

JANA SMALL FINANCE BANK LIMITED

CIN No: U65923KA2006PLC040028

Registered Office : The Fairway Business Park #10/1,11/2,12/2B,
Off Domlur, Koramangala Inner Ring Road, Next to EGL, Challaghatta, Bengaluru 560071

FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023**(₹ in 000s)**

Particulars	Quarter ended			Year ended	Year ended
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Audited (Note 2)	Audited (Note 2)	Audited (Note 2)	Audited	Audited
I. INCOME					
Interest earned	84,85,287	80,86,839	69,37,034	3,07,50,103	2,72,65,351
Other income	16,12,544	17,02,194	10,08,897	62,48,647	32,37,632
TOTAL	1,00,97,831	97,89,033	79,45,931	3,69,98,750	3,05,02,983
II. EXPENDITURE					
Interest expended	38,12,138	36,78,405	31,29,557	1,41,49,901	1,33,67,509
Operating expenses	34,79,126	32,59,989	28,98,045	1,28,45,104	1,13,88,210
Provisions and contingencies	19,96,608	16,57,229	19,05,644	74,44,032	56,93,206
TOTAL	92,87,872	85,95,623	79,33,247	3,44,39,037	3,04,48,925
III. PROFIT/(LOSS)					
Net profit for the quarter/year	8,09,959	11,93,410	12,684	25,59,713	54,058
Balance in Profit and Loss Account brought forward	(3,90,80,544)	(4,02,73,953)	(4,08,24,401)	(4,08,30,298)	(4,08,31,582)
TOTAL	(3,82,70,585)	(3,90,80,543)	(4,08,11,716)	(3,82,70,585)	(4,07,77,524)
IV. APPROPRIATIONS					
Transfer to Statutory Reserve	6,39,928	-	13,497	6,39,928	13,497
Transfer to Capital Reserve	9,363	-	30,546	9,363	30,546
Transfer to Investment Fluctuation Reserve	1,58,771	-	5,794	1,58,771	5,794
Transfer to Investment Reserve	89	-	2,937	89	2,937
Balance carried over to Balance Sheet	(3,90,78,736)	(3,90,80,543)	(4,08,30,298)	(3,90,78,736)	(4,08,30,298)
V. EARNINGS PER EQUITY SHARE (EPS) (Face value of per share ₹ 10 per share) (Quarterly earnings per share is not annualised)					
Basic (₹)	14.73	22.28	0.24	47.47	1.06
Diluted (₹)	13.10	20.58	0.23	42.64	0.99

Segment information in accordance with the Accounting standard on Segment Reporting (AS 17) and RBI guidelines of the operating segment of the bank for the quarter and year ended March 31, 2023

(₹ in 000s)

