



April 26, 2024

The BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai – 400001 Scrip Code: 543942, 958095, 959644, 968226	National Stock Exchange of India Limited 5th Floor, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra East, Mumbai – 400 051 NSE symbol: UTKARSHBNK
---	--

Dear Sirs/Madam,

Sub: Outcome of the Board Meeting held today

Further to our letter dated April 18, 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:

1. Financial Results for the fourth quarter and year ended on March 31, 2024

Statement of Audited financial results for the quarter and year ended on March 31, 2024 along with the Audit report issued by M/s. Deloitte Haskins & Sells, Chartered Accountants and M/s. Kirtane & Pandit LLP, Chartered Accountants, Joint Statutory Auditors. The joint statutory auditors have issued an unmodified opinion.

2. Recommended Final Dividend for financial year 2023-24

Final dividend of Rs. 0.50/- (Rupees fifty paise only) per equity share of Rs. 10/- (Rupees ten only) each of the Bank is recommended subject to approval of the shareholders at the ensuing Annual General Meeting and which shall be paid within the timelines as required under the Companies Act, 2013.

3. Alteration of Articles of Association

Postal Ballot Notice dated April 26, 2024 seeking approval of the Shareholders for “Amendments to the Articles of Association of the Bank”.

The Board Meeting commenced at 02:00 pm and above stated agenda(s) concluded at 03:55 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



Utkarsh Small Finance Bank

April 26, 2024

The BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai - 400001 Scrip Code: 543942, 958095, 959644, 968226	National Stock Exchange of India Limited 5th Floor, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra East, Mumbai - 400 051 NSE symbol: UTKARSHBNK
---	--

Dear Sirs/Madam,

Sub: Declaration regarding Audit Reports with Unmodified opinion for the Financial Year ended on March 31, 2024 pursuant to regulation 33(3)(d) & 52(3)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")

Pursuant to the requirement of Regulation 33(3)(d) & 52(3)(a) of Listing Regulations, we hereby declare that M/s. Deloitte Haskins & Sells, Chartered Accountants and M/s. Kirtane & Pandit LLP, Chartered Accountants, Joint Statutory Auditors of the Bank have submitted the Audit Report with unmodified opinion for Annual Audited Financial Results/Statements of the Bank for the Financial Year ended on March 31, 2024.

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

Deloitte Haskins & Sells

19th Floor, Shapath-V
S.G. Highway
Ahmedabad – 380 015
Gujarat, India
Tel: +91 79 6682 7300
Fax: +91 79 6682 7400

Kirtane & Pandit LLP

Chartered Accountants
601, 6th Floor,
Earth Vintage Building,
Nr. MCGM Pumping Station,
Senapati Bapat, Marg Dadar (West)
Mumbai 400 028
Tel: +91 022 2444 4119
Fax: +91 022 2444 1147

INDEPENDENT AUDITORS' REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**TO THE BOARD OF DIRECTORS OF
UTKARSH SMALL FINANCE BANK LIMITED****Opinion and Conclusion**

We have (a) audited the Financial Results for the year ended March 31, 2024 and (b) reviewed the Financial Results for the quarter ended March 31, 2024 (refer 'Other Matters' section below), both included in the accompanying "Statement of Audited Financial Results for the Quarter and Year Ended March 31, 2024" of **UTKARSH SMALL FINANCE BANK LIMITED** (the "Bank"), (the "Statement"), being submitted by the Bank pursuant to the 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 "Listing Regulations").

(a) Opinion on Annual 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 year ended March 31, 2024:

- i. is presented in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Listing Regulations; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Accounting Standards prescribed under Section 133 of the Companies Act 2013, ("Accounting Standards"), 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 of the net profit and other financial information of the Bank for the year then ended.

(b) Conclusion on Unaudited Financial Results for the quarter ended March 31, 2024

With respect to the Financial Results for the quarter ended March 31, 2024, 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 March 31, 2024, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards, 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 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 Regulation 33 and Regulation 52 read with Regulation 63(2) of the Listing Regulations, 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 year ended March 31, 2024

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 year ended March 31, 2024 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.

Board of Director'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 year ended March 31, 2024 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and year ended March 31, 2024 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 Standards 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 RBI from time to time and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) 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 year ended March 31, 2024**

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2024 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. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- 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 33 and Regulation 52 read with Regulation 63(2) of the Listing Regulations.
- 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 Annual Financial Results, including the disclosures, and whether the Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Bank to express an opinion on the Annual 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 March 31, 2024



(b) Review of the Financial Results for the quarter ended March 31, 2024

We conducted our review of the Financial Results for the quarter ended March 31, 2024 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 Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our report on the Statement is not modified in respect of this matter.

