



August 2, 2019

|                                                                                              |                                                                                                                                               |
|----------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|
| The Secretary<br>BSE Limited<br>Phiroze Jeejeebhoy Towers<br>Dalal Street<br>Mumbai - 400001 | The Secretary<br>National Stock Exchange of India Limited<br>Exchange Plaza<br>Bandra Kurla Complex (BKC)<br>Bandra (east)<br>Mumbai - 400051 |
| Scrip Code No: 539844                                                                        | Symbol: EQUITAS                                                                                                                               |

Dear Sirs,

**Sub: Unaudited Financial Results for the quarter ended June 30, 2019**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are pleased to forward the following:

- Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2019
- Limited Review Report issued by the Statutory Auditors on the financial results
- Press Release on the financial results

The Meeting of the Board of Directors of the Company commenced at 1.30 p.m. and the Board approved the agenda relating to the financial results at 3.30 p.m. The Board meeting continues for discussing other agenda items.

The above information will be made available on the Company's website [www.equitas.in](http://www.equitas.in).

Kindly take the above information on record.

Thanking you,

Yours truly,  
For Equitas Holdings Limited

Deepti R  
Company Secretary

**EQUITAS HOLDINGS LIMITED**



**EQUITAS HOLDINGS LIMITED**

CIN No.: L65100TN2007PLC064069

Regd. Office: 410A, 4th Floor, Spencer Plaza, Phase II, No.769, Mount Road, Anna Salai, Chennai - 600 002

Phone No. + 91 44 4299 5000 Website: www.equitas.in

**Statement of Standalone Financial Results for the period ended June 30, 2019**

|         |                                                          | Rs. In lakhs     |                  |                  |                   |
|---------|----------------------------------------------------------|------------------|------------------|------------------|-------------------|
| Sl. No. | Particulars                                              | Standalone       |                  |                  |                   |
|         |                                                          | Quarter Ended    |                  |                  | Year Ended        |
|         |                                                          | Jun 30, 2019     | Mar 31, 2019     | Jun 30, 2018     | Mar 31, 2019      |
|         |                                                          | Unaudited        | Audited          | Unaudited        | Audited           |
| 1       | <b>Revenue</b>                                           |                  |                  |                  |                   |
|         | <b>(a) Revenue from Operations</b>                       |                  |                  |                  |                   |
|         | (i) Interest Income                                      | 363.19           | 352.39           | 340.00           | 1,389.02          |
|         | (ii) Rental income                                       | 53.71            | 53.12            | 53.71            | 215.43            |
|         | (iii) Guarantee income                                   | 15.35            | 127.12           | 110.35           | 461.21            |
|         | <b>Total revenue from operations</b>                     | <b>432.25</b>    | <b>532.63</b>    | <b>504.06</b>    | <b>2,065.66</b>   |
|         | <b>(b) Other income</b>                                  | 121.96           | 186.20           | -                | 186.20            |
|         | <b>Total Revenue (a+b)</b>                               | <b>554.21</b>    | <b>718.83</b>    | <b>504.06</b>    | <b>2,251.86</b>   |
| 2       | <b>Expenses</b>                                          |                  |                  |                  |                   |
|         | (i) Employee benefits expense                            | 26.74            | 20.38            | 32.13            | 113.34            |
|         | (ii) Depreciation and amortization expense               | 22.09            | 21.11            | 20.48            | 84.35             |
|         | (iii) Impairment of investment in subsidiary             | -                | 468.00           | -                | 468.00            |
|         | (iv) Impairment on Financial Instruments                 | 3.11             | 3.07             | (2.18)           | (49.89)           |
|         | (v) Other expenses                                       | 63.75            | 74.20            | 81.01            | 364.14            |
|         | <b>Total expenses</b>                                    | <b>115.69</b>    | <b>586.76</b>    | <b>131.44</b>    | <b>979.94</b>     |
| 3       | <b>Profit before tax (1-2)</b>                           | <b>438.52</b>    | <b>132.07</b>    | <b>372.62</b>    | <b>1,271.92</b>   |
| 4       | <b>Tax expense</b>                                       |                  |                  |                  |                   |
|         | (i) Current Tax                                          | 83.90            | 36.20            | 78.39            | 266.00            |
|         | (ii) Deferred Tax                                        | 20.21            | 11.81            | 15.54            | 72.68             |
|         | <b>Total tax expense</b>                                 | <b>104.11</b>    | <b>48.01</b>     | <b>93.93</b>     | <b>338.68</b>     |
| 5       | <b>Net profit for the period / year (3-4)</b>            | <b>334.41</b>    | <b>84.06</b>     | <b>278.69</b>    | <b>933.24</b>     |
| 6       | <b>Other comprehensive income</b>                        |                  |                  |                  |                   |
|         | - Items that will not be reclassified to P&L             | 0.07             | 0.82             | (0.10)           | 0.52              |
|         | - Items that will be reclassified to P&L                 | -                | -                | -                | -                 |
|         | <b>Total other comprehensive income net of tax</b>       | <b>0.07</b>      | <b>0.82</b>      | <b>(0.10)</b>    | <b>0.52</b>       |
| 7       | <b>Total comprehensive income (5+6)</b>                  | <b>334.48</b>    | <b>84.88</b>     | <b>278.59</b>    | <b>933.76</b>     |
| 8       | <b>Paid up Equity share Capital (Face value of Rs10)</b> | <b>34,160.79</b> | <b>34,146.15</b> | <b>34,082.50</b> | <b>34,146.15</b>  |
| 9       | <b>Other Equity</b>                                      |                  |                  |                  | <b>146,010.01</b> |
| 10      | <b>Earnings Per Share (EPS) (Not annualised)</b>         |                  |                  |                  |                   |
|         | Basic Rs.                                                | <b>0.10</b>      | <b>0.02</b>      | <b>0.08</b>      | <b>0.27</b>       |
|         | Diluted Rs.                                              | <b>0.10</b>      | <b>0.02</b>      | <b>0.08</b>      | <b>0.27</b>       |





