

UJJIVAN/SE/2023-24/43

November 06, 2023

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East),
Mumbai 400 051
Kind Attention: Manager, Listing Department

BSE Limited
P.J. Tower,
Dalal Street
Mumbai 400 001
Kind Attention: Manager, Listing Compliance

Trading Symbol: UJJIVAN

SCRIP CODE: 539874

Dear Sir/Madam,

Subject: Outcome of the Board Meeting held on November 06, 2023 - Financial Results for the quarter and half year ended September 30, 2023

Please refer to our letter dated October 19, 2023, wherein we have intimated about the convening of the meeting of the Board of Directors on November 06, 2023 to approve inter alia the Financial Results for the quarter and half year ended September 30, 2023.

In connection therewith, please note that the Board in its meeting held today November 06, 2023 (meeting commenced at 03:20 PM and concluded at 03:50 PM) has approved and taken on record the unaudited financial results of the Company (standalone and consolidated) for the quarter and half year ended September 30, 2023 together with a copy of the limited review report issued by the statutory auditors of the Company.

A copy of the aforesaid un-audited financial results for the quarter and half year ended September 30, 2023 and limited review report issued by the Statutory Auditors are enclosed herewith.

The above disclosures are being made in compliance with Regulation 30 and 33 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This intimation shall also be available on the Ujjivan website at www.ujjivan.com

We request you to please take the above on record.

Thanking You,

Yours faithfully,

For Ujjivan Financial Services Limited

Shashidhara S
Company Secretary

Encl: Financial Results and Limited Review Report issued by the auditors

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

Review report to the Board of Directors of Ujjivan Financial Services Limited

Introduction

1. We have reviewed the accompanying statement of unaudited standalone financial results of Ujjivan Financial Services Limited ("the Company") for the quarter and half year ended September 30, 2023 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the SEBI Regulations").
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ("Ind AS") 34 'Interim Financial Reporting', specified in section 133 of the Companies Act, 2013, the circulars, guidelines, and directions issued by Reserve Bank of India ("RBI") and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. 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 company 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.

Conclusion

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian accounting standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

For VARMA & VARMA
Chartered Accountants
FRN: 0045325

Place: Bengaluru
Date : 06 November 2023



Srinivas K.P.

K P SRINIVAS
Partner
M.No.208520

UDIN: 23208520BQUHKE7315

Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2023

(Indian Rupees in lakhs, except per share data)

| Sr. No. | Particulars | Quarter ended | | | Half year ended | | Year ended |
|---------|---|--------------------|---------------|--------------------|--------------------|--------------------|----------------|
| | | September 30, 2023 | June 30, 2023 | September 30, 2022 | September 30, 2023 | September 30, 2022 | March 31, 2023 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I | Revenue from operations | 7,200 | 1,100 | - | 8,300 | - | 11,900 |
| II | Other income | 400 | 336 | 189 | 736 | 359 | 825 |
| III | Total income (I+II) | 7,600 | 1,436 | 189 | 9,036 | 359 | 12,725 |
| | Expenses | | | | | | |
| | Employee benefits expenses | 21 | 20 | 16 | 41 | 28 | 61 |
| | Depreciation | 0 | 0 | 0 | 1 | 1 | 1 |
| | Other expenses | 49 | 54 | 47 | 102 | 114 | 251 |
| IV | Total expenses | 70 | 74 | 63 | 144 | 143 | 313 |
| V | Profit before tax (III-IV) | 7,530 | 1,362 | 126 | 8,892 | 217 | 12,412 |
| | Tax expense | | | | | | |
| | Current tax | 978 | 191 | 32 | 1,168 | 55 | 1,594 |
| | In respect of earlier year(s) | 11 | - | 1 | 11 | 1 | 2 |
| | Deferred tax charge/(credit) | 0 | 0 | (0) | 0 | (0) | (0) |
| VI | Total tax expense | 989 | 191 | 32 | 1,180 | 56 | 1,596 |
| VII | Profit for the period / year (V-VI) | 6,541 | 1,172 | 93 | 7,713 | 161 | 10,816 |
| | Other comprehensive income | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | Remeasurements of defined benefit plan | - | - | - | - | - | 1 |
| | Income tax relating thereto | - | - | - | - | - | (0) |
| VIII | Total other comprehensive income for the period / year, net of tax | - | - | - | - | - | 1 |
| IX | Total comprehensive income for the period / year (VII+VIII) | 6,541 | 1,172 | 93 | 7,713 | 161 | 10,817 |
| X | Paid-up equity share capital (face value of Rs. 10/ share) | 12,171 | 12,168 | 12,168 | 12,171 | 12,168 | 12,168 |
| XI | Earnings per equity share:* | | | | | | |
| | Basic (Rs.) | 5.38 | 0.96 | 0.08 | 6.34 | 0.13 | 8.89 |
| | Diluted (Rs.) | 5.37 | 0.96 | 0.08 | 6.34 | 0.13 | 8.89 |

