



Ref No. SBM/SEC/NSE/2022-23/008

August 12, 2022

To,

The Listing Compliance Department  
National Stock Exchange of India Limited  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra (East),  
Mumbai - 400 051

Dear Sir / Madam,

**Sub: Board Meeting held on August 12, 2022 - Un-Audited Financial Results of SBM Bank (India) Limited for the quarter ended June 30, 2022, pursuant to Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

This is with reference to our letter dated August 8, 2022, regarding submission of un-audited Financial Results of the Bank for the quarter ended June 30, 2022, along with the Limited Review Report. Kindly note that, pursuant to the Regulation 51(2) and Regulation 52 read with Part B of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") (as amended from time to time), we hereby inform the Exchange that the Board of Directors of the Bank at its Meeting held today i.e. Friday, August 12, 2022 has, inter alia, approved Un-audited Financial Results of the Bank for the quarter ended June 30, 2022 along with the Limited Review Report issued by the Statutory Auditors.

Accordingly, please find enclosed the following:

- Un-audited Financial Results of the Company for the quarter ended June 30, 2022 along with the Limited Review Report issued by Statutory Auditors.
- Line items specified in Regulation 52(4) of the Listing Regulations

It may kindly be noted that the Board Meeting started at 12:05 p.m. and concluded at 03.08 p.m. (IST).

You are requested to kindly take the above on record.

Thanking You,

For SBM Bank (India) Limited

  
**Sidharth Rath**  
Managing Director & CEO

Encl.: As above





SBM Bank (India) Ltd.

CIN:U65999MH2017FLC293229

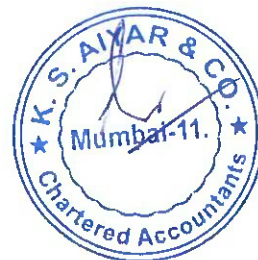
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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30,2022

(Rs in lacs)

Sr No	Particulars	Quarter ended			Year ended
		30-Jun-2022	31-Mar-2022	30-Jun-2021	31-Mar-2022
		Unaudited	Unaudited	Unaudited	Audited
1	Interest Earned (a)+(b)+(c)+(d)	14,015	11,396	8,396	39,729
	a) Interest/discount on advances/bills	9,510	8,006	6,042	28,499
	b) Income on investments	3,362	2,740	1,665	8,602
	c) Interest on Balances with RBI and Other Inter-Bank Funds	841	571	273	1,729
	d) Others	302	79	416	899
2	Other income	4,648	5,132	2,562	11,588
3	<b>Total income (1)+(2)</b>	<b>18,663</b>	<b>16,528</b>	<b>10,958</b>	<b>51,317</b>
4	Interest Expended	9,588	8,057	5,727	27,221
5	Operating expenses (i)+(ii)	7,250	6,397	3,577	18,683
	i) Employees cost	2,540	2,351	1,680	7,308
	ii) Other operating expenses	4,710	4,046	1,897	11,375
6	<b>Total expenditure (4)+(5) (Excluding provisions and Contingencies)</b>	<b>16,838</b>	<b>14,454</b>	<b>9,304</b>	<b>45,904</b>
7	<b>Operating profit before Provisions and Contingencies (3)-(6)</b>	<b>1,825</b>	<b>2,074</b>	<b>1,654</b>	<b>5,413</b>
8	Provisions (other than tax) and Contingencies	595	687	(188)	3,654
9	Exceptional Items	-	-	-	-
10	<b>Profit/(Loss) from Ordinary Activities before tax (7)-(8)-(9)</b>	<b>1,230</b>	<b>1,387</b>	<b>1,842</b>	<b>1,759</b>
11	Tax Expense	-	-	62	129
12	<b>Net Profit/(Loss) from Ordinary Activities after tax (10)-(11)</b>	<b>1,230</b>	<b>1,387</b>	<b>1,780</b>	<b>1,630</b>
13	Extraordinary items (net of tax expense)	-	-	-	-
14	<b>Net Profit/(Loss) for the period (12)-(13)</b>	<b>1,230</b>	<b>1,387</b>	<b>1,780</b>	<b>1,630</b>
15	Paid up equity share capital (Face value of Rs 10/- each)	82,363	82,363	75,696	82,363
16	Reserves excluding revaluation reserves	-	-	-	(13,154)
17	<b>Analytical Ratios and other disclosures</b>				
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
	(ii) Capital Adequacy Ratio	16.68%	17.28%	17.84%	17.28%
	(iii) Earnings per share (EPS) (Rs) (Face value of Rs 10/- each)				
	(a) Basic EPS before or after extraordinary items (net of tax expense)	0.15	0.17	0.24	0.21
	(b) Diluted EPS before or after extraordinary items (net of tax expense)	0.15	0.17	0.24	0.21
	(iv) NPA ratios				
	(a) Gross NPAs	9,145	9,324	8,963	9,324
	(b) Net NPAs	1,372	1,713	2,771	1,713
	(c) % of Gross NPAs to Gross Advances	1.78%	2.10%	2.92%	2.10%
	(d) % of Net NPAs to Net Advances	0.27%	0.39%	0.92%	0.39%
	(v) Return on assets (average)	0.58%	0.27%	1.53%	0.27%
	(vi) Net worth	70,439	69,209	59,358	69,209
	(vii) Outstanding redeemable preference shares	-	-	-	-
	(viii) Capital redemption reserve	-	-	-	-
	(ix) Debt-equity ratio *	1.53	0.45	0.23	0.45
	(x) Debenture redemption reserve	-	-	-	-
	(xi) Total debts to total assets *	12.19%	3.95%	2.67%	3.95%
	* Debt represents total borrowings; Equity represents total of share capital and reserves.				