Particulars	Quarter ended			Year ended	Year ended
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Audited (Note 2)	Audited (Note 2)	Audited (Note 2)	Audited	Audited
Segment Revenue:					
Treasury	27,00,405	27,55,120	27,21,785	1,09,68,437	1,37,12,627
Corporate/Wholesale Banking	3,81,767	4,13,220	2,42,354	15,52,590	12,91,436
Retail Banking	1,26,30,461	1,19,81,611	98,28,335	4,57,11,818	3,80,65,110
(i) Digital Banking Units	3,790	945		4,735	
(ii) Other Retail Units	1,26,26,671	1,19,80,666		4,57,07,083	
Other Banking operations	1,02,619	83,539	98,645	3,31,714	2,86,082
Total Revenue	1,58,15,252	1,52,33,490	1,28,91,119	5,85,64,559	5,33,55,255
Less: Inter Segment Revenue	(57,17,421)	(54,44,457)	(49,45,188)	(2,15,65,809)	(2,28,52,272)
Income from Operations	1,00,97,831	97,89,033	79,45,931	3,69,98,750	3,05,02,983
Segment Results (net of provisions)					
Treasury	39,511	(14,715)	87,802	2,43,847	12,45,586
Corporate/Wholesale Banking	81,262	92,392	35,347	3,14,118	73,581
Retail Banking	5,86,875	10,38,242	(2,09,042)	17,01,388	(14,20,965)
(i) Digital Banking Units	1,001	(1,777)		(775)	
(ii) Other Retail Units	5,85,874	10,40,019		17,02,163	
Other Banking operations	1,02,311	77,491	98,577	3,00,360	1,55,856
Unallocated	-	-	-	-	-
Profit/(Loss) before tax	8,09,959	11,93,410	12,684	25,59,713	54,058
Segment Assets					
Treasury	7,35,43,495	6,97,27,713	6,60,59,398	7,35,43,495	6,60,59,398
Corporate/Wholesale Banking	1,80,58,760	1,68,62,432	1,39,52,211	1,80,58,760	1,39,52,211
Retail Banking	16,29,93,309	14,75,82,567	11,98,96,503	16,29,93,309	11,98,96,503
(i) Digital Banking Units	60,166	24,050		60,166	
(ii) Other Retail Units	16,29,33,143	14,75,58,517		16,29,33,143	
Other Banking operations	-	6,051	58,393	-	58,393
Unallocated	18,41,332	18,41,087	19,20,581	18,41,332	19,20,581
Total	25,64,36,896	23,60,19,850	20,18,87,086	25,64,36,896	20,18,87,086
Segment Liabilities					
Treasury	6,45,75,249	5,82,30,266	4,62,75,330	6,45,75,249	4,62,75,330
Corporate/Wholesale Banking	1,91,566	1,81,051	1,17,730	1,91,566	1,17,730
Retail banking	17,32,81,887	16,02,23,077	14,32,26,477	17,32,81,887	14,32,26,477
(i) Digital Banking Units	49,804	19,867		49,804	
(ii) Other Retail Units	17,32,32,083	16,02,03,210		17,32,32,083	
Other banking operations	-	-	-	-	-
Unallocated	4,15,642	2,48,321	2,60,560	4,15,642	2,60,560
Total	23,84,64,344	21,88,82,715	18,98,80,097	23,84,64,344	18,98,80,097
Capital employed:					
(Segment assets - Segment liabilities)					
Treasury	89,68,246	1,14,97,447	1,97,84,068	89,68,246	1,97,84,068
Corporate/wholesale banking	1,78,67,194	1,66,81,381	1,38,34,481	1,78,67,194	1,38,34,481
Retail banking	(1,02,88,577)	(1,26,40,510)	(2,33,29,974)	(1,02,88,577)	(2,33,29,974)
(i) Digital Banking Units	10,362	4,183	-	10,362	-
(ii) Other Retail Units	(1,02,98,939)	(1,26,44,693)	-	(1,02,98,939)	-
Other banking operations	-	6,051	58,393	-	58,393
Unallocated	14,25,690	15,92,766	16,60,021	14,25,690	16,60,021
Total	1,79,72,552	1,71,37,135	1,20,06,989	1,79,72,552	1,20,06,989

Segment Notes:

Business Segments have been identified and reported taking into account the target customer profile, the nature of products and services, the differing risks and returns, the organisation structure, the internal business reporting system and the guidelines prescribed by the RBI. Vide its circular dated April 7, 2022 on establishment of Digital Banking Units (DBUs), the RBI has prescribed reporting of Digital Banking Segment as a sub-segment of Retail Banking Segment. During the year ended March 31, 2023, the Bank has commenced operation at three DBU and the segment information disclosed above is related to the said DBUs.

a) Treasury

The treasury segment primarily consists of entire investment portfolio of the Bank.

b) Retail Banking

The retail banking segment serves retail customers through a branch network. Exposures are classified under retail banking taking into account the status of the borrower (orientation criterion), the nature of product, granularity of the exposure and the quantum thereof. Revenues of the retail banking segment are primarily derived from interest and fees earned on retail loans, interest on deposits placed as collateral with banks and financial institutions. Expenses of this segment primarily comprise interest expense on borrowings, deposits, infrastructure and premises expenses for operating the branch network, personnel costs and other direct overheads.

c) Wholesale Banking

Wholesale Banking includes all advances to companies and statutory bodies, which are not included under Retail Banking.

d) Other Banking Operation

Other Banking includes other items not attributable to any particular business segment.

e) Unallocated

All items which are reckoned at an enterprise level are classified under this segment. This includes capital and reserves, and other unallocable assets and liabilities not identifiable to particular segment such as deferred tax, prepaid expenses, etc.