* Earnings per share for the interim periods are not annualised.



Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2023

Notes to unaudited standalone financial results :

1 Statement of standalone assets and liabilities

| Particulars | As at | |
|--|--------------------|-----------------|
| | September 30, 2023 | March 31, 2023 |
| | Unaudited | Audited |
| ASSETS | | |
| Financial assets | | |
| Cash and cash equivalents | 167 | 69 |
| Bank balances other than above | 20,975 | 17,297 |
| Investments | 1,67,983 | 1,67,983 |
| Non-financial assets | | |
| Current tax assets (net) | 61 | 72 |
| Deferred tax assets (net) | 1 | 1 |
| Property, plant and equipment | 2 | 3 |
| Other non-financial assets | 10 | 10 |
| Total assets | 1,89,199 | 1,85,435 |
| LIABILITIES AND EQUITY | | |
| Liabilities | | |
| Financial liabilities | | |
| Payables | | |
| Trade payables | | |
| - Total outstanding dues of micro enterprises and small enterprises | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | 13 | 17 |
| Other financial liabilities | 13 | 16 |
| Non-financial liabilities | | |
| Current tax liabilities (net) | 135 | - |
| Provisions | 2 | 2 |
| Other non-financial liabilities | 81 | 82 |
| Total liabilities | 244 | 117 |
| Equity | | |
| Equity share capital | 12,171 | 12,168 |
| Other equity | 1,76,783 | 1,73,150 |
| Total equity | 1,88,955 | 1,85,318 |
| Total liabilities and equity | 1,89,199 | 1,85,435 |



Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2023

2 Statement of standalone cash flows

| Particulars | Half year ended September 30, 2023 | Half year ended September 30, 2022 | Year ended March 31, 2023 |
|---|------------------------------------|------------------------------------|---------------------------|
| | Unaudited | Unaudited | Audited |
| Cash flows from operating activities | | | |
| Profit before tax | 8,892 | 217 | 12,412 |
| Adjustments for: | | | |
| Depreciation expenses | 1 | 1 | 1 |
| Interest on fixed deposits | (736) | (359) | (823) |
| Operating cash flows before working capital changes | 8,157 | (142) | 11,590 |
| Changes in working capital: | | | |
| Financial assets/ liabilities | | | |
| Increase / (decrease) in trade payables | (5) | (3) | 2 |
| Non-financial assets/ liabilities | | | |
| (Increase) / decrease in other assets | 0 | (0) | (2) |
| (Increase) / decrease in bank balances other than cash and cash equivalents | 3 | - | (7) |
| Increase / (decrease) in provisions | 0 | (1) | 0 |
| Increase / (decrease) in other non financial liabilities | (4) | (6) | 6 |
| Cash flow used in operations | 8,151 | (152) | 11,589 |
| Income tax (paid) / refunds received, net | (1,033) | (42) | (1,598) |
| Net cash generated from / (used in) operating activities (A) | 7,119 | (194) | 9,992 |
| Cash flows from investing activities | | | |
| Purchase of property, plant and equipment | - | (2) | (2) |
| Maturity proceeds from fixed deposit placed with banks | 9,160 | 4,440 | 12,410 |
| Placement of fixed deposits with banks | (12,855) | (4,630) | (16,979) |
| Interest received on fixed deposits placed with banks | 750 | 428 | 719 |
| Net cash (used in)/generated from investing activities (B) | (2,945) | 236 | (3,852) |
| Cash flows from financing activities | | | |
| Proceeds from share application money (net) received on exercise of ESOP | 45 | - | - |
| Proceeds from allotment of shares on exercise of ESOP | 139 | - | - |
| Interim dividend paid | (4,260) | - | (6,084) |
| Net cash (used in)/ generated from Financing activities (C) | (4,076) | - | (6,084) |
| Net increase / (decrease) in cash and cash equivalents (A) + (B) + (C) | 98 | 42 | 56 |
| Cash and cash equivalents at the beginning of the period / year | 69 | 22 | 13 |
| Cash & cash equivalents at the end of the period / year | 167 | 64 | 69 |

