



USFBL/2022-23/39

October 31, 2022

To,  
**BSE Limited**  
P.J. Towers, Dalal Street,  
Fort, Mumbai-400001

Dear Sir/Madam,

**Sub: Outcome of Meeting of Board of Directors of Utkarsh Small Finance Bank Limited("Bank")**

Pursuant to Regulation 52, 51(1)(2) and such other regulations, if any of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please be informed that the Board of Directors of the Bank at their meeting held today, inter alia, considered and approved

- a. the financial results and auditor's report for the quarter and half-year ended September 30, 2022.
- b. Appointment of Mr. Sarju Simaria as Chief Financial Officer of the Bank w.e.f. October 31, 2022.

The meeting of Board of Directors concluded at 5:50 p.m.

Further financial results and limited review report shall be displayed on the website of the Bank at <https://www.utkarsh.bank/audited-financial>.

Kindly take the same on records.

Thanking You!  
Yours Faithfully,

**For Utkarsh Small Finance Bank Limited**

**Muthiah Ganapathy**  
Company Secretary & Compliance Officer



**Deloitte Haskins & Sells**

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S.G. Highway  
Ahmedabad – 380 015  
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Tel: +91 79 6682 7300  
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**Kirtane & Pandit LLP**

Chartered Accountants  
H-16, Saraswat Colony,  
Sitladevi Temple Road,  
Mahim West,  
Mumbai 400 016, India  
Tel: +91 022 2444 4119  
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**INDEPENDENT AUDITORS' REPORT ON AUDIT OF HALF YEARLY FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS****TO THE BOARD OF DIRECTORS OF  
UTKARSH SMALL FINANCE BANK****Opinion and Conclusion**

1. We have (a) audited the Financial Results for the half year ended September 30, 2022 and (b) reviewed the Financial Results for the quarter ended September 30, 2022 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Half Year Ended September 30, 2022" of **UTKARSH SMALL FINANCE BANK LIMITED** (the "Bank"), (the "Statement"), being submitted by the pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**(a) Opinion on Half Yearly Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the Half Year ended September 30, 2022:

- i. is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in Accounting Standard 25 for "Interim Financial Reporting" ("AS 25") ("Accounting Standard"), in so far as it applies to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time and other accounting principles generally accepted in India of the net profit and other financial information of the Bank for the half year then ended.

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**(b) Conclusion on Unaudited Financial Results for the quarter ended September 30, 2022**

- (i) With respect to the Financial Results for the quarter ended September 30, 2022, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended September 30, 2022, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standard, in so far as they apply to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Basis for Opinion on the Audited Financial Results for the half year ended September 30, 2022**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 (the "Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the half year ended September 30, 2022 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Statement**

This Statement which includes the Financial Results is the responsibility of the Bank's Board of Directors and has been approved by them for the issuance. The Financial Results for the quarter and half year ended September 30, 2022 has been compiled from the related audited Interim financial statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and half year ended September 30, 2022 that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in the Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder, in so far as they apply to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate



internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Board of Directors are responsible for assessing the Bank's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Bank.

### **Auditor's Responsibilities**

#### **(a) Audit of the Financial Results for the half year ended September 30, 2022**

Our objectives are to obtain reasonable assurance about whether the Financial Results for the half year ended September 30, 2022 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 52 of the Listing Regulations.

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- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Bank to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Half yearly Financial Results, including the disclosures, and whether the Half yearly Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Half Yearly Financial Results of the Bank to express an opinion on the Half Yearly Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## **(b) Review of the Financial Results for the quarter ended September 30, 2022**

We conducted our review of the Financial Results for the quarter ended September 30, 2022 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Bank's personnel 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 SAs specified under Section 143(10) of the Act 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.



**Other Matters**

- The Statement includes the results for the quarter ended September 30, 2022 being the balancing figure between audited figures in respect of the Half Year ended 30 September 2022 and the published figures for the first quarter of the current financial year which were subject to limited review by us.
- The comparative financial information of the Bank for the previous reporting periods included in the Statement have been reviewed/ audited by the predecessor auditor. The reports of the predecessor auditor on these comparative financial information expressed an un-modified conclusion/opinion.