Statement of Assets and Liabilities of the Bank as at March 31, 2023

Particulars	(₹ in 000s)	
	As at 31.03.2023 (Audited)	As at 31.03.2022 (Audited)
CAPITAL AND LIABILITIES		
Capital	32,49,787	20,14,116
Reserves and surplus	1,47,22,765	99,92,874
Deposits	16,33,40,158	13,53,64,912
Borrowings	6,27,74,600	4,50,98,320
Other liabilities and provisions	1,23,49,586	94,16,864
TOTAL	25,64,36,896	20,18,87,086
ASSETS		
Cash and balances with Reserve Bank of India	1,01,09,394	1,53,00,194
Balance with banks and money at call and short notice	1,07,63,690	70,728
Investments	5,22,12,244	5,06,52,606
Advances	17,75,95,554	13,00,66,746
Fixed assets	12,77,487	17,16,470
Other assets	44,78,527	40,80,342
TOTAL	25,64,36,896	20,18,87,086
Contingent liabilities	7,71,752	4,17,430

Cash flow statement as on March 31, 2023

		(₹ in 000s)	
Particulars		As at 31.03.2023 (Audited)	As at 31.03.2022 (Audited)
A. Cash flow from operating activities			
Net profit before taxes		25,59,713	54,058
Adjustments for:			
Depreciation on fixed assets		6,86,888	8,08,153
Loss on sale of fixed assets		9,747	2,076
Employee stock option expenses		45,977	24,194
Provision for non performing assets		4,56,878	2,87,048
Bad debts written off (net of recoveries)		63,89,553	58,53,286
Provision for standard assets (including standard restructured accounts)		5,95,272	(4,57,705)
Premium amortisation on HTM investments		31,300	29,447
Operating profit before working capital changes (i)		1,07,75,328	66,00,557
Movement in working capital			
(Increase)/Decrease in investments		24,96,046	91,93,454
(Increase)/Decrease in advances		(5,43,75,239)	(2,00,89,497)
Increase/(Decrease) in deposits		2,79,75,246	1,15,07,400
(Increase)/Decrease in other assets		(3,04,560)	(9,58,925)
(Increase)/Decrease in lien marked fixed deposits		(1,82,476)	1,14,007
Increase/(Decrease) in other liabilities and provisions		23,37,450	22,46,770
Net change in working capital (ii)		(2,20,53,533)	20,13,209
Direct taxes (paid)/refund (iii)		(93,625)	(27,671)
Net cash flow from operating activities (i)+(ii)+(iii) (A)		(1,13,71,830)	85,86,095
B. Cash flow used in investing activities			
Purchase of fixed assets		(2,60,455)	(4,08,420)
Proceeds from sale of fixed assets		2,803	2,291
(Increase)/Decrease of held-to-maturity securities		(40,86,984)	(1,28,97,555)
Net cash (used in) investing activities (B)		(43,44,636)	(1,33,03,684)
C. Cash Flow from financing activities			
Proceeds from issue of equity shares		35,671	6,843
Proceeds from issue of compulsorily convertible preference shares		12,00,000	-
Securities premium received		21,24,201	6,53,131
Proceeds from issue of Tier II capital bonds		-	5,00,000
Increase / (decrease) in other borrowings		1,76,76,280	(35,55,168)
Net cash used in financing activities (C)		2,10,36,152	(23,95,194)
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)		53,19,686	(71,12,783)
Cash and cash equivalents as at beginning of the year		1,53,49,136	2,24,61,919
Cash and cash equivalents as at end of the period/year*		2,06,68,822	1,53,49,136

*Cash and Cash Equivalents excludes lien marked Deposits of ₹ 20.43 crores and ₹ 2.18 crores respectively as on March 31, 2023 and March 31, 2022.