Note: The above standalone cash flow statement has been prepared as per Ind AS 7 - Statement of Cashflow specified under section 133 of the Companies Act, 2013.

- 3 The above unaudited standalone financial results have been reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on November 06, 2023 in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. These financial results have been prepared in accordance with the recognition and measurement principles, prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015 and other relevant rules issued thereunder and other recognized accounting principles generally accepted in India. The financial results for the quarter and half year ended September 30, 2023 have been subjected to a limited review by the Statutory auditors of the Company. The statutory auditors have issued an unmodified conclusion on the above results.
- 4 Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the CEO of the Company. The Company being a NBFC-ND-SI-CIC (Core Investment Company) registered with the RBI under section 45-IA of the Reserve Bank of India Act, 1934, operates only in one Business Segment, accordingly it does not have any separate reportable segment as per Indian Accounting Standard 108 "Operating Segments".
- 5 The Company has consistently applied its accounting policies in the preparation of these unaudited standalone financial results that are consistent with those followed in the annual audited financial statements for the year ended March 31, 2023.



Statement of Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2023

- 6 During the half year ended September 30, 2023, the Company has allotted 36,164 equity shares of Rs.10 each, fully paid-up on exercise of options by employees of its Subsidiary Bank under the Employees Stock Option Scheme. (for the half year ended September 30, 2022 : Nil shares were issued) (year ended 31 March 2023: Nil shares were issued).

As at September 30, 2023, the Company has 55,15,880 (March 31, 2023: 55,15,880) options granted and vested under ESOP scheme of the Company, of which 8,64,346 (March 31, 2023: 8,28,182) options have been exercised, 43,19,174 (March 31, 2023: 39,14,746) options are expired/ lapsed and 3,32,360 (March 31, 2023: 7,72,952) vested options are yet to be exercised.

- 7 The following expenses included under 'Other expenses' exceed 10% of the total expenses:

(₹ in Lakhs)

| Particulars | Quarter ended | | | Half year ended | | Year ended |
|--------------------------------------|--------------------|---------------|--------------------|--------------------|--------------------|----------------|
| | September 30, 2023 | June 30, 2023 | September 30, 2022 | September 30, 2023 | September 30, 2022 | March 31, 2023 |
| Professional and consultancy charges | 10 | 25 | * | 35 | 24 | 73 |
| Rates and taxes | * | 9 | * | * | * | * |
| Directors' sitting fee | 19 | 14 | 17 | 33 | 46 | 114 |
| AGM expenses | 7 | * | 9 | * | * | * |
| CSR expenses | 9 | * | * | * | * | * |

*Indicates that such expenses did not exceed 10% of the total other expenses for that period.