Our Opinion/Conclusion on the Statement is not modified in respect of these matters.

For **Deloitte Haskins & Sells**  
Chartered Accountants  
(Firm Registration No. 117365W)

**G. K. Subramaniam**  
Partner  
Membership No. 109839  
UDIN: 22109839BBKRLT2248  
Place: Mumbai  
Date: October 31, 2022



For **Kirtane & Pandit LLP**  
Chartered Accountants  
(Firm Registration No. 105215W/W100057)

**Sandeep Welling**  
Partner  
Membership No. 044576  
UDIN: 22044576BBKSYT8226  
Place: Mumbai  
Date: October 31, 2022



**Utkarsh Small Finance Bank Limited**  
Registered office address: Utkarsh Tower, NH-31 (Airport Road), Sehmapur, Kazi Sarai, Harhua, Varanasi, Uttar Pradesh, PIN -221105  
Statement of Audited Financial Results for quarter and half year ended 30 September 2022

(₹ in lakh)

	For the quarter ended 30 September 2022	For the quarter ended 30 June 2022	For the quarter ended 30 September 2021	For the half year ended 30 September 2022	For the half year ended 30 September 2021	For the year ended 31 March 2022
	Audited (Refer note 11)	Unaudited	Audited	Audited	Audited	Audited
<b>I Interest Earned (a+b+c+d)</b>	<b>60,221.34</b>	<b>57,083.41</b>	<b>42,754.75</b>	<b>1,17,304.75</b>	<b>87,216.08</b>	<b>1,84,881.25</b>
(a) Interest/ discount on advances/ bill	55,026.92	52,198.41	37,320.41	1,07,225.33	76,340.73	1,64,612.62
(b) Income on investments	3,452.70	3,415.48	4,294.27	6,868.18	8,330.77	15,492.52
(c) Interest on balances with Reserve Bank of India and other interbank	1,740.87	1,468.63	1,139.23	3,209.50	2,542.87	4,772.48
(d) Others	0.85	0.89	0.84	1.74	1.71	3.63
2 Other Income	7,449.36	8,449.70	5,700.01	15,899.06	8,161.53	18,483.35
<b>3 Total Income (1+2)</b>	<b>67,670.70</b>	<b>65,533.11</b>	<b>48,454.76</b>	<b>1,33,203.81</b>	<b>95,377.61</b>	<b>2,03,364.60</b>
4 Interest Expended	22,552.07	22,161.01	19,386.74	44,713.08	39,273.13	78,796.25
5 Operating Expenses (i)+(ii)	24,416.83	22,038.52	17,050.80	46,455.35	32,886.23	73,634.46
(i) Employees cost	13,853.40	12,686.45	9,861.74	26,539.85	19,100.41	42,982.55
(ii) Other operating expenses	10,563.43	9,352.07	7,189.06	19,915.50	13,785.82	30,651.91
<b>6 Total Expenditure (4+5) excluding provisions and contingencies</b>	<b>46,968.90</b>	<b>44,199.53</b>	<b>36,437.54</b>	<b>91,168.43</b>	<b>72,159.36</b>	<b>1,52,430.71</b>
<b>7 Operating Profit before Provisions and Contingencies (3-6)</b>	<b>20,701.80</b>	<b>21,333.58</b>	<b>12,017.22</b>	<b>42,035.38</b>	<b>23,218.25</b>	<b>50,933.89</b>
8 Provisions (other than tax) and Contingencies	8,976.93	9,133.94	9,278.92	18,110.87	18,205.98	42,962.61
9 Exceptional item	-	-	-	-	-	-
<b>10 Profit for the period / year before tax (7-8-9)</b>	<b>11,724.87</b>	<b>12,199.64</b>	<b>2,738.30</b>	<b>23,924.51</b>	<b>5,012.27</b>	<b>7,971.28</b>
11 Tax expense	2,953.74	3,250.53	618.54	6,204.27	1,245.62	1,825.12
<b>12 Net Profit for the period / year after tax (10-11)</b>	<b>8,771.13</b>	<b>8,949.11</b>	<b>2,119.76</b>	<b>17,720.24</b>	<b>3,766.65</b>	<b>6,146.16</b>
13 Paid-up equity share capital (of ₹ 10 each)	89,550.37	89,552.15	89,550.37	89,552.15	89,550.37	89,552.15
14 Reserves excluding Revaluation Reserves						67,677.53
<b>15 Analytical Ratios</b>						
Capital Adequacy Ratio	21.22%	21.78%	28.06%	21.22%	28.06%	21.88%
EPS Basic (₹) (not annualised for quarter/half year)	0.98	1.00	0.25	1.98	0.44	1.46
EPS Diluted (₹) (not annualised for quarter/half year)	0.98	1.00	0.25	1.97	0.44	1.46
NPA Ratios						
Gross NPA	54,384.54	62,798.11	70,079.14	54,384.54	70,079.14	31,528.87
Net NPA	11,856.31	17,431.31	28,610.27	11,856.31	28,610.27	10,881.75
% of Gross NPA	4.61%	5.73%	8.27%	4.61%	8.27%	3.75%
% of Net NPA	1.04%	1.66%	3.55%	1.04%	3.55%	1.33%
Return on Assets (not annualised for quarter/half year)	0.56%	0.60%	0.17%	1.15%	0.30%	1.04%
Net Worth*	1,60,415.79	1,52,479.52	1,42,570.91	1,60,415.79	1,42,570.91	1,42,076.05
Total Debt <sup>#</sup> to Total Assets ratio	12.88%	15.71%	16.10%	12.88%	16.10%	17.07%
Debt Equity Ratio	1.20	1.43	1.27	1.20	1.27	1.64