**Equitas Holdings Limited ("EHL" or the "Company")**

**All amounts in are Rs. in Lakhs unless otherwise stated**

**Notes to Statement of Standalone Financial Results for the quarter and period ended June 30, 2019**

- 1 The above statement of Unaudited Standalone Results for the quarter ended June 30, 2019 has been reviewed by the Audit Committee and approved by the Board of Directors of the Company, at its meeting held on August 2, 2019 and subject to the limited review by the statutory auditors.
- 2 Effective April 1, 2019, the Group adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of Rs. 3.00 Lakhs, and a lease liability of Rs.3.25 Lakhs. The cumulative effect of applying the standard resulted in Rs. 0.25 Lakhs being debited to retained earnings.
- 3 The Company, during the quarter ended June 30, 2019, has allotted 146,398 equity shares of Rs 10 each, fully paid up, on exercise of options by employees of the Company and its subsidiary (Equitas Small Finance Bank Limited), in accordance with the Company's Employee Stock Option Schemes.
- 4 The Company is primarily engaged in Core Investment operations. All the activities of the Company revolve around the main business in India. As such there are no separate reportable segments as per Ind AS 108 dealing with Operating Segment.
- 5 In order to comply with certain conditions of the banking license issued to the Bank by the Reserve Bank of India, the Board of Directors of the Company and of the Bank have approved a Composite Scheme of arrangement under the provisions of Section 230 read with Section 52 and other applicable provisions of the Companies Act 2013 (the "Proposed Scheme"), between Equitas Holdings Limited (EHL), Equitas Small Finance Bank Limited (the 'Bank' or 'ESFB') and their respective shareholders, for issuance and allotment of fully paid up equity shares of the Bank to the shareholders of EHL, and consequent reduction in the securities premium, revenue and other reserves and the surplus in profit and loss account of the Bank. The Proposed Scheme is subject to the approval of the Reserve Bank of India, the Securities Exchange Board of India & Stock Exchanges (all of which have been sought for as of date), and of the respective shareholders and creditors of each of the entities and the National Company Law Tribunal. Under the conditions of the said banking license, the Bank is required to complete the listing of its shares on or before September 4, 2019, ie a period of three years from the date of commencement of banking operations. Having regard to the status of the various approvals, the Bank has sought extension of time to comply with these conditions of listing. Accordingly, management of the Bank is confident of the Bank meeting and continuing to comply with the conditions as per licensing guidelines. Considering the foregoing, and pending determination of the appointed date and effective date of the Proposed Scheme (which are based on the receipt of the necessary approvals), no adjustments have been considered in the current financial results in this regard.
- 6 Amounts for the comparative periods presented have been reclassified / regrouped, wherever necessary.

