date : May 30, 2019



B S R & Associates LLP

Chartered Accountants

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Mumbai - 400 011
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Independent Auditors' Report on Annual Financial Results of Jana Small Finance Bank Limited for the year ended 31 March 2019 pursuant to Regulation 52 read with Regulation 63 (2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Jana Small Finance Bank Limited

1. We have audited the accompanying annual financial results of Jana Small Finance Bank Limited ('the Bank') for the year ended 31 March 2019, attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Attention is drawn to the fact that figures for the half year ended 31 March 2019 and the corresponding half year ended in the previous year as reported in these annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures for the half year ended 30 September of the relevant financial year. Also, the figures up to the end of half year ended 30 September of the relevant financial year had only been reviewed and not subjected to audit.
2. These annual financial results have been prepared on the basis of the annual financial statements and reviewed half yearly financial results which are the responsibility of the Bank's Management and approved by the Board of Directors in their meeting held on 30 May 2019. Our responsibility is to express an opinion on these annual financial results based on our audit of the annual financial statements which have been prepared in accordance with the recognition and measurement principles laid down in the applicable Accounting Standards as specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, provisions of Section 29 of the Banking Regulation Act, 1949, circulars, guidelines and directions issued by the RBI from time to time and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations.
3. 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 annual financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as annual 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.



Independent Auditors' Report on Annual Financial Results of Jana Small Finance Bank Limited for the year ended 31 March 2019 pursuant to Regulation 52 read with Regulation 63 (2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)

4. In our opinion and to the best of our information and according to the explanations given to us these annual financial results:
- (i) are presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view of the net loss and other financial information for the year ended 31 March 2019.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No. 116231 W / W-100024



N Sampath Ganesh

Partner

Membership No. 042554

Place: Mumbai

Date: 30 May 2019