\* as per RBI guidelines.

#Debt represents total borrowings of the Bank & Equity consists of Share Capital plus Reserves

As per regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirements) regulations 2015, the debt listed entities are required to disclose certain ratios. However the ratios which are relevant to Banking sector are disclosed above.



**Notes:**

**1. Statement of Assets and Liabilities is given below:**

	(₹ in lakh)	
	As at 30 September 2022	As at 31 March 2022
	Audited	Audited
<b>CAPITAL and LIABILITIES</b>		
Capital	89,552.15	89,552.15
Reserves and Surplus	86,983.38	67,677.53
Deposits	1,173,706.74	1,007,418.26
Borrowings	212,385.98	257,193.49
Other Liabilities and Provisions	86,743.24	84,535.54
	<b>1,649,371.49</b>	<b>1,506,376.97</b>
<b>ASSETS</b>		
Cash and balances with Reserve Bank of India	205,256.55	179,789.72
Balances with banks and money at call and short notice	8,079.14	7,375.19
Investments	229,518.00	234,792.38
Advances	1,141,151.05	1,022,814.73
Fixed Assets	28,614.12	28,653.34
Other Assets	36,752.63	32,951.61
	<b>1,649,371.49</b>	<b>1,506,376.97</b>
Contingent Liabilities	<b>10,098.73</b>	<b>5,641.92</b>
Bills for Collection	-	-





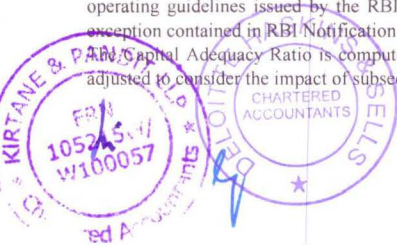
**Utkarsh Small Finance Bank Limited**  
Registered office address: Utkarsh Tower, NH-31 (Airport Road), Sehmalpur, Kazi Sarai, Harhua, Varanasi, Uttar Pradesh, PIN -221105  
**Cash Flow Statement for the half year ended 30 September 2022**

