

Ref.: SSFB/CS/11/2022-23

Date: May 20, 2022

To,
National Stock Exchange of India Limited
Listing Department
Exchange Plaza,
C-1, Block G,
Bandra Kurla Complex,
Bandra (E)
Mumbai - 400051
Symbol: **SURYODAY**

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

Scrip Code: **543279**

Dear Sir/Madam,

Sub: Revised press release on the financial results for the quarter and year ended March 31, 2022

Further to our letter no. SSFB/CS/10/2022-23 dated May 19, 2022 regarding submission of the outcome of the Board Meeting of the Bank held on May 19, 2022 for approval of Financial Results for the quarter and year ended March 31, 2022, kindly note that there was some inadvertent typo error in the Press Release on the financial results for the quarter and year ended March 31, 2022, submitted along with the abovementioned letter no. SSFB/CS/10/2022-23 dated May 19, 2022, we are therefore submitting herewith copy of the revised Press Release for appropriate dissemination and discarding the earlier copy of the Press Release.

This intimation will also be made available on the Bank's website at <https://www.suryodaybank.com/>.

This is for your information and record.

Thanking You,

For Suryoday Small Finance Bank Limited



Krishna Kant Chaturvedi
Company Secretary and Compliance Officer
Encl: As above

20th May 2022, Navi Mumbai

Suryoday Small Finance Bank Limited has announced its audited financial results for the fourth quarter and year ended 31st March 2022.

Business Performance

- The Bank's gross advances for the period ended 31st March 2022 stood at ₹5,063.4 crores, representing a 20.4% increase over the same period last year.
- Disbursements for FY22 stood at ₹3,527.9 crores, up from ₹2,216.6 crores in FY21, representing a year-on-year increase of 59.2%.
- Deposits for the financial year ending 31st March 2022, stood at ₹3,849.8 crores, an increase of 18.2% over the same period last year.
- The retail deposit share stood at 78.1% for the year ended 31st March 2022.
- Bulk deposits are non-callable in nature.
- The CASA ratio stood at 20.2% excluding CD for the year ended March 31, 2022, compared to 15.4% for the same period last year.
- The bank's one-EMI adjusted collection efficiency stood at 86.8% for the quarter ended 31st March 2022, compared to 84.0% for the quarter ended 31st December 2021 and 83.3% for the quarter ended 30th September 2021.
- Overall collection efficiency for the month of March 2022 stood at 116.4%
- As on 31st March 2022, the Bank had 19.2 lakh customers, with a total asset customer base of 16.5 lakh and a total liability customer base of 15.8 lakh, and a unique deposits customer base of 2.8 lakh between assets and liabilities.
- As on 31st March 2022, the total number of banking outlets was 565, with 98 being liability-focused outlets.
- As on 31st March 2022, the total number of employees was 5,252.

Financial highlights for the year ended 31st March 2022

- Net interest income increased by 53.0% year on year to ₹460.1 crores in FY22, while net total income increased by 39.3% year on year to ₹678.0 crores. NIM increased to 8.6% in FY22 from 7.1% in FY21.
- Cost of Funds reduced to 7.0% in FY22 compared to 8.0% in FY21.

- Cost to income during the same period moderated to 60.9% as compared to 67.5% in FY21, owing primarily to an increase in income combined with a lower cost of borrowing.
- Operating expenses for the quarter ended 31st March 2022 stood at ₹413.1 crores, a rise of 25.7% compared to same period last year.

Asset Quality and Capital

- As on 31st March 2022, GNPA was 11.8% (₹597.4 crores)
- Net NPA as on 31st March 2022 was 6.0% (₹283.4 crores)
- Provision coverage ratio as on 31st March 2022 stands at 69.8%.
- As on 31st March 2022 the CRAR of the Bank is 37.9%; Tier I comprise of 34.4% and Tier II comprises of 3.4%.

Performance Highlights:

| Particulars (figures in ₹ crores) | Q4 FY22 | Q4 FY21 | Y-o-Y | Q3 FY22 | Q-o-Q | FY22 | FY21 | Y-o-Y |
|-----------------------------------|--------------|--------------|---------------|--------------|---------------|---------------|--------------|--------------|
| Interest Earned | 236.6 | 151.8 | 55.9% | 255.0 | -7.2% | 941.8 | 776.1 | 21.3% |
| Interest Expended | 90.2 | 94.6 | -4.7% | 87.7 | 2.8% | 357.37 | 365.65 | -2.3% |
| Net Interest Income | 146.4 | 57.2 | 155.9% | 167.3 | -12.5% | 584.5 | 410.5 | 42.4% |
| Other Income | 20.0 | 13.2 | 51.7% | 18.2 | 9.7% | 93.6 | 76.4 | 22.5% |
| Net Total Income | 166.4 | 70.4 | 136.4% | 185.5 | -10.3% | 678.0 | 486.9 | 39.3% |
| Operating Expenses | 117.9 | 97.0 | 21.6% | 105.0 | 12.3% | 413.1 | 328.6 | 25.7% |
| Employee Expense | 66.4 | 52.3 | 27.0% | 55.3 | 20.1% | 228.2 | 185.84 | 22.8% |
| Other Expense | 51.5 | 44.7 | 15.3% | 49.7 | 3.7% | 184.9 | 142.8 | 29.5% |
| Operating Profit | 48.5 | -26.6 | - | 80.5 | -39.8% | 264.9 | 158.3 | 67.4% |
| Provisions and Contingencies | 112.1 | 31.3 | 257.6% | 72.6 | 54.4% | 391.97 | 146.16 | 168.2% |
| Net Profit Before Tax | -63.6 | -58.0 | - | 7.9 | - | -127.1 | 12.1 | - |
| Tax | 15.5 | 15.0 | 3.7% | -3.19 | - | 34.031 | -0.24 | - |
| Profit After Tax | -48.1 | -43.0 | - | 4.7 | - | -93.0 | 11.9 | - |