- 8 During the half year/quarter ended September 30, 2023, the Board of Directors at their meeting held on August 23, 2023 declared an interim dividend of Rs.3.5 per equity share of Rs.10 each (year ended March 31, 2023 - Rs.5 per equity share of Rs.10 each).
- 9 The Board of Directors of the Company and Ujjivan Small Finance Bank, the Subsidiary ("the Bank") in their respective meetings held on October 14, 2022 have approved a scheme of amalgamation of the Company with the Bank in terms of Sections 230 to 232 of the Companies Act, 2013. In terms of the said scheme, the Company will be amalgamated into with the Bank and all its assets, liabilities, contracts, employees, licenses, records and approvals will be transferred to and will be deemed to have been transferred to and vested in the Bank, as a going concern, without any further act, instrument or deed, together with all its properties, assets, liabilities, rights, benefits and interest therein. All the Key Managerial Personnel, and other employees of the Company who are in employment as on the Effective Date shall become, and be deemed to have become, the staff and employees of the Bank, without any break or interruption in their services and on the same terms and conditions (and which are not less favourable than those) on which they are engaged by the Company as on the Effective Date. All proceedings by or against the Company shall continue by or against the Bank. The appointed date under the said Scheme is April 01, 2023 or such other date as may be approved by the NCLT. In consideration of the proposed merger, the Bank will allot to the shareholders of the Company as on the Record Date (to be fixed by the Board of the Bank), 116 (One hundred and sixteen) equity shares of the face value of Rs. 10/- each of the Bank, credited as fully paid-up, for every 10 (ten) equity shares of the face value of Rs. 10/- each fully paid-up held by such shareholders of the Company. The shares held by the Company in the Bank shall stand extinguished on the amalgamation taking effect. The RBI vide its letter dated February 01, 2023, has conveyed its "no-objection" to the said proposal for voluntary amalgamation of the Company with the Bank subject to NCLT and other regulatory approvals. Further, the Bank on March 09, 2023 has received the no-objection letters from the Stock Exchanges (NSE and BSE), based on which a joint application was filed with the NCLT on March 29, 2023, by the Company and Bank. The hearing of application with the NCLT was successfully completed on June 28, 2023. The NCLT vide their order dated September 08, 2023 directed the Company to convene a meeting of its equity shareholders on November 03, 2023 for which notice dated September 22, 2023 was sent to the shareholders. Further, an affidavit of service has been filed with the NCLT for completion of notice of meetings and publication of advertisement and other related compliance. The shareholders approved the Scheme of amalgamation on November 3, 2023 at the EGM conducted in pursuance of directions of NCLT and the Chairperson appointed by NCLT is in process of filing the report with NCLT.
- 10 The amounts included in these unaudited standalone financial results are reported in Indian rupees (INR) in lakhs except for shares and per share data, unless otherwise stated. The sign "0" in these financial results indicate that the amounts involved are below rounding off norms adopted by the Company and the sign "-" indicates that the amount is "NIL".

For and on behalf of the Board of Directors of;
Ujjivan Financial Services Limited



Samit Ghosh
 Non-Executive Director and Chairman
 DIN: 00185369

Place: Bengaluru
 Date: November 06, 2023



INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

Review report to the Board of Directors of Ujjivan Financial Services Limited

Introduction

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Ujjivan Financial Services Limited ("the Holding Company") and its subsidiary ("the Holding Company and its subsidiary hereinafter collectively referred as "the Group") for the quarter and half year ended September 30, 2023 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the SEBI Regulations").
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ("Ind-AS") 34 'Interim Financial Reporting', specified under section 133 of the Companies Act, 2013, the circulars, guidelines and directions issued by Reserve Bank of India and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. 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 company 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

| Sl. No. | Name of the Company | Relationship |
|---------|------------------------------------|-----------------|
| 1. | Ujjivan Financial Services Limited | Holding Company |
| 2. | Ujjivan Small Finance Bank Limited | Subsidiary |



Conclusion

5. Based on our review conducted and procedures performed as stated in Paragraph 3 above and based on the consideration of review report of the auditors of the subsidiary referred in Paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

