



**Utkarsh Small Finance Bank**

**August 03, 2024**

**The BSE Limited  
543942, 958095, 959644, 968226, 975790**

**National Stock Exchange of India Limited  
UTKARSHBNK**

Dear Sirs/Madam,

**Sub: Outcome of the Board Meeting held today**

Further to our letter dated July 30, 2024, intimating about the Board meeting and connected matters and in accordance with Regulations 30, 33, 51, 52, and other applicable regulations, if any, of Securities Exchange and Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), we would like to inform that the Board of Directors at their meeting held today, inter alia, considered and approved Unaudited Standalone Financial Results along with Limited Review Report by Joint Statutory Auditors for the quarter ended June 30, 2024.

The joint statutory auditors have issued an unmodified opinion.

The Board Meeting commenced at 02:00 pm and above stated agenda concluded at 06:00 pm. The meeting continued thereafter for remaining agenda items.

This is for your information & record.

**For Utkarsh Small Finance Bank Limited**

**Muthiah Ganapathy  
Company Secretary & Compliance Officer  
ICSI Membership No: F5674**

**Registered & Corporate Office:**

Utkarsh Tower, NH - 31 (Airport Road) Sehmalpur, Kazi Sarai, Harhua Varanasi - Uttar Pradesh 221105

CIN: U65992UP2016PLC082804 | Tel.: 0542-6605555 | Website: [www.utkarsh.bank](http://www.utkarsh.bank)

**Deloitte Haskins & Sells**

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**Kirtane & Pandit LLP**

Chartered Accountants  
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Senapati Bapat, Marg Dadar (West)  
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**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS****TO THE BOARD OF DIRECTORS OF  
UTKARSH SMALL FINANCE BANK LIMITED**

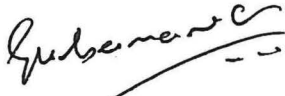
1. We have reviewed the accompanying Statement of Unaudited Financial Results of **UTKARSH SMALL FINANCE BANK LIMITED** (the "Bank") for the quarter ended June 30, 2024 (the "Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has 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 (the "RBI Guidelines") and other accounting principles generally accepted in India. 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 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 Standards on Auditing specified under section 143(10) of the Companies Act, 2013 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.



4. Based on our review conducted as stated in paragraph 3 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 aforesaid Accounting Standard, the RBI Guidelines and other accounting principles generally accepted in India, in so far as they apply to Banks, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63(2) 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.

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

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



**G. K. Subramaniam**  
Partner  
Membership No. 109839  
UDIN: 24109839BKFTKN1775  
Place: Mumbai  
Date: August 03, 2024



**Sandeep Welling**  
Partner  
Membership No. 044576  
UDIN: 24044576BKAUGO2143  
Place: Mumbai  
Date: August 03, 2024





Utkarsh Small Finance Bank Limited  
CIN: U65992UP2016PLC082804

Registered office address: Utkarsh Tower, NH-31 (Airport Road), Schmalpur, Kazi Sarai, Harhua, Varanasi, Uttar Pradesh, PIN -221105  
Statement of unaudited Financial Results for the quarter ended June 30, 2024

(₹ in lakh)