- 1 The Bank has applied its significant accounting policies in the preparation of these financial results consistent with those followed in the annual financial statements for the year ended March 31, 2022. Any circular/ direction issued by RBI is implemented prospectively when it becomes applicable.
- 2 In accordance with RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio , liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Base I framework. The Bank has made these disclosures which are available on its website at the following link <https://www.sbmbank.co.in/aboutus/investor-corner.php>. The disclosures have not been subjected to audit or limited review by the statutory auditors of the Bank.
- 3 India is emerging from the after effect of COVID-19 virus, a global pandemic that affected the world economy over the last two years. The extent to which any new wave of COVID-19 will impact the Bank's operations and asset quality will depend on the future developments, which are highly uncertain.
- 4 Other Income includes commission income from non-fund based activities, fees, earnings from foreign exchange transactions, profit and loss (including revaluations) from investments, etc.
- 5 The above results have been approved by the Board of Directors of the Bank at its meeting held today.
- 6 These results for the quarter ended June 30, 2022 have been subjected to limited review by statutory auditors – K. S. Aiyar & Co., Mumbai, Chartered Accountants who have issued an unmodified review report thereon.
- 7 Details of loan transferred / acquired during the quarter ended June 30, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below :-

(i) The Bank has not transferred any stressed loans (Non- performing asset and Special Mention Account) and loan not in default during the quarter ended June 30, 2022.

(ii) The Bank has not acquired any stressed loans (NPA and SMA accounts) during the quarter ended June 30, 2022.

(iii) Details of loans not in default acquired through assignment during the quarter ended June 30, 2022 is given below:

Particulars	June 30, 2022
Aggregate amounts of loans acquired (Rs in lacs)	8,584
Aggregate consideration paid (Rs in lacs)	6,867
Weighted average residual maturity (in years)	2.19
Weighted average holding period by originator (in years)	0.57
Retention of beneficial economic interest by the originator	20%
Tangible security coverage	Unsecured Loans
Rating wise distribution of rated loans*	Unrated

\*The loans are unrated as these are from non-corporate borrowers.

(iv) Details of recovery ratings assigned for Security Receipts as on June 30, 2022:

Recovery Rating ^	Anticipated recovery as per recovery rating	June 30, 2022 (Amount in lacs) Book Value **
BWRR1	100%-150%	242
BWRR3	50%-75%	225
Unrated *	0%-25%	1,767
<b>Total</b>		<b>2,234</b>

^ Recovery rating is assigned by various external agencies.

\* Represents security receipts for which 8 years have been completed

\*\* The Bank has not made any Investment in Security Receipts during the quarter ended June 30, 2022. Provision against the outstanding Security Receipts as on June 30, 2022 is INR 1,825 lacs.

- 8 Figures of the previous periods have been regrouped reclassified wherever necessary to conform to current period's classification.

Place : Mumbai  
Date : August 12, 2022




For SBM Bank (India) Ltd.

Mr. Sidharth Rath  
Managing Director &  
Chief Executive Officer



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Shakti Mills Lane (Off Dr E Moses Rd)  
Mahalaxmi, Mumbai - 400 011 India  
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www.KSAiyar.com  
Mail@KSAiyar.com

Review report to;  
The Board of Directors,  
SBM Bank (India) Limited.

We have reviewed the accompanying statement of unaudited financial results of SBM Bank (India) Limited ('the Bank') for quarter and three months the period ended 30<sup>th</sup> June, 2022 ('the Statement') being submitted by the Bank pursuant to the requirements of Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended (the Regulations') except for the disclosures, referred to in Note 2 to the Statement, relating to Pillar 3 disclosure as at June 30, 2022 including leverage ratio, liquidity coverage and Net Stable Funding Ratio under Basel III Capital Regulations as disclosed on the Bank's website in respect of which a link has been provided in the Statement which have not been reviewed by us.

This statement is the responsibility of the Bank's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 'Interim Financial Reporting ('AS 25') prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by Reserve Bank of India (the RBI') from time to time and other recognized accounting principles generally accepted in India.

Our responsibility is to issue a review report on this Statement of Unaudited Financial Results based on our review.

We conducted our review of the Statement 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 Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Bank's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the

Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

**Emphasis of Matter**

We draw attention to Note 3 to the Statement of unaudited financial results which describes the business uncertainties due to the outbreak of the SARS-CoV-2 virus (COVID-19). In view of these uncertainties, the impact on the Bank's results for the subsequent period is significantly dependent on future developments.

**Other Matter**

1. The Statement includes figures with respect to corresponding quarter of previous year i.e., June, 2021 which are not subjected to any review or audit and are stated as prepared by the management.
2. Bank has, during the current quarter, made additional provision of Rs.45.38 Lakhs (cumulative till 30.06.2022 Rs.165.68 Lakhs) @ 0.5% of its operating income, as advised by the Reserve Bank of India, in view of certain non-compliances observed in its inspection with respect to automation of Income Recognition, Asset classification and Provisioning processes.

Our Review Conclusion is not modified in respect of these matters.

For K.S. Aiyar & Co;  
Chartered Accountants;  
Firm Registration No. 100186W  
UDIN: 22038526AOWOFV6061



Rajesh S. Joshi  
Partner  
Membership No. 038526

Mumbai  
August 12, 2022