



EQUITAS HOLDINGS LIMITED

Q2FY20 results

FOR IMMEDIATE PUBLICATION

PRESS RELEASE

November 08, 2019

PBT for Q2FY20 stood at Rs. 87.4 Cr

PAT of Rs. 41.4 Cr for Q2FY20, impacted by DTA write down of Rs. 34.6 Cr due to changes in corporate tax rate

Equitas Holdings Limited [EHL], the holding company and promoter of its 100% subsidiary Equitas Small Finance Bank [ESFBL] announced its consolidated results for the quarter ended September 30, 2019:

Summary of Consolidated IND-AS Financial Performance – Q2FY20:

- Total Income of Rs. 704.8 Cr in Q2FY20 as compared to Rs. 591.7 Cr in Q2FY19
- PAT of Rs. 41.4 Cr in Q2FY20 as compared to Rs. 51.3 Cr in Q2FY19

Equitas Small Finance Bank Limited

Q2FY20 results

Equitas posts advances growth of 33% YoY

PBT for Q2FY20 stood at Rs. 82.7 Cr

PAT of Rs. 47.6 Cr for Q2FY20, impacted by DTA write down of Rs. 24.5 Cr due to changes in corporate tax rate.

Quarterly Highlights (iGAAP):

1. Key Highlights for Q2FY20:

- NII grew 29% YoY to Rs. 350.5 cr, NIM* at 8.83%
- Profit before Provision grew 21% to Rs. 128.2 cr, cost to income at 69.07% as compared to 69.09% in Q2FY19
- PAT at Rs. 47.6 cr as compared to Rs. 48.7 cr in Q2FY19, impacted by DTA markdown.
- Advances grew 33% YoY to Rs. 13,269 cr
- Unsecured lending constituted 26% of total portfolio
- Deposits excluding CD grew by 64% YoY to Rs. 9,640 cr. CASA ratio at 23%
- Customer Deposits as a % of Total Borrowings stands at a healthy 67%
- Capital Adequacy at 21.58% with Tier I ratio at 20.46%

2. Profit & Loss:

- Net Interest Income grew by 29% YoY to Rs. 350.5 cr, NIM* at 8.83%
- Cost to Income ratio at 69.07% as compared to 69.09% in Q2FY19
- Provisions and loan loss charges at Rs. 45.4 cr. PCR stood at 44%.
- PAT at Rs. 47.6 cr as compared to Rs. 48.7 cr in Q2FY19, impacted by DTA markdown.
- Return ratios for Q2FY20: **ROA at 1.12%. ROE at 8.14%**

^ All ESFBL numbers in this document are on iGAAP basis unless specified. *Deposits excluding CD's | NIM = Net interest income as a % of avg. income earning assets | Customer Deposits = Deposits excluding CD |

3. Balance Sheet:

Advances:

- Advances grew 33% YoY to Rs. 13,269 cr
 - Micro Finance grew 18% YoY to Rs. 3,193 cr
 - Small Business Loans (Incl. HF) grew 45% YoY to Rs. 5,406 cr
 - Vehicle Finance grew 31% YoY to Rs. 3,235 cr
 - MSE Finance grew 637% YoY to Rs. 435 cr
 - Corporate Loans grew 63% YoY to Rs. 693 cr
- Disbursements grew 11% YoY to Rs. 2,408 cr

4. Liabilities & Branch Banking:

- Deposits excluding CD grew by 64% YoY to Rs. 9,640 cr. CASA ratio at 23%
- Retail Term deposits (as per RBI) stood at Rs. 2,607 Cr
- CASA stood at Rs. 2,249 Cr

5. Asset Quality:

- GNPA at 2.88% as compared to 2.75% in Q1FY20 and 3.36% in Q2FY19
- NNPA at 1.76% as compared to 1.70% in Q1FY20 and 2.18% in Q2FY19

Results Conference Call Details

We will hold an earnings conference call on 11th November 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 Subsidiaries:

- Equitas Small Finance Bank Limited (wholly-owned), 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.

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

For further details, contact:

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