Notes:

- The above financial results for the quarter and year ended March 31, 2023, have been reviewed by the Audit Committee 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 April 29, 2023. The above financial results for the quarter and year ended March 31, 2023, have been audited by the joint statutory auditors, M M Nissim & Co LLP, Chartered Accountants and Brahmaya & Co. Chartered Accountants.
- The figures for the quarter ended March 31, 2023 are the balancing figures between full year numbers and year to date December numbers for the current year. The figures for the quarter ended March 31, 2022 are the balancing figures between full year numbers and year to date December unaudited numbers.
- The Bank has followed consistently the same significant accounting policies in the preparation of annual financial results for the quarter with those followed in the annual financial statements for the year ended March 31, 2022. Any circular/direction issued by the RBI is implemented prospectively when it becomes applicable.
- These financial results of the Bank have been prepared in accordance with the Banking Regulations Act 1949, generally accepted accounting principles in India, including Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Accounting Standards) Rules 2021, ("Accounting Standards") as applicable to the bank, Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) 2015, as amended and the guidelines issued by the Reserve Bank of India (RBI) from time to time.

- 5 As per Small Finance Bank Licensing Guidelines issued by the RBI, the equity shares of the Bank were required to be listed on a stock exchange in India within three years from the date of commencement of banking business i.e., by March 27, 2021. The Bank had filed draft red herring prospectus (DRHP) with Securities Exchange Board of India (SEBI) on March 31, 2021 and received SEBI's approval dated July 9, 2021 to raise funds through IPO. The said DRHP has expired on July 8, 2022. The Bank has re-initiated the process of preparing and filing of the DRHP with SEBI.
- 6 Code of Wages 2019 and Code of Social Security 2020 contemplates changes in Wages and Social Security provisions as is presently applicable to the Bank. While the draft rules have been published for public comment, these have not yet been finalised. Further the date of implementation of these codes have not yet been notified. In the absence of definitive definition of wages and other applicable provisions, the Bank will not be able to make reliable and reasonable estimate of financial impact, if any, these codes may have on the Bank. Accordingly, the Bank shall evaluate the impact, if any, once it is feasible to make reliable and reasonable estimate.
- 7 The Bank has carried forward business losses and timing differences on which, the net deferred tax asset amounting to ₹ 1,076.79 crores as at March 31, 2023 (₹ 1,028.11 crores as at March 31, 2022) has not been recognised in the absence of virtual certainty. The said amount is available for set off against future income tax liability subject to availability of sufficient taxable income in the years of set off.
- 8 The disclosure requirements as required by RBI circular dated August 6, 2020 (Resolution Framework 1.0) and May 5, 2021 (Resolution Framework 2.0) as at March 31, 2023 is given below:

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year i.e September 30, 2022 (A)	Of (A), aggregate debt that slipped into NPA during the half-year ended March 31, 2023	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 this half-year
Personal Loans	54.36	13.70	0.04	9.21	31.45
Corporate Loans*	-	-	-	-	-
of which, MSMEs	-	-	-	-	-
Others	123.43	38.22	0.15	41.01	44.20
Total	177.79	51.92	0.19	50.22	75.65

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

represents debt that slipped into NPA and was subsequently written off during the half-year

^ includes change in balances on account of interest

- 9 Details of loans not in default and stressed loans (NPA and SMA accounts) acquired and transferred during the quarter ended March 31, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated 24th September, 2021 are given below:

a) Details of loans not in default transferred to other entities (excluding IBPCs):

₹ in crores

Particulars	Retail Segment
Mode of Transfer	Assignment
Aggregate principal outstanding of loans transferred	446.93
Weighted average residual maturity (Years)	16.29
Weighted average holding period (Years)	1.14
Retention of beneficial economic interest	10% to 15%
Coverage of tangible security	100%

- b) The Bank has not purchased any loans not in default during the quarter ended March 31, 2023.

c) Details of stressed loans transferred during the quarter ended March 31, 2023.