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: 24109839BKFTFP1953
Place: Mumbai
Date: April 26, 2024

Sandeep Welling
Partner
Membership No. 044576
UDIN: 24044576BKAUBE1209
Place: Mumbai
Date: April 26, 2024



Utkarsh Small Finance Bank Limited
CIN: U65992UP2016PLC082804
Registered office address: Utkarsh Tower, NH-31 (Airport Road), Sehmalpur, Kazi Sarai, Harhua, Varanasi, Uttar Pradesh, PIN -221105
Statement of audited Financial Results for the quarter and year ended March 31, 2024

	(₹ in lakh)				
	For the quarter ended March 31, 2024	For the quarter ended December 31, 2023	For the quarter ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
	Refer Note 16	Unaudited	Audited	Audited	Audited
1 Interest Earned (a+b+c+d)	89,562.01	80,597.78	69,110.92	3,17,841.16	2,50,497.98
(a) Interest/ discount on advances/ bill	81,634.09	73,644.87	62,196.48	2,88,005.59	2,27,812.10
(b) Income on investments	5,730.33	5,359.21	4,644.43	20,933.28	15,053.55
(c) Interest on balances with Reserve Bank of India and other interbank funds	2,197.14	1,593.12	2,269.33	8,900.06	7,629.03
(d) Others	0.45	0.58	0.68	2.23	3.30
2 Other Income	12,067.53	8,265.76	6,914.69	40,040.12	29,930.62
3 Total Income (1+2)	1,01,629.54	88,863.54	76,025.61	3,57,881.28	2,80,428.60
4 Interest Expended	35,567.27	32,367.40	28,152.06	1,29,260.90	97,594.89
5 Operating Expenses (i)+(ii)	37,840.73	30,881.05	27,042.52	1,28,893.61	99,001.36
(i) Employees cost	21,041.36	17,968.22	15,895.02	73,695.13	57,005.69
(ii) Other operating expenses	16,799.37	12,912.83	11,147.50	55,198.48	41,995.67
6 Total Expenditure (4+5) excluding provisions and contingencies	73,408.00	63,248.45	55,194.58	2,58,154.51	1,96,596.25
7 Operating Profit before Provisions and Contingencies (3-6)	28,221.54	25,615.09	20,831.03	99,726.77	83,832.35
8 Provisions (other than tax) and Contingencies	7,386.87	10,410.20	3,409.74	33,788.14	30,250.93
9 Exceptional item	-	-	-	-	-
10 Profit for the period / year before tax (7-8-9)	20,834.67	15,204.89	17,421.29	65,938.63	53,581.42
11 Tax expense	4,869.02	3,599.13	4,041.50	16,175.78	13,131.23
12 Net Profit for the period / year after tax (10-11)	15,965.65	11,605.76	13,379.79	49,762.85	40,450.19
13 Paid-up equity share capital (of ₹ 10 each)	1,09,945.75	1,09,808.24	89,590.47	1,09,945.75	89,590.47
14 Reserves excluding Revaluation Reserves	-	-	-	1,87,373.08	1,10,441.59
15 Analytical Ratios					
Capital Adequacy Ratio (Refer Note 5)	22.57%	23.18%	20.64%	22.57%	20.64%
EPS Basic (₹) (not annualised for quarters)	1.45	1.06	1.49	4.79	4.52
EPS Diluted (₹) (not annualised for quarters)	1.44	1.05	1.49	4.75	4.51
NPA Ratios					
Gross NPA	41,757.82	46,443.37	43,150.36	41,757.82	43,150.36
Net NPA *	448.92	2,892.69	5,051.16	448.92	5,051.16
% of Gross NPA	2.51%	3.04%	3.23%	2.51%	3.23%
% of Net NPA *	0.03%	0.19%	0.39%	0.03%	0.39%
Return on Assets (not annualised for quarters)	0.72%	0.58%	0.73%	2.46%	2.45%
Net Worth **	2,72,224.67	2,51,900.36	1,84,482.24	2,72,224.67	1,84,482.24
Total Debt [#] to Total Assets ratio	8.35%	8.47%	12.29%	8.35%	12.29%
Debt Equity Ratio [#]	0.67	0.63	1.17	0.67	1.17