Place: Chennai

Date: August 2, 2019



On behalf of the Board of Directors

**Equitas Holdings Limited**

*S Bhaskar*  
S Bhaskar

Executive Director and CEO





EQUITAS HOLDINGS LIMITED

CIN No.: U65100TN2007PLC064069

Regd. Office: 410A, 4th Floor, Spencer Plaza, Phase II, No.769, Mount Road,  
Anna Salai, Chennai - 600 002, Phone No. + 91 44 4299 5000 Website: www.equitas.in

Statement of Consolidated Financial Results for the period ended June 30, 2019

Rs. in lakhs

| S. No.   | Particulars                                                             | Quarter ended    |                  |                  | Year Ended        |
|----------|-------------------------------------------------------------------------|------------------|------------------|------------------|-------------------|
|          |                                                                         | June 30, 2019    | Mar 31, 2019     | June 30, 2018    | Mar 31, 2019      |
|          |                                                                         | Unaudited        | Unaudited        | Unaudited        | Audited           |
| <b>1</b> | <b>Revenue</b>                                                          |                  |                  |                  |                   |
|          | <b>(a) Revenue from Operations</b>                                      |                  |                  |                  |                   |
|          | (i) Interest Income                                                     | 62,976.98        | 57,929.66        | 49,065.84        | 219,463.78        |
|          | (ii) Fee based Income                                                   | 2,487.40         | 2,254.72         | 1,652.47         | 7,523.61          |
|          | (iii) Net gain/(loss) on fair value changes                             | 39.07            | 8.02             | 297.32           | 327.31            |
|          | (iv) Rental Income                                                      | 53.71            | 53.12            | 53.71            | 215.43            |
|          | <b>Total revenue from operations (a)</b>                                | <b>65,557.16</b> | <b>60,245.52</b> | <b>51,069.34</b> | <b>227,530.13</b> |
|          | Other income (b)                                                        | 947.04           | 1,830.35         | 2,237.85         | 8,322.98          |
|          | <b>Total Revenue (a+b)</b>                                              | <b>66,504.20</b> | <b>62,075.87</b> | <b>53,307.19</b> | <b>235,853.11</b> |
| <b>2</b> | <b>Expenses</b>                                                         |                  |                  |                  |                   |
|          | (i) Finance costs                                                       | 26,701.66        | 24,125.10        | 22,782.29        | 95,892.77         |
|          | (ii) Impairment of Financial Instruments                                | 1,329.40         | 4,621.72         | 1,370.15         | 10,128.54         |
|          | (iii) Employee benefits expenses                                        | 16,991.27        | 14,815.82        | 14,368.00        | 56,766.28         |
|          | (iv) Depreciation, amortisation and impairment                          | 3,476.31         | 2,375.59         | 2,253.23         | 9,276.37          |
|          | (v) Others expenses                                                     | 7,219.27         | 9,971.71         | 7,984.17         | 36,657.99         |
|          | <b>Total expenses</b>                                                   | <b>55,717.91</b> | <b>55,909.94</b> | <b>48,757.84</b> | <b>208,721.95</b> |
| <b>3</b> | <b>Profit before tax (1-2)</b>                                          | <b>10,786.29</b> | <b>6,165.93</b>  | <b>4,549.35</b>  | <b>27,131.16</b>  |
| <b>4</b> | <b>Tax expense</b>                                                      |                  |                  |                  |                   |
|          | (i) Current Tax                                                         | 4,146.16         | 4,615.17         | 2,518.26         | 14,051.65         |
|          | (ii) Deferred Tax                                                       | (387.46)         | (2,640.90)       | (907.28)         | (4,577.89)        |
|          | <b>Total tax expense</b>                                                | <b>3,758.70</b>  | <b>1,974.27</b>  | <b>1,610.98</b>  | <b>9,473.76</b>   |
| <b>5</b> | <b>Net profit for the period / year (3-4)</b>                           | <b>7,027.59</b>  | <b>4,191.66</b>  | <b>2,938.37</b>  | <b>17,657.40</b>  |
| <b>6</b> | <b>Other comprehensive income</b>                                       |                  |                  |                  |                   |
|          | - Items that will not be reclassified to P&L                            | 36.48            | 135.28           | (150.16)         | 39.94             |
|          | - Items that will be reclassified to P&L                                | -                | -                | -                | -                 |
|          | <b>Total other comprehensive income net of tax</b>                      | <b>36.48</b>     | <b>135.28</b>    | <b>(150.16)</b>  | <b>39.94</b>      |
| <b>7</b> | <b>Total comprehensive income (5+6)</b>                                 | <b>7,064.07</b>  | <b>4,326.94</b>  | <b>2,788.21</b>  | <b>17,697.34</b>  |
|          | Paid up Equity share Capital (Face value of Rs. 10)                     | 34,160.79        | 34,146.15        | 34,082.49        | 34,146.15         |
|          | Other Equity                                                            |                  |                  |                  | 210,223.93        |
|          | <b>Net profit for the period / year attributable to</b>                 |                  |                  |                  |                   |
|          | Equity holders of the parent                                            | 7,027.18         | 4,193.24         | 2,938.79         | 17,659.09         |
|          | Non-controlling interest                                                | 0.40             | (1.58)           | (0.42)           | (1.70)            |
|          | <b>Total comprehensive income for the period / year attributable to</b> |                  |                  |                  |                   |
|          | Equity holders of the parent                                            | 7,063.67         | 4,328.48         | 2,788.63         | 17,699.03         |
|          | Non-controlling interest                                                | 0.40             | (1.55)           | (0.42)           | (1.69)            |
| <b>8</b> | <b>Earnings Per Share (EPS) (Not annualised)</b>                        |                  |                  |                  |                   |
|          | Basic in Rs.                                                            | 2.06             | 1.23             | 0.86             | 5.18              |
|          | Diluted in Rs.                                                          | 2.05             | 1.23             | 0.86             | 5.18              |