| | | | | | | | | |
|----------------|---------|---------|-------|---------|--------|---------|---------|-------|
| Gross Advances | 5,063.4 | 4,206.0 | 20.4% | 4,872.3 | 3.9% | 5,063.4 | 4,206.0 | 20.4% |
| Disbursement | 980.1 | 1,056.9 | -7.3% | 1,121.0 | -12.6% | 3,527.9 | 2,216.6 | 59.2% |
| Deposits | 3,849.8 | 3,255.7 | 18.2% | 3,169.5 | 21.5% | 3,849.8 | 3,255.7 | 18.2% |

| Particulars | Q4 FY22 | Q4 FY21 | Y-o-Y | Q3 FY22 | Q-o-Q | FY22 | FY21 | Y-o-Y |
|--------------------------------------|---------|---------|----------|---------|----------|-------|-------|----------|
| Retail Deposit to Total Deposit | 78.1% | 80.0% | -190 bps | 88.4% | 1030 bps | 78.1% | 80.0% | -190 bps |
| CASA Ratio* | 20.2% | 15.4% | 480 bps | 19.3% | 90 bps | 20.2% | 15.4% | 480 bps |
| Yield | 16.4% | 12.2% | 440 bps | 19.2% | -280 bps | 18.2% | 17.8% | 40 bps |
| NIM | 7.8% | 3.7% | 410 bps | 9.9% | 210 bps | 8.6% | 7.1% | 150 bps |
| Cost of Deposits | 6.2% | 7.4% | -70 bps | 7.1% | -140 bps | 7.1% | 7.7% | -60 bps |
| Cost of Borrowings | 6.1% | 8.5% | -240 bps | 6.3% | -20 bps | 6.8% | 8.6% | -180 bps |
| Cost of Funds | 6.5% | 7.8% | -130 bps | 6.8% | -30 bps | 7.0% | 8.0% | -100 bps |
| Cost to income | 70.9% | 137.8% | nm | 56.6% | 1420 bps | 60.9% | 67.5% | +660 bps |
| OER | 9.5% | 9.5% | - | 9.0% | -50 bps | 9.2% | 8.7% | -50 bps |
| GNPA Ratio | 11.8% | 9.4% | 240 bps | 10.5% | 130 bps | 11.8% | 9.4% | 240 bps |
| NNPA Ratio | 6.0% | 4.7% | 130 bps | 5.6% | 40 bps | 6.0% | 4.7% | 130 bps |
| PCR (including technical write-offs) | 69.8% | 63.7% | 610 bps | 67.9% | -190 bps | 69.8% | 63.7% | 610 bps |
| Book Value Per Share (BVPS) | 140.0 | 150.5 | -7.4% | 146.3 | -4.3% | 140.0 | 150.5 | -7.4% |

*CASA ratio is excluding Rs 270 crs CD.

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

"Suryoday demonstrated tenacity in the face of adversity in FY22 by taking careful steps to limit the pandemic's impact and overcome industry challenges. While H1FY22 was a challenging for the industry, H2FY22 saw a much faster recovery. Disbursements and inquiries appear to be outpacing pre-pandemic levels, indicating a positive business outlook. With the recovery of economic activity and the numerous RBI initiatives undertaken recently to boost the sector, the lending ecosystem is expected to grow at a healthy rate in the financial year 2022-23.

Our disbursement of ₹2,101.1 crores in H2FY22, compared to ₹1,426.7 crores in H1FY22, indicates an improvement in our on-the-ground performance. Additionally, the bank has seen improved on-ground collection scenarios, with one-EMI adjusted collection efficiency of 86.8% for the quarter ended 31st March 2022, and overall collection efficiency of 116.4% as on March 2022.

Furthermore, we believe that the MPC's decision to raise the REPO Rate by 40 basis points to 4.40 percent will have a long-term favorable impact on the economy's normalisation, boosting general investment and consumption patterns.

The bank has sufficient liquidity buffers and a sound balance sheet, placing it in a favorable position to achieve medium- to long-term growth. With a capital adequacy ratio of 37.9% at the end of FY22, the bank is well capitalised, with Tier-1 accounting for 34.4% and Tier-2 accounting for 3.4%.

We're also working hard to improve the quality of our portfolio and expand our footprint in new and existing markets. We expect stable credit demand and improved ecosystem recovery in the next quarters, allowing us to focus more on new disbursements and meeting the bank's growth ambitions."

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 13 states and UTs across India through its 565 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

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