

**THE CATHOLIC SYRIAN BANK LIMITED**

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Corporate Identity Number: U65191KL1920PLC000175

**AUDITED FINANCIAL RESULTS FOR THE HALF YEAR AND YEAR ENDED 31 ST MARCH, 2019**

(Rs in lakh)

PARTICULARS	Six months ended 31-Mar-19	Corresponding six months in the previous year 31-Mar-18	Year to date figures for current period 31-Mar-19	Previous accounting year 31-Mar-18
	(Audited) Refer Note 11	(Audited) Refer Note 11	Audited	Audited
1.Interest earned (a) + (b) + (c)	70,850	63,754	1,34,752	1,29,681
(a) Interest/discount on advances/bills	50,582	46,330	96,862	91,281
(b) Income on investments	18,866	15,044	34,737	33,620
(c) Interest on balances with RBI, Other interbank funds and RIDF	1,402	2,380	3,153	4,779
2.Other Income	9,714	5,871	13,592	12,542
3.Total Income (1+2)	80,564	69,624	1,48,343	1,42,222
4.Interest Expended	46,967	44,524	90,756	91,200
5.Operating Expenses (i) +(ii)+(iii)	33,108	22,009	56,251	43,590
(i) Employees Cost	23,329	14,192	38,443	28,690
(ii) Rent, taxes and lighting	2,533	2,340	5,059	4,591
(iii) Other operating expenses	7,247	5,477	12,750	10,309
6.Total Expenditure ((4+5) excluding provisions and contingencies )	80,075	66,534	1,47,007	1,34,790
7.Operating Profit (Loss) before provisions and Contingencies (3-6)	489	3,091	1,336	7,432
8. Provisions (other than Tax) and contingencies	23,195	16,019	31,345	22,369
Of which provisions for Non-performing Assets/write off	19,367	14,042	26,172	19,107
9.Exceptional Items	0	0	0	0
10.Profit/ (Loss) from ordinary activities before tax (7-8-9)	(22706)	(12928)	(30010)	(14936)
11.Less: Tax Expense	(7716)	(4495)	(10268)	(5190)
12.Net Profit/ (Loss) from ordinary activities after tax (10-11)	(14991)	(8434)	(19742)	(9747)
13.Extraordinary items (net of Tax expense)	0	0	0	0
14.Net Profit / (Loss) for the period (12-13)	(14991)	(8434)	(19742)	(9747)
15.Paid-up equity share capital (Face Value of the share-Rs 10 per share)	8,597	8,101	8,597	8,101
(i) Rs. 10 Paid -Up equity share capital	8,101	8,101	8,101	8,101
(ii) Rs. 2.5 Paid -Up equity share capital	496	0	496	0
16.Share warrant	65,134	0	65,134	0
16.Reserves excluding Revaluation Reserves (as per balance sheet )	53,655	64,855	53,655	64,855
17.Analytical Ratios				
(i) Capital Adequacy Ratio (Basel-III)	16.70%	9.91%	16.70%	9.91%
(a) CET 1 Ratio	16.03%	9.45%	16.03%	9.45%
(b) Additional Tier 1 Ratio	0.00%	0.00%	0.00%	0.00%
(ii) Earnings per Share (EPS) - Rupees- Not annualised	(17.55)	(10.42)	(23.73)	(12.04)
18 NPA Ratios				
a) Gross NPA	53,062	76,413	53,062	76,413
Net NPA	24,068	41,629	24,068	41,629
b) % of Gross NPA	4.87%	7.89%	4.87%	7.89%
% of Net NPA	2.27%	4.46%	2.27%	4.46%
c)Return on Assets - Annualised	-1.66%	-1.03%	-1.13%	-0.59%

(Rs in lakh)

	AS ON 31.03.2019	AS ON 31.03.2018
<b>CAPITAL AND LIABILITIES</b>	<b>Audited</b>	<b>Audited</b>
Capital	8,597.23	8,101.43
Share Warrants	65,134.06	-
Reserves and Surplus	69,437.99	80,801.82
Deposits	15,12,387.29	14,69,064.93
Borrowings	-	4,180.00
Other Liabilities and Provisions	35,559.21	24,856.97
<b>TOTAL</b>	<b>16,91,115.78</b>	<b>15,87,005.15</b>
<b>ASSETS</b>		
Cash and balances with Reserve Bank of India	72,540.54	67,789.50
Balances with banks and Money at call and short notice	24,822.52	53,723.90
Investments	4,02,761.16	4,11,395.08
Advances	10,61,523.73	9,33,735.64
Fixed Assets	21,772.88	21,611.76
Other Assets	1,07,694.95	98,749.27
<b>TOTAL</b>	<b>16,91,115.78</b>	<b>15,87,005.15</b>

Notes:

- 1) The above results have been reviewed by the Audit Committee and have been approved and taken on record by the Board of Directors at their respective meetings held on April 22, 2019.
- 2) The Statutory Auditors have audited the financial statement for the year ended 31st March 2019 and have issued an unmodified opinion thereon.
- 3) The working results for the year ended March 31, 2019 have been arrived at after considering the provision for standard assets including requirements for exposures to entities with Unhedged Foreign Currency Exposures, Non Performing Assets, depreciation on investments, income tax and other usual and necessary provisions, read along with note 5 to 8 below.
- 4 (a) Pursuant to approval accorded by shareholders by way of special resolution passed in the Extraordinary General Meeting of the Bank held on March 21, 2018 and in terms of Reserve Bank of India approval vide letter DBR.PSBD.No.341/16.1.060/2018-19 dated July 12, 2018 and approval of Department of Financial Services of the Ministry of Finance, Government of India vide letter No. F.No.26/5/2018-BOA dated October 9, 2018, the Bank during the year has allotted an aggregate number of 1,98,32,130 Equity Shares of Rs. 10 each at an issue price of Rs.140 per share (including premium of Rs. 130 per share) and 6,64,63,329 Warrants compulsorily convertible into or exchangeable for Equity Shares of Rs. 10 each at an issue price of Rs. 140 (including premium of Rs. 130 per warrant) to FIH Mauritius Investments Limited.
- 4 (b) In pursuance of the above approval, the Bank has received an amount of Rs. 35 per Equity Share aggregating to Rs. 69,41,24,550 towards Application and Allotment money out of which Rs. 2.50 per Equity Share amounting to Rs. 4,95,80,325 is credited to Equity Share Capital and Rs. 32.50 per Equity Share amounting to Rs. 64,45,44,225 is credited to Share Premium. The balance amount receivable out of the issue price will be called in one or more tranches as may be decided by the Board / Committee from time to time but not later than 12 months from the date of allotment. The share issue expenses amounting to Rs. 87,76,499 representing stamp duty and filing fee is charged to the Profit and Loss Account
- 4 (c) In pursuance of the above approval, the Bank has also received an amount of Rs. 98 per Warrant aggregating to Rs. 651,34,06,242. The entire proceeds are disclosed as Warrants in the Balance Sheet. The balance amount receivable out of the issue price will be called in one or more tranches as may be decided by the Board / Committee from time to time but not later than 18 months from the date of RBI Approval. The warrants shall be compulsorily convertible on payment of the final consideration and under any circumstances shall not exceed 18 months from the date of Reserve Bank of India Letter dated July 12, 2018
- 5) Bank as a prudential measure decided to accelerate the provision for NPA. Though the provision requirements as on March 31, 2019 as per RBI provisioning norms is Rs 169.61 Crores, considering the uncertainties about the recoverability within a reasonable timeframe, as a prudential measure bank has decided to change the Accounting Policy and accelerate the provisioning from the current financial year. Had the bank not accelerated the provisioning, provisions for NPA/write off would have been lower by Rs 92.11 Crores and loss before tax would have been lower by Rs 92.11 Crores.
- 6) As per RBI Circular DBR. No.BP.BC.92/21.04.048/2015-16 dated April 18, 2016, in respect of provisioning pertaining to frauds, bank has the option to make the provisions over a period, not exceeding four quarters commencing from the quarter in which the fraud has been detected and debit other reserves in respect of amount remaining unprovided at the end of the financial year. However, as a prudential measure, Bank has opted to charge the entire amount of such provisioning required to profit & loss account. Had the bank exercised the option to debit other reserves, loss before tax would have been lower by Rs14.84 Crores.
- 7) The appreciation in value as on 31.03.2019 amounting to Rs 11.74 crores in respect of Security Receipt held by the bank has not been reckoned while arriving at net depreciation of the portfolio as a prudential measure. Had the bank accounted the said appreciation, loss before tax would have been lower by Rs 11.74 Crores.
- 8) As a cumulative effect of accelerated provisioning as mentioned in the items 5), 6) and 7), loss before tax is higher by Rs.118.69 crore with consequential impact on investments, reserves and surplus and advances.
- 9) In terms of RBI Circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 1st July, 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital disclosure requirements with effect from 30.09.2013. The bank has made these disclosures which are available on its website at the link <http://www.csb.co.in/basel-ii-basel-iii-disclosures>. These disclosures have not been subjected to audit by the Central Statutory Auditors of the Bank.
- 10) Information relating to Total Comprehensive Income and Other Comprehensive Income are not furnished as IND AS is not yet made applicable to banks.
- 11) The figures for the half year ended March 31, 2019 and March 31, 2018 represents the difference between the audited figures for the year ended March 31, 2019 and March 31, 2018 and the reviewed figures for the half year ended September 30, 2018 and September 30, 2017, respectively.
- 12) Previous Period's/Year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Kochi  
22.04.2019

For and on behalf of the Board

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C VR Rajendran  
Managing Director & CEO