On behalf of the Board of Directors



S. Bhaskar  
Executive Director and CEO

Place: Chennai  
Date: August 2, 2019





**Equitas Holdings Limited ("EHL" or the "Company")**

**All amounts in are Rs. in Lakhs unless otherwise stated**

**Notes to Statement of Consolidated Financial Results for the period ended June 30, 2019**

- 1 The above statement of Consolidated Results for the quarter ended June 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company, at its meeting held on August 2, 2019 and subjected to limited review by the statutory auditors.
- 2 The above statement includes the unaudited financial information of the Company's subsidiaries (i) Equitas Small Finance Bank Limited and (ii) Equitas Technologies Private Limited
- 3 Effective April 1, 2019, the Group adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application. Accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. On transition, the adoption of the new standard resulted in recognition of Right-of-Use asset (ROU) of Rs. 25,095.66 Lakhs, and a lease liability of Rs. 27,941.89 Lakhs. The cumulative effect of applying the standard resulted in Rs. 910.36 Lakhs being debited to retained earnings.
- 4 The Company, during the quarter ended June 30, 2019, has allotted 146,398 equity shares of Rs 10 each, fully paid up, on exercise of options by employees of the Company and its subsidiary (Equitas Small Finance Bank Limited), in accordance with the Company's Employee Stock Option Schemes.
- 5 The Segment Reporting as per Ind-AS 108 is given in Annexure 1
- 6 In order to comply with certain conditions of the banking license issued to the Bank by the Reserve Bank of India, the Board of Directors of the Company and of the Bank have approved a Composite Scheme of arrangement under the provisions of Section 230 read with Section 52 and other applicable provisions of the Companies Act 2013 (the "Proposed Scheme"), between Equitas Holdings Limited (EHL), Equitas Small Finance Bank Limited (the 'Bank' or 'ESFB') and their respective shareholders, for issuance and allotment of fully paid up equity shares of the Bank to the shareholders of EHL, and consequent reduction in the securities premium, revenue and other reserves and the surplus in profit and loss account of the Bank. The Proposed Scheme is subject to the approval of the Reserve Bank of India, the Securities Exchange Board of India & Stock Exchanges (all of which have been sought for as of date), and of the respective shareholders and creditors of each of the entities and the National Company Law Tribunal. Under the conditions of the said banking license, the Bank is required to complete the listing of its shares on or before September 4, 2019, ie a period of three years from the date of commencement of banking operations. Having regard to the status of the various approvals, the Bank has sought extension of time to comply with these conditions of listing. Accordingly, management of the Bank is confident of the Bank meeting and continuing to comply with the conditions as per licensing guidelines. Considering the foregoing, and pending determination of the appointed date and effective date of the Proposed Scheme (which are based on the receipt of the necessary approvals), no adjustments have been considered in the current financial results in this regard.
- 7 The figures of the previous quarter ended March 31, 2019 and corresponding quarter ended June 30, 2018 as reported above, have been approved by the Board of Directors of the Bank and have not been subjected to limited review by the auditors. Previous periods / year figures have been reclassified / regrouped, wherever necessary, to conform the current period classification / grouping.