6. The unaudited consolidated financial results include the unaudited financial results of one subsidiary, whose Special Purpose Ind AS Interim Condensed Financial Information prepared in accordance with Indian Accounting Standards specified under section 133 of the Companies Act, 2013 which reflect total assets of Rs.40,32,719 lakhs (before consolidation adjustments) as at September 30, 2023, total income of Rs.1,55,820 lakhs (before consolidation adjustments) and Rs.3,01,415 lakhs (before consolidation adjustments) and profit of Rs.31,539 lakhs (before consolidation adjustments) and Rs.61,307 lakhs (before consolidation adjustments) and total comprehensive income of Rs.31,850 Lakhs (before consolidation adjustments) and Rs.61,539 lakhs (before consolidation adjustments) for the quarter and half year ended September 30, 2023 respectively, and net cash outflows of Rs.17,164 Lakhs (before consolidation adjustments) for the half year ended September 30, 2023 as considered in the consolidated unaudited financial results. These special purpose Ind AS condensed interim financial information has been reviewed by the joint auditors of the subsidiary whose review report has been furnished to us by the Management and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the report of the said joint auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of the above matter.

For VARMA & VARMA
Chartered Accountants
FRN: 004532S

Srinivas K.P.

K P SRINIVAS
Partner
M.No.208520

Place: Bengaluru
Date : 06 November 2023



UDIN: 23208520BGUHKF4813

UJJIVAN FINANCIAL SERVICES LIMITED
CIN No: L65999KA2004PLC035329

Registered Office : Grape Garden, No. 27, 3rd A Cross, 18th Main, Koramangala 6th Block, Bengaluru 560 095
Website: www.ujjivan.com

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

(Indian Rupees in lakhs, except per share data)