* 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 the 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 March 31, 2024	For the quarter ended December 31, 2023	For the quarter ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
	Refer Note 16	Unaudited	Audited	Audited	Audited
1 Segmental Revenue					
(a) Retail	87,901.25	76,431.63	64,213.20	3,06,218.08	2,42,543.58
(b) Wholesale	5,800.81	5,479.38	4,707.92	21,829.87	14,608.28
(c) Treasury	7,927.47	6,952.32	7,106.17	29,833.34	23,276.75
(d) Unallocated	-	-	-	-	-
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	1,01,629.53	88,863.33	76,027.29	3,57,881.29	2,80,428.61
2 Segmental Results					
(a) Retail	20,059.38	14,472.77	16,520.76	64,809.76	54,343.40
(b) Wholesale	(1,643.28)	(1,324.73)	367.21	(5,111.40)	(2,862.75)
(c) Treasury	2,418.57	2,056.87	533.31	6,240.26	2,100.76
(d) Unallocated	-	-	-	-	-
Total Profit before Tax	20,834.67	15,204.91	17,421.28	65,938.62	53,581.41
3 Segmental Assets					
(a) Retail	14,67,213.55	13,39,932.35	11,66,702.97	14,67,213.55	11,66,702.96
(b) Wholesale	1,95,843.21	1,81,089.62	1,59,326.06	1,95,843.21	1,59,326.06
(c) Treasury	6,76,446.76	5,19,167.40	5,42,584.10	6,76,446.76	5,42,584.10
(d) Unallocated	50,764.18	47,241.46	43,116.11	50,764.18	43,116.11
Total Assets	23,90,267.70	20,87,430.83	19,11,729.24	23,90,267.70	19,11,729.23
4 Segmental Liabilities					
(a) Retail	11,92,792.67	10,54,999.41	8,73,444.46	11,92,792.67	8,73,444.45
(b) Wholesale	6,96,180.52	5,70,769.58	5,98,468.69	6,96,180.52	5,98,468.69
(c) Treasury	2,02,127.54	1,79,092.13	2,37,120.57	2,02,127.54	2,37,120.57
(d) Unallocated	1,848.13	1,772.68	2,663.44	1,848.13	2,663.44
(e) Capital & other reserves	2,97,318.84	2,80,797.03	2,00,032.08	2,97,318.84	2,00,032.08
Total Liabilities	23,90,267.70	20,87,430.83	19,11,729.24	23,90,267.70	19,11,729.23

Notes:

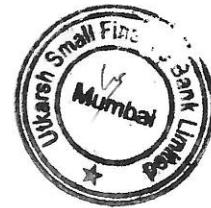
- (i) Consequent to the listing of equity shares of the Bank as stated in Note 7 below pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Bank has disclosed the segment information.
- (ii) 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.
- (iii) The business of the Bank does not extend outside India and it does not have any assets outside India or earnings emanating from outside India. Accordingly, the Bank has reported operations in the domestic segment only.
- (iv) Income, expenses, assets and liabilities have been either specifically identified to individual segment or allocated to segments on a reasonable basis or are classified as unallocated.
- (v) Unallocated items include Fixed Assets, Capital expenditure, realized gains/losses on their sale, income tax expense, deferred income tax assets/liabilities and advance tax.
- (vi) In computing the above information, certain estimates and assumptions have been made by the management and have been relied upon by the auditors.
- (vii) 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).



2. Statement of Assets and Liabilities is given below:

(₹ in lakh)

	As at March 31, 2024	As at March 31, 2023
	Audited	Audited
CAPITAL and LIABILITIES		
Capital	1,09,945.75	89,590.47
Reserves and Surplus	1,87,373.08	1,10,441.59
Deposits	17,47,259.81	13,71,014.00
Borrowings	1,99,508.08	2,34,947.53
Other Liabilities and Provisions	1,46,180.98	1,05,735.63
Total	23,90,267.70	19,11,729.22
ASSETS		
Cash and balances with Reserve Bank of India	1,24,690.02	1,19,205.66
Balances with banks and money at call and short notice	1,78,056.97	1,32,430.64
Investments	3,67,946.52	2,85,942.22
Advances	16,36,480.91	13,06,876.55
Fixed Assets	31,157.75	30,332.39
Other Assets	51,935.53	36,941.76
Total	23,90,267.70	19,11,729.22