**2. Statement of Cash Flow is given below:**

		(₹ in lakh)		
S.No	Particulars	For the half year ended 30 September 2022	For the half year ended 30 September 2021	For the year ended 31 March 2022
		Audited	Audited	Audited
I	<b>Cash flow from operating activities</b>			
	Profit before taxes	23,924.51	5,012.27	7,971.28
	<b>Adjustments for:-</b>			
	Depreciation on fixed assets	2,638.66	1,809.51	4,088.40
	Depreciation on investments, net	(442.17)	(739.98)	(1,494.09)
	Amortization of premium on Held to Maturity Investment	1,045.59	846.77	1,749.21
	Profit on sale & Redemption of HTM portfolio	-	(41.37)	(41.37)
	Unrealised loss on external commercial borrowings	-	(53.44)	(60.39)
	Write-off of non performing advances	16,511.77	511.15	21,938.34
	Provision for standard advances and other contingencies	3,519.35	(3,165.73)	(171.15)
	Provision for non performing advances (net of reversal)	(2,836.30)	20,821.75	20,242.54
	Loss on sale of fixed assets (Net)	0.20	0.62	(6.25)
	Other provisions and write off	1,378.87	292.45	1,719.57
		<b>45,740.48</b>	<b>25,294.00</b>	<b>55,936.09</b>
	<b>Adjustments for:-</b>			
	Decrease / (Increase) in investments (other than HTM investment)	11,467.11	15,339.85	55,636.28
	(Increase) in advances	(1,32,011.80)	(5,935.34)	(2,43,444.84)
	Increase in deposits	1,66,288.50	56,116.51	2,56,661.44
	(Increase) / Decrease in other assets	(4,459.57)	(3,628.53)	(3,892.59)
	Increase in other liabilities and provisions	(862.39)	347.33	17,456.93
		<b>40,421.85</b>	<b>62,239.82</b>	<b>82,417.22</b>
	Payment of direct taxes	<b>(5,790.95)</b>	<b>(2,255.04)</b>	<b>(5,437.69)</b>
	<b>Net cash flow (used in) / generated from operating activities (A)</b>	<b>80,371.38</b>	<b>85,278.78</b>	<b>1,32,915.62</b>
II	<b>Cash flow from/(used in) investing activities</b>			
	Purchase of fixed assets including capital work in progress	(2,621.48)	(4,249.17)	(14,667.33)
	Proceeds from sale of fixed assets	21.84	10.15	48.95
	Purchase of held to maturity (HTM) securities	(6,796.15)	(30,568.88)	(59,248.86)
	<b>Net cash flow (used in) investing activities (B)</b>	<b>(9,395.79)</b>	<b>(34,807.90)</b>	<b>(73,867.24)</b>
III	<b>Cash flow from/(used in) Financing Activities</b>			
	Proceeds from issue of share capital (net of share issue expenses)	2.70	14,682.87	14,663.57
	Net Proceeds / (repayments) from borrowings	(44,807.51)	(63,980.56)	(3,528.64)
	<b>Net cash flow (used in) / generated from financing activities (C)</b>	<b>(44,804.81)</b>	<b>(49,297.69)</b>	<b>11,134.93</b>
IV	<b>Net (decrease)/increase in cash and cash equivalents (A) + (B) + (C)</b>	<b>26,170.78</b>	<b>1,173.19</b>	<b>70,183.31</b>
V	<b>Cash and cash equivalents at the beginning of the period/year</b>	<b>1,87,164.91</b>	<b>1,16,981.60</b>	<b>1,16,981.60</b>
VI	<b>Cash and cash equivalents at the end of the period/year</b>	<b>2,13,335.69</b>	<b>1,18,154.79</b>	<b>1,87,164.91</b>
	<b>Notes to the Cash Flow Statement:</b>			
	Cash and cash equivalents includes the following:			
(i)	Cash and Balances with Reserve Bank of India	<b>2,05,256.55</b>	<b>1,12,742.73</b>	<b>1,79,789.72</b>
(ii)	Balance with banks and money at call and short notice	<b>8,079.14</b>	<b>5,412.06</b>	<b>7,375.19</b>
	<b>Cash and cash equivalents at the end of the period/year</b>	<b>2,13,335.69</b>	<b>1,18,154.79</b>	<b>1,87,164.91</b>

The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard (AS) 3 - Cash Flow Statements specified under Section 133 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014.