₹ in crores	
Particulars	To ARCs
No of accounts	954
Aggregate principal outstanding of loans transferred (on the date of transfer)	144.45
Weighted average residual tenor of the loans transferred (Years)	13.48
Net book value of the loans transferred (at the time of transfer)	115.46
Aggregate consideration	119.32
Additional consideration realized in respect of accounts transferred in earlier years	-

d) Details of ratings of SRs outstanding as on March 31, 2023 are given below

₹ in crores			
Rating	Rating Agency	Recovery Rating	Outstanding Balance
RR1	Infomerics	100% to 150%	175.19
Rating to be assigned			101.42

e) The Bank has not acquired any stressed loan.

10 Other expense includes:

₹ Crores					
Particulars	Quarter ended 31.03.2023	Quarter ended 31.12.2022	Quarter ended 31.03.2022	Year ended 31.03.2023	Year ended 31.03.2022
(a). Travel and conveyance	14.30	12.02	9.35	47.83	35.04
(b). Professional fees (including technology expense)	42.39	35.70	27.33	147.96	105.51

11 Other income includes fees earned by providing services to customers, income from sale of priority sector lending certificates, profit on sale of investments (net), lease income, income from sale of prudentially written off accounts to ARCs and recoveries from written off accounts.

₹ Crores					
Particulars	Quarter ended 31.03.2023	Quarter ended 31.12.2022	Quarter ended 31.03.2022	Year ended 31.03.2023	Year ended 31.03.2022
Income from Sale of PSL Certificates	0.00	0.00	0.00	49.52	12.71
Income of Sale of assets to ARCs	35.62	0.00	0.00	186.59	0.00
Recoveries from written off accounts	31.30	13.27	22.56	70.65	57.42

12 The Capital Adequacy Ratio (CAR) has been computed in accordance with RBI Circular No. RBI/2016-17/81 DBR.NBD.No. 26/16.13.218/2016-17 dated October 6, 2016 on Operating Guidelines for Small Finance Banks. As per the said circular, prudential regulatory framework will largely be drawn from the Basel standards for capital requirements and Basel II standardized approach for credit risk. Further, the RBI vide its Circular No. DBR.NBD.No.4502/16.13.218/2017-18 dated November 08, 2017 has provided an exemption to all Small Finance Banks whereby no separate capital charge is prescribed for market risk and operational risk. Further, Pillar III disclosures will be made available on the Bank's website at the following link: <https://www.janabank.com/regulatory-disclosures/>. These disclosures have not been subjected to audit by the Statutory Auditors.

13 Previous period/year figures have been regrouped / reclassified, wherever necessary to conform with the current period/year presentation.

For and on behalf of the Board of Directors

Digitally signed by AJAY CHAMANLAL
KANWAL

Date: 2023.04.29 13:01:09 +05'30'

Ajay Kanwal

Managing Director & Chief Executive Officer

Bengaluru, April 29, 2023

M M Nissim & Co LLP
Chartered Accountants

Barodawala Mansion,
B-wing, 3rd Floor, 81,
Dr. Annie Besant Road
Worli, Mumbai - 400 018

Brahmayya & Co.,
Chartered Accountants

Khivraj Mansion,
10/2, Kasturba Road,
Bengaluru- 560 001

**Independent Auditor's Report on Financial Results of Jana Small Finance Bank Limited
for the year ended March 31, 2023 pursuant to the Regulation 52 of the SEBI (Listing
Obligations and Disclosure Requirements), 2015**