Place: Chennai

Date : August 2, 2019



On behalf of the Board of Directors  
**Equitas Holdings Limited**

S Bhaskar

Executive Director and CEO

## Annexure 1

Notes to the financial statements for the period ended June 30, 2019

Segment wise Revenue, Results and Capital Employed for consolidated audited financial results under Regulation 33 of the Listing Regulations, 2015.

(Rs. in lakhs)

| Particulars                                                      | Quarter Ended<br>June 30, 2019 | Quarter Ended<br>Mar 31, 2019 | Quarter Ended<br>June 30, 2018 | Year Ended<br>March 31, 2019 |
|------------------------------------------------------------------|--------------------------------|-------------------------------|--------------------------------|------------------------------|
| <b>1 Segment revenue</b>                                         |                                |                               |                                |                              |
| a. Banking                                                       | 66,258.39                      | 61,859.72                     | 53,245.92                      | 235,440.86                   |
| b. Others                                                        | 245.81                         | 216.15                        | 61.28                          | 412.24                       |
| <b>Total Revenue</b>                                             | <b>66,504.20</b>               | <b>62,075.87</b>              | <b>53,307.20</b>               | <b>235,853.10</b>            |
| <b>2 Segment results - Profit before tax and interest</b>        |                                |                               |                                |                              |
| a. Banking                                                       | 10,761.89                      | 6,225.34                      | 4,679.68                       | 27,691.13                    |
| b. Others                                                        | 24.40                          | -59.41                        | -130.33                        | -559.98                      |
| <b>Profit before tax</b>                                         | <b>10,786.29</b>               | <b>6,165.93</b>               | <b>4,549.35</b>                | <b>27,131.15</b>             |
| <b>3 Segment assets</b>                                          |                                |                               |                                |                              |
| a. Banking                                                       | 1,687,423.53                   | 1,561,650.01                  | 1,469,564.57                   | 1,561,650.01                 |
| b. Others                                                        | 9,977.38                       | 9,675.07                      | 9,703.38                       | 9,675.07                     |
| <b>Total</b>                                                     | <b>1,697,400.91</b>            | <b>1,571,325.08</b>           | <b>1,479,267.95</b>            | <b>1,571,325.08</b>          |
| <b>4 Segment liabilities</b>                                     |                                |                               |                                |                              |
| a. Banking                                                       | 1,443,006.25                   | 1,323,645.65                  | 1,247,070.99                   | 1,323,645.65                 |
| b. Others                                                        | 3,512.19                       | 3,309.00                      | 3,604.90                       | 3,309.00                     |
| <b>Total</b>                                                     | <b>1,446,518.44</b>            | <b>1,326,954.65</b>           | <b>1,250,675.89</b>            | <b>1,326,954.65</b>          |
| <b>5 Capital employed (Segment Assets - Segment Liabilities)</b> |                                |                               |                                |                              |
| a. Banking                                                       | 244,417.28                     | 238,004.36                    | 222,493.57                     | 238,004.36                   |
| b. Others                                                        | 6,465.19                       | 6,366.07                      | 6,098.49                       | 6,366.07                     |
| <b>Total</b>                                                     | <b>250,882.47</b>              | <b>244,370.43</b>             | <b>228,592.06</b>              | <b>244,370.43</b>            |





**Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
Equitas Holding Limited**

1. We have reviewed the accompanying statement of standalone financial results of Equitas Holding Limited (the 'Company') for the quarter ended June 30, 2019 (the 'Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 (the 'Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion 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 is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# **S.R. BATLIBOI & ASSOCIATES LLP**

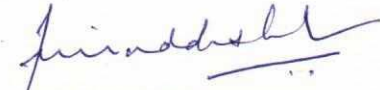
Chartered Accountants

5. We draw attention to the matter stated in note no 5 to the accompanying statement to the unaudited financial results regarding management's plans relating to compliance by Equitas Small Finance Bank Limited, the Company's subsidiary, with the relevant licensing guidelines of the Reserve Bank of India. Our conclusion is not qualified with regard to this matter.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**



**Per Aniruddh Sankaran**

Partner

Membership No.: 211107

UDIN: 19211107AAAACI7175

Place: Chennai

Date: August 02, 2019





**Independent Auditor's Review Report on the Quarterly Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
Equitas Holding Limited**

1. We have reviewed the accompanying Statement of Consolidated Financial Results of Equitas Holding Limited ("EHL", the "Company" or the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), for the quarter ended June 30, 2019 (the "Statement") attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Regulation"), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 (the "Circular"). Attention is drawn to the fact that the consolidated figures for the corresponding quarters ended June 30, 2018 and March 31, 2019 respectively, as reported in these consolidated financial results have been approved by the Parent's Board of Directors, but have not been subjected to limited review (refer note 7 to the Statement).
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The Statement includes the results of the Parent's subsidiaries, Equitas Small Finance Bank Limited and Equitas Technologies Private Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# **S.R. BATLIBOI & ASSOCIATES LLP**

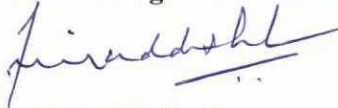
Chartered Accountants

6. We draw attention to the matter stated in note no 6 to the accompanying statement to the financial results regarding management's plans relating to compliance by Equitas Small Finance Bank Limited, the Company's subsidiary, with the relevant licensing guidelines of the Reserve Bank of India which are subject to various regulatory and other approvals. Our conclusion is not qualified with regard to this matter.
7. We did not review the financial results of one subsidiary included in the consolidated financial results of the entities included in the Group, whose results reflect total assets of Rs. 238.21 lakhs as at June 30, 2019 and total revenues of Rs. 192.10 lakhs, total net profit after tax of Rs. 82.68 lakhs and total comprehensive income of Rs. 82.88 lakhs for the quarter ended June 30, 2019 as considered in the respective standalone unaudited financial results of the entities included in the Group. The financial results of this subsidiary have been reviewed by another auditor whose report has been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the report of such auditor and the procedures performed by us as stated in paragraph 3 above.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**



**per Aniruddh Sankaran**

Partner

Membership No.: 211107

UDIN: 19211107AAAACH4336

Place: Chennai

Date: August 02, 2019







# EQUITAS HOLDINGS LIMITED

## Q1 FY20 results

FOR IMMEDIATE PUBLICATION

PRESS RELEASE

August 02, 2019

### Equitas posts healthy advances growth of 38% YoY

### PAT growth of 75% YoY

Equitas Holdings Limited [EHL] announced Unaudited Consolidated results for the quarter ended June 30, 2019:

#### Highlights:

- The Board constituted committee has submitted the scheme of arrangement with the stock exchanges and SEBI and we are awaiting regulatory approvals for filing the Scheme of Arrangement with NCLT for their approval for the listing of the Bank.
- Equitas Small Finance Bank has appointed Mr. Navin Puri as an Independent Director. Mr. Navin Puri recently retired as the Country Head Branch Banking from HDFC Bank. The addition of Mr. Puri will further strengthen the Bank's board as he comes with immense experience in Banking having spent over 2 decades at HDFC Bank.