- The financial results for the half year ended 30 September 2022 have been reviewed by the Audit Committee at its meeting held on 31 October 2022 and recommended for adoption to the Board of Directors. The Board of Directors of the Bank have considered and approved the same at its meeting held on 31 October 2022. The Joint Statutory Auditors have audited/reviewed the 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/conclusion thereon. The comparative financial information of the Bank for the previous reporting periods included in the Statement have been audited by the predecessor auditor. The reports of the predecessor auditor on these comparative financial information expressed an un-modified opinion.
  - These financial results of the Bank have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 for "Interim Financial Reporting" ("AS 25"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, in so far as they apply to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India.
  - The Capital adequacy ratio ("CRAR") has been computed as per the Operating guidelines vide RBI notification RBI/2016-17/81 DBR.NBD.NO.26/16.13.218/2016-17 dated 6 October 2016 ("the Operating guidelines") prescribed for Small Finance Bank. The Bank has followed Basel II standardised approach for credit risk in accordance with the operating guidelines issued by the RBI for Small Finance Banks. Further no separate capital charge for market risk and operational risk has been computed in view of the exception contained in RBI Notification DBR. NBD. NO. 4502/16.13.218/2017-18 dated 8 November 2017.
- AM Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous periods is not adjusted to consider the impact of subsequent changes if any, in the guidelines.



6. During current period, the Bank has received ESOP subscription money amounting to ₹5,346,675 during the current period and the same is pending for allotment, as at September 30 2022.
7. In the half year ended 30 September 2022, the impact of disruptions resulting from COVID-19 has eased substantially, however the Bank continues to monitor the developments/ ongoing impact resulting from COVID-19 Pandemic and any action to contain its spread or mitigate its impact. As at September 30 2022, Bank carries additional floating provision of Rs 4,000 Lakhs (Rs 2,000 Lakhs as at June 30 2022) and additional contingency provision of Rs 6,500 Lakhs (Rs 6,500 Lakhs as at June 30 2022).
8. Disclosure under Resolution Framework for COVID-19-related Stress:

(₹ in lakhs except number of accounts)

Type of borrower	(A) Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 31 March 2022	Of (A), aggregate debt that slipped into NPA during the half year	Of (A) amount written off during the half year	Of (A) amount paid by the borrowers during the half year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of 30 September 2022
Personal Loans	4,063	1,118.99	-	851.13	2,092.66
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	9,019	1,718.67	-	3,893.13	3,407.54
<b>Total**</b>	<b>13,082</b>	<b>2,837.66</b>	<b>-</b>	<b>4,744.26</b>	<b>5,500.20</b>

\*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

Amount paid by the borrower during the half year is net of additions in the borrower amount due to fresh disbursements made.

9. During the year ended March 31, 2022, with effect from January 2022, the Bank revised its Non-Performing Asset (NPA) provisioning policy in relation to secured portfolio which is in line with RBI guidelines. The Impact of such change resulted in reduction of provisioning of ₹700.79 Lakhs for the quarter ended 30 September 2022 (₹ 496.51 for the quarter ended 30 June 2022 and ₹311.94 Lakhs for the year ended 31 March 2022)
10. The Bank has filed the Draft Red Herring Prospectus (DRHP) on July 29, 2022 with SEBI. SEBI vide its letter dated October 21, 2022 has given nod to the Bank to raise money through Initial Public Offer within a period of 12 months from the date of the letter. The Bank has incurred certain expenses towards proposed Initial public offering (IPO) of its equity shares which would be charged-off to securities premium account in accordance with Section 52 of the Companies Act, 2013 upon completion of the process of IPO.
11. The figures of the quarter ended 30 September 2022 are the balancing figures between the audited figures in respect of half year ended 30 September 2022 and published figures for the quarter ended 30 June 2022, which were subjected to limited review.
12. Other income includes processing fees, profit/loss on sale of investment (including provision for depreciation), recovery from loans written off and income from sale of PSLC.
13. Figures of the previous periods / year have been regrouped / reclassified, wherever necessary to conform current period classification.

for and on behalf of the Board of Directors of  
**Utkarsh Small Finance Bank Limited**  
CIN: U65992UP2016PLC082804

Place : Mumbai  
Date : 31 October 2022



Govind Singh  
Director  
DIN: 00062900