Particulars	For the quarter ended	For the quarter ended	For the quarter ended	For the year ended
	June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
	Unaudited	Refer Note 15	Unaudited	Audited
<b>1 Interest Earned (a+b+c+d)</b>	<b>96,591.69</b>	<b>89,562.01</b>	<b>72,049.53</b>	<b>3,17,841.16</b>
(a) Interest/ discount on advances/ bill	86,688.52	81,634.09	64,745.06	2,88,005.59
(b) Income on investments	6,069.38	5,730.33	4,583.24	20,933.28
(c) Interest on balances with Reserve Bank of India and other interbank funds	3,833.40	2,197.14	2,720.62	8,900.06
(d) Others	0.39	0.45	0.61	2.23
<b>2 Other Income</b>	<b>10,464.91</b>	<b>12,067.53</b>	<b>9,189.91</b>	<b>40,040.12</b>
<b>3 Total Income (1+2)</b>	<b>1,07,056.60</b>	<b>1,01,629.54</b>	<b>81,239.44</b>	<b>3,57,881.28</b>
<b>4 Interest Expended</b>	<b>39,275.29</b>	<b>35,567.27</b>	<b>29,846.45</b>	<b>1,29,260.90</b>
<b>5 Operating Expenses (i)+(ii)</b>	<b>36,653.16</b>	<b>37,840.73</b>	<b>29,270.95</b>	<b>1,28,893.61</b>
(i) Employees cost	20,524.16	21,041.36	17,028.80	73,695.13
(ii) Other operating expenses	16,129.00	16,799.37	12,242.15	55,198.48
<b>6 Total Expenditure (4+5) excluding provisions and contingencies</b>	<b>75,928.45</b>	<b>73,408.00</b>	<b>59,117.40</b>	<b>2,58,154.51</b>
<b>7 Operating Profit before Provisions and Contingencies (3-6)</b>	<b>31,128.15</b>	<b>28,221.54</b>	<b>22,122.04</b>	<b>99,726.77</b>
<b>8 Provisions (other than tax) and Contingencies</b>	<b>12,504.14</b>	<b>7,386.87</b>	<b>7,665.55</b>	<b>33,788.14</b>
<b>9 Exceptional item</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>10 Profit for the quarter / year before tax (7-8-9)</b>	<b>18,624.01</b>	<b>20,834.67</b>	<b>14,456.49</b>	<b>65,938.63</b>
<b>11 Tax expense</b>	<b>4,884.34</b>	<b>4,869.02</b>	<b>3,706.97</b>	<b>16,175.78</b>
<b>12 Net Profit for the quarter / year after tax (10-11)</b>	<b>13,739.67</b>	<b>15,965.65</b>	<b>10,749.52</b>	<b>49,762.85</b>
<b>13 Paid-up equity share capital (of ₹ 10 each)</b>	<b>1,10,014.30</b>	<b>1,09,945.75</b>	<b>89,590.47</b>	<b>1,09,945.75</b>
<b>14 Reserves excluding Revaluation Reserves</b>				<b>1,87,373.08</b>
<b>15 Analytical Ratios</b>				
Capital Adequacy Ratio (Refer Note 5)	23.18%	22.57%	19.81%	22.57%
EPS Basic (₹) (not annualised for quarters)	1.25	1.45	1.20	4.79
EPS Diluted (₹) (not annualised for quarters)	1.24	1.44	1.20	4.75
<b>NPA Ratios</b>				
Gross NPA	47,562.58	41,757.82	43,112.58	41,757.82
Net NPA*	4,283.16	448.92	4,399.25	448.92
% of Gross NPA	2.78%	2.51%	3.13%	2.51%
% of Net NPA*	0.26%	0.03%	0.33%	0.03%
Return on Assets (not annualised for quarters)	0.57%	0.72%	0.57%	2.46%
Net Worth**	2,72,219.80	2,72,224.67	1,84,218.92	2,72,224.67
Total Debt <sup>#</sup> to Total Assets ratio	8.49%	8.35%	11.58%	8.35%
Debt Equity Ratio	0.68	0.67	1.06	0.67

\* after considering floating provision

\*\* as per RBI guidelines.

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

As per regulation 33 and regulation 52(4) of SEBI (Listing Obligation & Disclosure Requirements) regulations 2015, the equity and debt listed entities are required to disclose certain ratios. The ratios which are relevant to Banking sector are disclosed above.



Notes:

1. Segment information in accordance with the RBI guidelines and Accounting Standard - 17 "Segment reporting" of the operating segments of the Bank is as under:

(₹ in lakh)

	For the quarter ended June 30, 2024	For the quarter ended March 31, 2024	For the quarter ended June 30, 2023	For the year ended March 31, 2024
	Unaudited	Refer Note 15	Unaudited	Audited
<b>1 Segmental Revenue</b>				
(a) Retail	91,398.32	87,901.26	68,967.87	3,06,218.07
(b) Wholesale	5,755.50	5,800.81	4,967.70	21,829.87
(c) Treasury	9,902.78	7,927.47	7,303.87	29,833.34
(d) Unallocated	-	-	-	-
Less: Inter Segment Revenue	-	-	-	-
<b>Income from Operations</b>	<b>1,07,056.60</b>	<b>1,01,629.54</b>	<b>81,239.44</b>	<b>3,57,881.28</b>
<b>2 Segmental Results</b>				
(a) Retail	14,116.18	20,059.38	14,873.68	64,809.77
(b) Wholesale	927.61	(1,643.28)	(1,240.36)	(5,111.40)
(c) Treasury	3,580.22	2,418.57	823.17	6,240.26
(d) Unallocated	-	-	-	-
<b>Total Profit before Tax</b>	<b>18,624.01</b>	<b>20,834.67</b>	<b>14,456.49</b>	<b>65,938.63</b>
<b>3 Segmental Assets</b>				
(a) Retail	14,99,656.31	14,67,213.55	12,03,720.56	14,67,213.55
(b) Wholesale	2,09,674.12	1,95,843.21	1,66,842.29	1,95,843.21
(c) Treasury	7,29,575.86	6,76,446.76	5,24,321.12	6,76,446.76
(d) Unallocated	50,226.11	50,764.18	44,733.88	50,764.18
<b>Total Assets</b>	<b>24,89,132.40</b>	<b>23,90,267.70</b>	<b>19,39,617.85</b>	<b>23,90,267.70</b>
<b>4 Segmental Liabilities</b>				
(a) Retail	12,68,188.78	11,92,792.67	8,86,135.37	11,92,792.67
(b) Wholesale	6,92,125.06	6,96,180.52	6,12,312.20	6,96,180.52
(c) Treasury	2,13,966.03	2,02,127.54	2,26,782.81	2,02,127.54
(d) Unallocated	2,921.10	1,848.13	3,369.26	1,848.13
(e) Capital & other reserves	3,11,931.43	2,97,318.84	2,11,018.21	2,97,318.84
<b>Total Liabilities</b>	<b>24,89,132.40</b>	<b>23,90,267.70</b>	<b>19,39,617.85</b>	<b>23,90,267.70</b>