#### Quarterly Highlights (iGAAP):

##### 1. Key Highlights for Q1FY20:

- NII grew 35% YoY to Rs. 344 cr, NIM\* at 8.62%
- Profit before Provision grew 66% to Rs. 126 cr, cost to income at 68.62% as compared to 75.89% in Q1FY19
- PAT grew 75% YoY to Rs. 61.92 cr as compared to Rs. 35.38 cr in Q1FY19
- Advances grew 38% YoY to Rs. 12,355 cr
- Unsecured lending constituted 30% of total portfolio
- Deposits\* grew by 52% YoY to Rs. 8,670 cr. CASA ratio at 26%
- Customer Deposits as a % of Total Borrowings stands at a healthy 63.30%
- Capital Adequacy at 21.49% with Tier I ratio at 20.11%

*\*Deposits excluding CD's | NIM = Net interest income as a % of avg. income earning assets | Customer Deposits = Deposits excluding CD*

## 2. Profit & Loss:

- Net Interest Income grew by 35% YoY to Rs. 344 cr, NIM\* at 8.62%
- Liability Fee Income grew 29% YoY to Rs. 17 cr.
- Cost to Income ratio at 68.62% as compared to 75.89% in Q1FY19
- Cost to Assets stood at 6.68%.
- Provisions and loan loss charges at Rs. 30.57 cr. PCR stood at 44.0%.
- PAT at Rs. 61.92 cr as compared to Rs. 35.38 cr in Q1FY19, a growth of 75%.
- Return ratios for Q1FY20: **ROA at 1.50%. ROE at 9.79%**

## 3. Balance Sheet:

### Advances:

- Advances grew 38% YoY to Rs. 12,355 cr
  - Micro Finance grew 29% YoY to Rs. 3,124 cr
  - Small Business Loans (Incl. HF) grew 53% YoY to Rs. 5,025 cr
  - Vehicle Finance grew 28% YoY to Rs. 3,042 cr
  - Working Capital loans for MSEs grew 324% YoY to Rs. 280 cr
  - Unsecured Business Loans consciously reduced to Rs. 292 cr
  - Financial Institution & Corporate Loans grew 118% YoY to Rs. 555 cr
- Disbursements grew 5% YoY to Rs. 2,018 cr

## 4. Liabilities & Branch Banking:

- Deposits\* grew by 52% YoY to Rs. 8,670 cr. CASA ratio at 26%
- Customer Deposits as a % of Total Borrowings stands at a healthy 63.30%
- Retail momentum picks up
  - No of Retail Term deposits accounts stood at 1,43,040 as compared to 1,06,955 in Q4FY19
  - Retail Term deposits<sup>#</sup> grew by Rs. 619 Cr to Rs. 3,027 cr vs. Rs. 2,408 cr in Q4FY19
  - No of Retail CASA<sup>§</sup> customers stood at 4,95,355 as compared to 4,77,053 in Q4FY19
  - CASA stood at Rs. 2,235 cr representing 16.32% of total borrowing
- Bank mobilised over Rs. 42.84 cr in Insurance premium. Mutual Fund Assets under management crosses Rs. 113 cr.

## 5. Asset Quality:

- GNPA at 2.75% as compared to 2.52% in Q4FY19 and 2.84% in Q1FY19
- NNPA at 1.54% as compared to 1.43% in Q4FY19 and 1.51% in Q1FY19

*\*Deposits excluding CD's | NIM = Net interest income as a % of avg. income earning assets | Customer Deposits = Deposits excluding CD |  
#Retail TD < Rs. 10 Cr | § Retail CASA < Rs. 1 Cr*



### **Results Conference Call Details**

We will hold an earnings conference call on 05<sup>th</sup> August 2019, Monday at 04:00 pm IST to discuss quarterly performance. Transcript of the call will be available later in the Investor Relations section of our website <https://www.equitas.in/>

Please dial the numbers at least 5-10 minutes prior to the conference schedule to ensure that you are connected on time.

Conference Call Primary Number: +91 22 6280 1102/ +91 70456 71221

### **About Equitas Holdings Limited [EHL]**

Equitas Holdings Limited ('the Company') is a Non-Deposit Taking Systemically Important - Core Investment Company – (CIC-ND-SI) registered with The Reserve Bank of India. The activity of the Company is making investment in subsidiary companies and providing loans to them. It has no other operations.