3. Statement of Cash Flow is given below:

		(₹ in lakh)	
S.No	Particulars	For the year ended March 31, 2024 Audited	For the year ended March 31, 2023 Audited
I	Cash flow from operating activities		
	Profit before taxes	65,938.63	53,581.42
	Adjustments for:-		
	Depreciation on fixed assets	6,526.65	5,865.50
	Depreciation on investments, net	-	(442.17)
	Amortization of premium on Held to Maturity Investment	1,981.54	2,070.16
	Write-off of non performing advances	31,342.17	38,278.14
	Provision for standard advances and other contingencies (including floating provision)	5,252.75	2,889.19
	Provision for non performing advances (net of reversal)	(2,387.01)	(11,288.50)
	Loss on sale of fixed assets (Net)	5.78	-
	Other provisions and write off	(28.26)	1,705.31
		1,08,632.25	92,659.05
	Adjustments for:-		
	(Increase) / Decrease in available for sale (AFS) investments	(29,702.52)	8,992.93
	(Increase) in advances	(3,58,559.51)	(3,10,916.48)
	Increase in deposits	3,76,245.80	3,63,595.75
	(Increase) in other assets	(32,244.09)	(9,025.20)
	Increase in other liabilities and provisions	41,110.83	19,078.32
		(3,149.49)	71,725.32
	Payment of direct taxes	(6,359.36)	(7,071.04)
	Net cash flow generated from operating activities (A)	99,123.40	1,57,313.33
II	Cash flow from/(used in) investing activities		
	Purchase of fixed assets including capital work in progress	(7,041.26)	(7,584.70)
	Proceeds from sale of fixed assets	23.23	40.17
	Purchase of held to maturity (HTM) securities (net of sales)	(54,961.90)	(61,770.77)
	Net cash flow (used in) investing activities (B)	(61,979.93)	(69,315.30)
III	Cash flow from/(used in) Financing Activities		
	Proceeds from issue of share capital	51,360.88	132.68
	Share issue expenses	(1,954.21)	(1,413.36)
	Net (repayments) from borrowings	(35,439.45)	(22,245.96)
	Net cash flow (used in) /generated from financing activities (C)	13,967.22	(23,526.64)
IV	Net increase in cash and cash equivalents (A) + (B) + (C)	51,110.69	64,471.39
V	Cash and cash equivalents at the beginning of the year	2,51,636.30	1,87,164.91
VI	Cash and cash equivalents at the end of the year	3,02,746.99	2,51,636.30
	Notes to the Cash Flow Statement:		
	Cash and cash equivalents includes the following:		
(i)	Cash in hand	7,902.08	14,733.05
(ii)	Balances with Reserve Bank of India	1,16,787.94	1,04,472.61
(iii)	Balance with banks and money at call and short notice	1,78,056.97	1,32,430.64
	Cash and cash equivalents at the end of the year	3,02,746.99	2,51,636.30

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 above financial results for the year ended March 31, 2024 have been reviewed by the Audit Committee at its meeting held on April 26, 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 April 26, 2024. The financial results have been subjected to audit by the Joint Statutory Auditors as required. An unmodified report has been issued by them thereon.
- These financial results of the Bank have been prepared in accordance with 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 including accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Accounting Standards) Rules, 2006 as amended ("Accounting Standards") as applicable to Banks and with the presentation and disclosure requirements of Regulation 33 and Regulation 52 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, 2023. Any circular / direction issued by RBI is implemented prospectively when it became applicable.
- 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 expenses incurred towards IPO of its equity shares has been adjusted with the Securities Premium account in accordance with Section 52 of the Companies Act, 2013.
- During the quarter and year ended March 31, 2024, the Bank has allotted 13,75,068 and 35,52,797 (March 31, 2023: 185,116 and 383,141 equity shares) equity shares respectively pursuant to the exercise of options under the approved employee stock option scheme.



9. 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.
10. The Board of Directors at its meeting held on April 26, 2024, has proposed a dividend of ₹0.50 per share (Previous Year- ₹NIL per share) for the year ended March 31, 2024 subject to approval of the shareholders at the ensuing Annual General Meeting. Effect of the proposed dividend has been reckoned in determining capital funds in the computation of capital adequacy ratios as at March 31, 2024.
11. As at March 31, 2024, Bank carries floating provision of ₹14,861.64 lakhs (₹9,264.95 lakhs as at March 31, 2023) in accordance with the board approved policy. Further, the Bank was carrying an additional contingency provision of ₹1,300 lakhs as at March 31, 2023 which has been fully utilised in the current year.
12. **Details of resolution plan implemented under the Resolution framework for Covid - 19 related stress as per RBI circulars dated August 06, 2020 (Resolution framework 1.0) and May 05, 2021 (Resolution framework 2.0) as at March 31, 2024 are given below:**

Type of borrower	(A) Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of September 30, 2023	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 March 31, 2024
Personal Loans	1,007.78	97.12		126.54	784.12
Corporate persons*	-				-
Of which, MSMEs	-				-
Others	838.70	104.05		407.67	326.98
Total**	1,846.48	201.17	-	534.21	1,111.10

*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 including additions due to interest capitalisation.

13. Other income includes processing fess, profit/loss on sale of investment (including provision for depreciation), recovery from loans written off and income from sale of priority sector lending certificates.
14. During the quarter / year ended March 31, 2024, there is no transfer or acquisition of stressed loans (Non Performing Assets / Special Mention Accounts).
15. During the quarter / year ended March 31, 2024, the Bank has not acquired/transferred any loans not in default through the assignment of loans.
16. 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.
17. 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 : April 26, 2024

