

February 9, 2023

Ref.: SSFB/CS/84/2022-23

To,

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East)
Mumbai – 400 051

BSE Limited
The Corporate Relations Department
Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort,
Mumbai – 400 001

Symbol: **SURYODAY**

Scrip Code: **543279**

Dear Sir/Madam,

Sub: Press Release on Unaudited Financial Results of Suryoday Small Finance Bank Limited (the "Bank") for the quarter and nine months ended on December 31, 2022- Regulation 30 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Intimation of Outcome of meeting of the Board of Directors (the "Board") of Suryoday Small Finance Bank Limited (the "Bank") held on February 9, 2023 - Approval of the Unaudited Financial Results of the Bank for the quarter and nine months ended December 31, 2022

In continuation to abovementioned intimation, please find attached the Press Release on Unaudited Financial Results of Bank for the quarter and nine months ended on December 31, 2022.

The Unaudited Financial Results of the Bank for the quarter and nine months ended December 31, 2022, as aforesaid and Limited Review Report, issued by Statutory Auditors of the Bank, M/s. Walker Chandiook & Co. LLP, Chartered Accountants (Firm Registration Number 001076N/N500013) on the abovementioned Unaudited Financial Results, have already been submitted as part of Outcome of meeting of the Board of Directors of the Bank held on February 9, 2023.

This intimation shall also be made available on the Bank's website at <https://www.suryodaybank.com/> in terms of Regulation 30, 46 and 62 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The above is submitted for your kind information and appropriate dissemination.

Thanking You,

Yours truly,
For **Suryoday Small Finance Bank Limited**

Krishna Kant Chaturvedi
Company Secretary & Compliance Officer

Encl: As above

SURYODAY SMALL FINANCE BANK LIMITED

Reg. & Corp. off : 1101, Sharda Terraces, Plot. 65, Sector 11, CBD Belapur, Navi Mumbai: 400614 Tel: 022-40435800

E Mail: info@suryodaybank.com / **Web:** www.suryodaybank.com **CIN:** L65923MH2008PLC261472 / **GSTIN NO:** 27AAMCS5499J1ZG

9th February 2023, Navi Mumbai

Suryoday Small Finance Bank's PAT Jumps ₹83.7 Crores **Y-o-Y to ₹38.8 Crores in 9M FY23**

Suryoday Small Finance Bank Limited has announced its un-audited financial results for the quarter and nine months ended 31st December 2022.

Business Performance – 9M FY23

- The Bank's gross advances stood at ₹5,408.2 crores as compared to ₹4,872.3 crores in 9M FY22, an increase of 11.0% Y-o-Y: 19.6% normalised Y-o-Y growth (including ARC portfolio of ₹418.7 crores)
- Disbursements for 9M FY23 stood at ₹3,395.6 crores as compared to ₹2,547.7 crores, an increase of 33.3% Y-o-Y.
 - Disbursement activities are back to pre-covid levels owing to healthy on ground demand.
- Deposits stood at ₹4,696.9 crores as compared to ₹3,169.6 crores, registering a strong growth of 48.2% Y-o-Y.
 - Share of retail deposits stood at 77.9%
- Overall collection efficiency as of December 2022 stood at 110.4%
- The Bank has 21.9 lakh customers, an increase of 18.4% over the same period last year.
- Total number of branches stood at 571, with 92 being liability-focused outlets, 364 being asset focused branches and 115 Rural Centres
- Total number of employees stood at 6,094.

Financial highlights – 9M FY23

- Net interest income stood at ₹536.5 crores as compared to ₹438.0 crores, an increase of 22.5% Y-o-Y.
- Net total income stood at ₹599.9 crores as compared to ₹511.6 crores, an increase of 17.3% Y-o-Y.
- Cost of Funds reduced Y-o-Y to 6.6% from 7.1% (in 9M FY22)
- Cost to income ratio – including impact of Loss on Sale of Stressed Loans of ₹21.5 crores - stood at 60.7% as compared to 56.8% in 9M FY22.

- Pre-Provisioning Operating Profit stood at ₹235.8 crores (including impact of Loss on Sale of Stressed Loans of ₹21.5 crores) as compared to ₹216.5 crores an increase of 8.9% Y-o-Y (18.9% Y-o-Y adjusted for impact of Loss on Sale of Stressed Loans).