Notes:

(i) Business segments have been identified and reported taking into account the target customer profile, nature of products and services, the differential risks and returns, the organization structure, internal business reporting system and guidelines prescribed by RBI.

(ii) The RBI vide its circular dated April 07, 2022 on establishment of Digital Banking Units (DBUs), has prescribed reporting of Digital Banking Segment as a sub-segment of Retail Banking Segment. The Bank has not setup any DBU so far and hence DBU has not been disclosed as a separate segment as per Accounting Standard 17 (Segment Reporting).

- The above financial results for the quarter ended June 30, 2024 have been reviewed by the Audit Committee at its meeting held on August 03, 2024 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 August 03, 2024.  
The financial results have been subjected to limited review by the Joint Statutory Auditors as required under Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). An unmodified review report has been issued by them thereon.
- 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 the 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 (the "RBI Guidelines") and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- The Bank has applied its significant accounting policies in preparation of these financial results consistent with those followed in annual financial statement for the year ended March 31, 2024 except as disclosed in Note 6 below. Any circular / direction issued by RBI is implemented prospectively when it became applicable.
- During the quarter ended June 30, 2024, the Bank has allotted 6,85,500 equity shares pursuant to the exercise of options under the approved employee stock option scheme.
- During the quarter, in compliance with the revised RBI Investment Master Directions, the Bank has implemented changes relating to classification, measurement and valuation of its investment portfolio as applicable, with effect from April 01, 2024. Consequently, a net fair value gain of Rs. 132.09 lakhs (net of tax of Rs. 44.43 lakhs) has been accounted for in General Reserve as per the transition provisions in the aforesaid Directions.
- 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 October 06, 2016 ("the Operating guidelines") prescribed for Small Finance Banks. 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 November 08, 2017.



8. The Board of Directors at its meeting held on April 26, 2024, proposed a dividend of ₹0.50 per share (Previous Year- ₹NIL per share) for the year ended March 31, 2024 and the same is approved by the shareholders at the Annual General Meeting held on July 22, 2024. Effect of the declared dividend has been reckoned in determining capital funds in the computation of capital adequacy ratios as at March 31, 2024 and June 30, 2024.
9. The Bank has raised debt amounting to Rs. 20,000 lakhs on June 28, 2024, through issue of rated, listed, unsecured, subordinated, redeemable non-convertible debentures, which has been considered in Tier II capital as per Capital Adequacy Framework issued by RBI.
10. As at June 30, 2024, Bank carries floating provision of ₹16,879.00 lakhs (₹14,861.66 lakhs as at March 31, 2024).
11. The Bank has completed the process of initial public offer (IPO) and raised ₹50,000 lakhs by issue of 2,000 lakhs equity shares which got listed on BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") on July 21, 2023. The bank had incurred share issue expenses towards IPO of its equity shares, which was charged-off to securities premium account in March 31, 2024 in accordance with Section 52 of the Companies Act, 2013.
12. Other income includes processing fees, sale of third party products, recovery from loans written off, income from sale of PSLC etc.
13. During the quarter ended June 30, 2024, there is no transfer or acquisition of stressed loans (Non Performing Assets / Special Mention Accounts).
14. During the quarter ended June 30, 2024, the Bank has not acquired/transferred any loans not in default through the assignment of loans.
15. The figures for the quarter ended March 31, 2024 are the balancing figure between the audited figures in respect for the year and figures for the nine months ended December 31, 2023 which were subject to review by the joint statutory auditors.
16. 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

  
**Govind Singh**  
Managing Director & CEO  
DIN: 02470880



Place : Mumbai  
Date : August 03, 2024

