



EQUITAS HOLDINGS LIMITED

Q2FY18 results

FOR IMMEDIATE PUBLICATION

PRESS RELEASE

October 26, 2017

Net Income growth 15%; Deposits cross ₹ 3,000 Cr in 12 months

Equitas Holdings Limited [EHL] announces the Unaudited Consolidated results for quarter ended September 30, 2017:

Non-Micro Finance Disbursement grew by 48%

Non-Micro Finance disbursement in Q2FY18 grew by 48% YoY, driven by robust disbursement of new products. Advances under Management (AUM) as of September 30, 2017 at ₹ 7,326 Crore up 3.5% YoY. Micro Finance advances dropped 27% YoY, while other products grew by 35% YoY. New products like Business Loans, Agri Loans, Loan against Gold and Small & Mid Corporate loans now make-up 7% of AUM, with ₹ 283 Crore disbursement during the quarter.

CASA balance crosses ₹ 875 Cr

Deposits stood at ₹ 3,098 Crore, up from ₹ 2,255 Crore last quarter. CASA stood at 28.3% of deposits. 57 new branches added during the quarter, taking the tally up to 392 across India. The number of deposit account holders has crossed 1.5 lakh and CASA balance as of September 30, 2017 at ₹ 878 Crore.

Gross NPA at 5.76%

The GNPA stands at 5.76%, against 4.91% of previous quarter. GNPA of non-MF portfolio, comprising ~65% of AUM, at 5.30%, against 4.85% in the previous quarter. MF GNPA at 6.72%, versus 4.99% last quarter. Provision cover is at 51.4% and Net NPA stood at 2.80%.

₹ 10.9 Cr PAT for the quarter; sequential improvement in Opex

Net Interest Income [NII] increased by 14% YoY to ₹ 229.6 Crore for quarter ended Sept 30, 2017, and Net Income [NII and Other Income] increased by 15% YoY, to ₹ 263.7 Crore. However, Pre Provision Operating Profit [PPOP] reduced by 50% YoY, due increase in operating expenses of converting to a bank and related increase in employee & other costs over the last year. However, on a sequential basis Opex has reduced 4%.

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.

True to its tag line – “Fun Banking”, the bank offers customized savings products with a focus towards giving children, youth, families and entrepreneurs across India, a new and a fun way to bank.

For further details contact:

Investor Relations

Equitas Holdings Limited

Spencer Plaza, 4th Floor, Phase II
No. 769, Anna Salai, Chennai 600 002

ir@equitasbank.com