Asset Quality and Capital Adequacy – 9M FY23

- Gross NPA stood at 4.2%
- Net NPA stood at 2.7%
- Provision coverage ratio (Including technical write offs) stood at 79.2%.
- CRAR of the Bank stood at 36.4%; Tier I capital of 33.5% and Tier II capital of 2.9%

Performance Highlights:

Particulars (Figures in ₹crores)	Q3 FY23	Q3 FY22	Y-o-Y	Q2 FY23	Q-o-Q	9M FY23	9M FY22	Y-o-Y
Interest Earned	291.7	255.0	14.4%	281.0	3.8%	854.2	705.2	21.1%
Interest Expended	108.3	87.7	23.5%	105.1	3.0%	317.8	267.2	18.9%
Net Interest Income	183.4	167.3	9.6%	175.9	4.3%	536.5	438.0	22.5%
Other Income	25.6	18.2	40.7%	24.7	3.6%	63.4*	73.6	-13.9%
Net Total Income	209.1	185.5	12.7%	200.6	4.2%	599.9	511.6	17.3%
Operating Expenses	124.3	105.0	18.4%	107.5	15.6%	342.6	295.2	16.1%
Employee Expense	64.4	55.3	16.5%	51.6	24.8%	169.2	161.8	4.6%
Other Expense	81.4 [#]	49.7	63.8%	55.9	7.2%	194.9 [#]	133.4	46.1%
Operating Profit	63.3[#]	80.5	-21.4%	93.1	-8.9%	235.8[#]	216.5	8.9%
Provisions and Contingencies	39.7 [#]	72.6	-45.3%	76.1	-19.6%	185.1 [#]	279.9	-33.9%
Net Profit Before Tax	23.6	7.9	198.7%	17.0	38.8%	50.7	-63.4	-
Tax	5.5	3.2	71.9%	4.0	37.5%	11.8	-18.5	-
Profit After Tax	18.1	4.7	285.1%	13.0	39.2%	38.8	-44.9	-

*Netting of MTM loss of ₹36.2 crores

Not adjusted for one time ARC related provision of ₹21.5 crores

Particulars	Q3 FY23	Q3 FY22	Y-o-Y	Q2 FY23	Q-o-Q	9M FY23	9M FY22	Y-o-Y
Gross Advances	5,408.2*	4,872.3	11.0%	5,378.4	0.6%	5,408.2*	4,872.3	11.0%
Disbursement	1,265.1	1,121.0	12.9%	1,118.2	13.1%	3,395.6	2,547.7	33.3%
Deposits	4,696.9	3,169.6	48.2%	4,207.0	11.6%	4,696.9	3,169.6	48.2%
Retail Deposit to Total Deposit	77.9%	88.4%	-1,049 bps	71.9%	599 bps	77.9%	88.4%	-1,049 bps
CASA Ratio	14.1%	19.2%	-509 bps	17.3%	-317 bps	14.1%	19.2%	-509 bps
Yield	18.4%	19.2%	-84 bps	18.8%	-41 bps	18.7%	18.8%	-10 bps
NIM	9.2%	9.9%	-68 bps	9.2%	-3 bps	9.2%	8.9%	30 bps
Cost of Deposits	6.9%	7.1%	-23 bps	7.0%	-10 bps	6.9%	7.2%	-30 bps
Cost of Borrowings	6.3%	6.3%	0 bps	6.4%	-6 bps	6.3%	7.0%	-70 bps
Cost of Funds	6.7%	6.8%	-12 bps	6.7%	-2 bps	6.6%	7.1%	-50 bps
Cost to income	69.7% [#]	56.6%	1,312 bps	53.6%	1,610 bps	60.7% [#]	56.8%	390 bps
GNPA Ratio	4.2%	10.5%	-628 bps	9.9%	-570 bps	4.2%	10.5%	-630 bps
NNPA Ratio	2.7%	5.6%	-287 bps	4.8%	-210 bps	2.7%	5.6%	-290 bps
PCR (Including write offs)	79.2%	67.9%	1,130 bps	77.5%	170 bps	79.2%	67.9%	1,130 bps
PCR	36.2%	50.0%	1,380 bps	54.5%	1,830 bps	36.2%	50.0%	1,380 bps
Book Value Per Share (BVPS)	145.5	146.4	-0.6%	143.9	1.1%	145.5	146.4	-0.6%