The Company has the following Wholly Owned Subsidiaries:

- Equitas Small Finance Bank Limited, licensed under Section 22 of the Banking Regulations Act, 1949 to carry on the business of small finance bank;
- Equitas Technologies Private Limited [ETPL], a Company registered under the Companies Act, 2013 engaged in the business of freight aggregation.

### **About Equitas Small Finance Bank Limited [ESFBL]**

Equitas Small Finance Bank Limited is a Small Finance Bank (SFB), licensed by Reserve Bank of India under Section 22 of the Banking Regulation Act, 1949 to carry on the business of Small Finance Bank. The Bank commenced the business of SFB on September 5, 2016. It is the first Private Sector Bank from Tamil Nadu to commence operations post Indian Independence.

ESFBL, with pan India operations, is focussed on providing financing solutions for individuals and micro and small enterprises (MSEs) that are underserved by formal financing channels while providing a comprehensive banking and digital platform for all.

For further details, contact:

Investor Relations Team

Email – [ir@equitasbank.com](mailto:ir@equitasbank.com)

Twitter - [@EquitasIR](https://twitter.com/EquitasIR)

Spencer Plaza, 4th Floor, Phase II, # 769, Anna Salai, Chennai -600002

## Annexure: Consolidated Unaudited Profit & Loss Statement (iGAAP)

| Particulars (in Rs Cr)            | Q1FY20        | Q1FY19        | YoY%       | Q4FY19        | QoQ%         |
|-----------------------------------|---------------|---------------|------------|---------------|--------------|
| <b>Interest Income</b>            |               |               |            |               |              |
| Income from Loan                  | 553.87        | 397.88        | 39%        | 524.68        | 6%           |
| Income from Treasury              | 53.37         | 84.39         | -37%       | 50.67         | 5%           |
| <b>Total Interest Income</b>      | <b>607.24</b> | <b>482.27</b> | <b>26%</b> | <b>575.35</b> | <b>6%</b>    |
| Finance Cost                      | 262.89        | 227.89        | 15%        | 242.29        | 9%           |
| <b>Net Interest Income</b>        | <b>344.35</b> | <b>254.38</b> | <b>35%</b> | <b>333.06</b> | <b>3%</b>    |
| <b>Other Income</b>               |               |               |            |               |              |
| Assets Fee Income                 | 40.65         | 38.15         | 7%         | 45.45         | -11%         |
| PSLC Income                       | -             | 7.04          | -          | 7.04          | -            |
| Liabilities Fee Income            | 16.79         | 13.01         | 29%        | 15.76         | 7%           |
| Gain/Loss on Sale of Investment   | 0.39          | 2.97          | -87%       | 0.08          | 388%         |
| <b>Total Other Income</b>         | <b>57.83</b>  | <b>61.17</b>  | <b>-5%</b> | <b>68.33</b>  | <b>-15%</b>  |
| <b>Net Income</b>                 | <b>402.18</b> | <b>315.55</b> | <b>27%</b> | <b>401.39</b> | <b>0.2%</b>  |
| <b>Operating Expenditure</b>      |               |               |            |               |              |
| Employee Cost                     | 167.26        | 138.14        | 21%        | 147.29        | 14%          |
| Other Admin Cost                  | 85.46         | 78.81         | 8%         | 96.74         | -12%         |
| PSLC Expenses                     | -             | -             | -          | 7.35          | -            |
| Depreciation                      | 23.28         | 22.53         | 3%         | 23.76         | -2%          |
| <b>Total Opex</b>                 | <b>276.00</b> | <b>239.48</b> | <b>15%</b> | <b>275.18</b> | <b>0.3%</b>  |
| <b>Profit Before Provision</b>    | <b>126.19</b> | <b>76.07</b>  | <b>66%</b> | <b>126.26</b> | <b>-0.1%</b> |
| Loan Loss Provision and Write off | 30.57         | 20.90         | 46%        | 24.88         | 23%          |
| <b>Profit Before Tax</b>          | <b>95.62</b>  | <b>55.17</b>  | <b>73%</b> | <b>101.39</b> | <b>-6%</b>   |
| Tax                               | 33.70         | 19.78         | 70%        | 32.66         | 3%           |
| <b>Profit after Tax</b>           | <b>61.92</b>  | <b>35.38</b>  | <b>75%</b> | <b>68.73</b>  | <b>-10%</b>  |