**THE BOARD OF DIRECTORS OF
JANA SMALL FINANCE BANK LIMITED**

Report on the Audit of the Financial Results

Opinion

1. We have audited the accompanying Financial Results of Jana Small Finance Bank Limited ("the Bank") for the year ended March 31, 2023 attached herewith, the Statement of Assets and Liabilities as on that date and the Statement of Cash Flows for the year ended on that date which are included in the accompanying 'Financial Results for year ended March 31, 2023' (the "Financial Results"), being submitted by the Bank pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), except for the disclosures relating to Pillar 3 disclosure as at March 31, 2023, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations to be disclosed on the Bank's website and in respect of which a link has been provided in the Financial Results and have not been audited by us.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Results:
 - i. is presented in accordance with the requirements of regulation 52 of the Listing Regulations in this regard except for the disclosures relating to Pillar 3 disclosure as at March 31, 2023 including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations to be disclosed on the Bank's website and in respect of which a link has been provided in the financial results and have not been audited by us; and
 - ii. gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("Act") read with the relevant rules issued thereunder, 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 of the net profit and other financial information for the year ended March 31, 2023 and also the Statement of Assets and Liabilities as at March 31, 2023 and the Statement of Cash Flows for the year ended on that date.



M M Nissim & Co LLP
Chartered Accountants

Barodawala Mansion,
B-wing, 3rd Floor, 81,
Dr. Annie Besant Road
Worli, Mumbai - 400 018

Brahmayya & Co.,
Chartered Accountants

Khivraj Mansion,
10/2, Kasturba Road,
Bengaluru- 560 001

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Act and Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on Financial Results.

Board of Directors' Responsibility for the Financial Results

4. These Financial Results have been compiled from the financial statements. The Bank's Board of Directors are responsible for the preparation of these Financial Results that gives a true and fair view of the net profit and other financial information, the Statement of Assets and Liabilities and the Statement of Cash Flows in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, the RBI Guidelines and other accounting principles generally accepted in India and in compliance with the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Banking Regulation Act, 1949 for safeguarding of 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 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 are free from material misstatement, whether due to fraud or error.
5. 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.
6. The Board of Directors of the Bank are also responsible for overseeing the Bank's financial reporting process.



M M Nissim & Co LLP
Chartered Accountants

Barodawala Mansion,
B-wing, 3rd Floor, 81,
Dr. Annie Besant Road
Worli, Mumbai - 400 018

Brahmayya & Co.,
Chartered Accountants

Khivraj Mansion,
10/2, Kasturba Road,
Bengaluru- 560 001

Auditor's Responsibilities for the Audit of the Financial Results

7. Our objectives are to obtain reasonable assurance about whether the Financial Results 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 these Financial Results.
8. 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 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Bank has internal financial controls with reference to the Financial Statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - 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 Bank's ability 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 Financial Results 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 Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.



M M Nissim & Co LLP
Chartered Accountants

Barodawala Mansion,
B-wing, 3rd Floor, 81,
Dr. Annie Besant Road
Worli, Mumbai - 400 018

Brahmayya & Co.,
Chartered Accountants

Khivraj Mansion,
10/2, Kasturba Road,
Bengaluru- 560 001

9. 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.
10. 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.

Other Matter

11. The Financial Results dealt with by this report have been prepared for the express purpose of filing with BSE Limited. These results are based on and should be read with the audited financial statements of the Bank, for the year ended March 31, 2023 on which we have issued an unmodified audit opinion vide our report dated April 29, 2023.

Our opinion on the Financial Results is not modified in respect of above matters.

For M M Nissim & Co LLP
Chartered Accountants
Firm Registration No: 107122W/W100672

Navin Kumar Jain
Partner
Membership No: 090847
UDIN: 23090847BGXVAQ7451



For Brahmayya & Co.,
Chartered Accountants
Firm Registration No: 000515S

G. Srinivas
Partner
Membership No: 086761
UDIN: 23086761BGWJIM2614



Date: April 29, 2023
Place: Bengaluru

Date: April 29, 2023
Place: Bengaluru