*Excludes ARC portfolio of ₹418.7 crores as of December 2022, Normalised Y-o-Y Growth 19.6%

Not adjusted for one time ARC related provision of ₹21.5 crores

Commenting on the performance, Mr. Baskar Babu, MD & CEO, Suryoday Small Finance Bank, said:

"For 9M FY23 the bank has undertaken a careful approach in disbursing new loans, with a strong emphasis on collections. We took correct steps at the right time to reduce the risk of portfolio delinquencies while maintaining asset quality. The Bank's Gross Advances as of December 2022 registered a growth of 11.0%, which stood at ₹5,408.2 (excludes ARC portfolio of ₹418.7 crores as of Dec-22) compared to ₹4,872.3 same period last year.

Disbursement for the period grew by 33.3% which stood at ₹3,395.6 crores as compared to ₹2,547.7 crores in the same period last year. Disbursement activities are back to pre-covid levels and is showing progressive momentum owing to healthy on ground demand.

As of December 2022, the bank has registered a strong deposit growth of 48.2%, which stood at ₹4,696.9 crores as compared to ₹3,169.6 crores same period last year.

The Bank has reported Profit After Tax of ₹38.8 crores as compared to a loss of ₹44.9 crores in 9M FY22.

The Bank's continued focus on collection efforts has shown good progress. The collection efficiency as of December 2022 stood at 110.4%.

The Bank is also focusing on expanding affordable home loans and secured business loans especially in urban and semi-urban locations as this segment shows greater resilience and better collection efficiency and has the potential to emerge as a staple product in the Bank's portfolio.

The Bank is also focusing on offering Vikas Loan (VL) to its graduating microfinance customers that provides end-to-end digital solution including collections through Standing Instruction. As of December 2022, Vikas Loan Book stood at ₹828 crores with PAR of 0.9%.

The Bank is firmly committed to being the Bank of Choice for its Inclusive Finance customer segment by offering enhanced products including secured products and enhanced customer experience."

About Suryoday Small Finance Bank Limited:

Suryoday Small Finance Bank Limited is a scheduled commercial bank. Commencing its operations as an NBFC and for over a decade with a clear focus on serving customers in the unbanked and underbanked segments and promoting financial inclusion. Pursuant to receipt of the RBI Final Approval, Suryoday started its operations as an SFB on January 23, 2017. Suryoday is among the leading SFBs in India in terms of net interest margins, return on assets, yields and deposit growth and had the lowest cost-to-income ratio among SFBs in India in Fiscal 2020. The bank has a wide presence across 14 states and UTs across India through its 571 banking outlets, with a strong presence in Maharashtra, Tamilnadu and Odisha. We offer a wide array of services to our customers, through our array of asset and liability products, via our multiple delivery channels. Suryoday SFB is listed on NSE and BSE.

For more details, please visit, www.suryodaybank.com

Safe Harbour:

Some of the statements in this document that are not historical facts; are forward-looking statements. These forward-looking statements include our financial and growth projections as well as statements concerning our plans, strategies, intentions and beliefs concerning our business and the markets in which we operate. These statements are based on information currently available to us, and we assume no obligation to update these statements as circumstances change. There are risks and uncertainties that could cause actual events to differ materially from these forward-looking statements. These risks include, but are not limited to, the level of market demand for our services, the highly-competitive market for the types of services that we offer, market conditions that could cause our customers to reduce their spending for our services, our ability to create, acquire and build new businesses and to grow our existing businesses, our ability to attract and retain qualified personnel, currency fluctuations and market conditions in India and elsewhere around the world, and other risks not specifically mentioned herein but those that are common to industry.

Company:**Investor Relations Advisors:**

For further information, please contact:

**SGA** Strategic Growth Advisors**Suryoday Small Finance Bank Limited****Strategic Growth Advisors Pvt. Ltd.**

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CIN: U74140MH2010PTC204285

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