| Sr. No. | Particulars | For the quarter ended | | | Half year ended | | For the year ended |
|-------------|--|-----------------------|-----------------|--------------------|--------------------|--------------------|--------------------|
| | | September 30, 2023 | June 30, 2023 | September 30, 2022 | September 30, 2023 | September 30, 2022 | March 31, 2023 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| I | Revenue from operations | | | | | | |
| | Interest income | 1,44,189 | 1,34,119 | 1,01,716 | 2,78,308 | 2,00,474 | 4,32,448 |
| | Fees and commission income (includes revenue from contracts with customers) | 5,317 | 2,641 | 2,181 | 7,958 | 4,189 | 9,508 |
| | Net gain / (loss) on derecognition of financial instruments at amortised cost | 116 | 745 | 67 | 862 | (80) | 178 |
| | | 1,49,622 | 1,37,505 | 1,03,965 | 2,87,128 | 2,04,584 | 4,42,134 |
| II | Other income | 6,197 | 8,090 | 5,986 | 14,287 | 11,034 | 25,742 |
| III | Total income (I+II) | 1,55,818 | 1,45,595 | 1,09,951 | 3,01,415 | 2,15,618 | 4,67,876 |
| | Expenses | | | | | | |
| | Finance costs | 57,208 | 49,948 | 33,729 | 1,07,156 | 64,983 | 1,49,314 |
| | Impairment on financial instruments (net of reversals) | 5,813 | 5,016 | (8,954) | 10,829 | (13,447) | (9,922) |
| | Employee benefits expenses | 27,451 | 27,085 | 22,373 | 54,536 | 44,500 | 92,975 |
| | Depreciation and amortization expenses | 4,159 | 3,927 | 3,956 | 8,086 | 7,807 | 16,279 |
| | Other expenses | 19,761 | 18,867 | 15,121 | 38,628 | 30,058 | 66,150 |
| IV | Total expenses | 1,14,392 | 1,04,843 | 66,226 | 2,19,236 | 1,33,901 | 3,14,796 |
| V | Profit before tax (III-IV) | 41,426 | 40,752 | 43,725 | 82,179 | 81,717 | 1,53,080 |
| | Tax expense: | | | | | | |
| | Current tax | 11,264 | 11,778 | 7,559 | 23,041 | 15,513 | 30,754 |
| | In respect of earlier year(s) | 11 | - | 1 | 11 | 1 | 2 |
| | Deferred tax charge / (credit) | (731) | (866) | 4,629 | (1,597) | 5,140 | 8,296 |
| VI | Total tax expense | 10,544 | 10,912 | 12,189 | 21,455 | 20,653 | 39,052 |
| VII | Profit for the period / year (V-VI) | 30,882 | 29,840 | 31,536 | 60,724 | 61,063 | 1,14,029 |
| VIII | Other comprehensive income | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | Remeasurements of defined benefit plan - gain/(loss) | (8) | 17 | 125 | 9 | (22) | 128 |
| | Deferred tax on remeasurements of the defined benefit plan | 2 | (4) | (31) | (2) | 6 | (32) |
| | Items that will be reclassified to profit or loss | | | | | | |
| | Remeasurement of investments at fair value - gain/(loss) | 424 | (123) | (54) | 301 | 92 | 78 |
| | Deferred tax on remeasurements of investments | (107) | 31 | 14 | (76) | (23) | (20) |
| | Total other comprehensive income / (loss) for the period / year, net of tax | 312 | (79) | 53 | 232 | 52 | 154 |
| IX | Total comprehensive income for the period / year (VII+VIII) | 31,194 | 29,761 | 31,589 | 60,956 | 61,116 | 1,14,183 |
| | Net profit attributable to: | | | | | | |
| | Owners of the parent | 22,584 | 21,992 | 25,700 | 44,577 | 50,313 | 89,072 |
| | Non-controlling interests | 8,298 | 7,849 | 5,836 | 16,147 | 10,750 | 24,956 |
| | Other comprehensive income/(loss) attributable to: | | | | | | |
| | Owners of the parent | 219 | (48) | 43 | 171 | 43 | 118 |
| | Non-controlling interests | 93 | (31) | 10 | 61 | 10 | 36 |
| | Total comprehensive income attributable to: | | | | | | |
| | Owners of the parent | 22,804 | 21,944 | 25,743 | 44,749 | 50,356 | 89,190 |
| | Non-controlling interests | 8,390 | 7,817 | 5,846 | 16,208 | 10,760 | 24,992 |
| X | Paid-up equity share capital (face value of Rs. 10 per share) | 12,171 | 12,168 | 12,168 | 12,171 | 12,168 | 12,168 |
| XI | Earnings per equity share:* | | | | | | |
| | Basic | 18.56 | 18.07 | 21.12 | 36.63 | 41.35 | 73.20 |
| | Diluted | 18.29 | 18.07 | 21.12 | 36.14 | 41.35 | 73.20 |

* Earnings per share for the interim periods are not annualised.



UJJIVAN FINANCIAL SERVICES LIMITED

CIN No: L65999KA2004PLC035329

Registered Office : Grape Garden, No. 27, 3rd A Cross, 18th Main, Koramangala 6th Block, Bengaluru 560 095

Website: www.ujjivan.com

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

Notes to unaudited consolidated financial results:

1 Statement of Consolidated Assets and Liabilities

| Particulars | As at September 30, 2023 | As at March 31, 2023 |
|--|--------------------------------|-------------------------|
| | Unaudited | Audited |
| Assets | | |
| Financial assets | | |
| Cash and cash equivalents | 2,14,332 | 2,31,413 |
| Bank balances other than above | 11,276 | 17,006 |
| Loans | 25,63,498 | 23,15,287 |
| Investments | 11,03,718 | 8,60,417 |
| Other financial assets | 9,831 | 9,602 |
| Non financial assets | | |
| Current tax assets (net) | 61 | 1,143 |
| Deferred tax assets (net) | 34,785 | 33,289 |
| Property, plant and equipment | 21,337 | 16,159 |
| Capital work-in-progress | 3,056 | 1,757 |
| Right of use asset | 43,302 | 41,826 |
| Other intangible assets | 11,337 | 10,374 |
| Other non financial assets | 16,377 | 10,341 |
| Total assets | 40,32,909 | 35,48,614 |
| Liabilities and equity | | |
| Liabilities | | |
| Financial liabilities | | |
| Payables | | |
| Trade payables | | |
| - Total outstanding dues of micro enterprises and small enterprises | - | - |
| - Total outstanding dues of creditors other than micro enterprises and small enterprises | 11,587 | 9,144 |
| Debt Securities | 30,000 | 30,000 |
| Borrowings (other than debt securities) | 5,03,398 | 4,61,362 |
| Deposits | 28,93,222 | 25,36,780 |
| Lease liability | 50,825 | 49,449 |
| Other financial liabilities | 45,742 | 17,559 |
| Non financial liabilities | | |
| Current Tax Liabilities | 756 | - |
| Provisions | 6,029 | 6,000 |
| Other non financial liabilities | 12,148 | 14,099 |
| Total liabilities | 35,53,707 | 31,24,393 |
| Equity | | |
| Equity share capital | 12,171 | 12,168 |
| Other equity | 3,51,499 | 3,10,186 |
| Total equity attributable to owners of the company | 3,63,670 | 3,22,354 |
| Non-controlling interests | 1,15,532 | 1,01,867 |
| Total liabilities and equity | 40,32,909 | 35,48,614 |



UJJIVAN FINANCIAL SERVICES LIMITED
CIN No: L65999KA2004PLC035329

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Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

2 Statement of Consolidated Cash Flows

| Particulars | For the half year ended September 30, 2023 | For the half year ended September 30, 2022 | For the year ended 31 March 2023 |
|--|--|--|----------------------------------|
| | Unaudited | Unaudited | Audited |
| Cash flow from Operating activities | | | |
| Net profit before tax | 82,179 | 81,717 | 1,53,080 |
| Adjustments for : | | | |
| Depreciation, amortization and impairment of property, plant & equipment and intangible assets | 8,086 | 7,807 | 16,279 |
| Loss/(gain) on sale of property, plant and equipment | (129) | - | (67) |
| Employee stock option plan expense | 379 | 365 | 903 |
| Impairment on financial instruments (net of reversals) | 10,829 | (13,447) | (9,922) |
| Interest income | (736) | - | (823) |
| Operating cash flows before working capital changes | 1,00,608 | 76,442 | 1,59,450 |
| Adjustments for : | | | |
| Financial assets / liabilities | | | |
| (Increase)/decrease in loans | (2,58,993) | (2,87,846) | (6,27,422) |
| (Increase)/decrease in other bank balances | 5,730 | (727) | (15,734) |
| (Increase)/decrease in other financial assets | (229) | (5,692) | (5,977) |
| Increase/ (decrease) in trade payable | 2,442 | (3,621) | (4,152) |
| Increase/ (decrease) in other financial liabilities | 9,242 | 2,720 | (2,700) |
| Increase/ (decrease) in deposits (net) | 3,60,137 | 2,17,567 | 7,22,923 |
| Non financial assets / liabilities | | | |
| (Increase)/decrease in other assets | (6,034) | (2,947) | (5,372) |
| Increase/ (decrease) in provisions | 38 | (257) | 554 |
| Increase/ (decrease) in other liabilities | 4,720 | 4,794 | 9,562 |
| Cash generated from / (used in) operations | 2,17,661 | 434 | 2,31,132 |
| Net Tax (paid) / refunds received, net | (21,265) | (7,032) | (24,968) |
| Net cash generated from/(used) in operating activities (A) | 1,96,396 | (6,598) | 2,06,164 |
| Cash flow from investing activities | | | |
| (Increase) / decrease in investments (net) | (2,46,741) | (1,36,612) | (4,36,968) |
| Proceeds from sale of property, plant and equipment | 77 | 31 | 92 |
| Purchase of PPE and intangible assets (including CWIP) | (16,948) | (6,156) | (19,253) |
| Interest received on fixed deposits | 750 | - | 719 |
| Net cash generated from / (used) in investing activities (B) | (2,62,863) | (1,42,737) | (4,55,410) |
| Cash flow from financing activities | | | |
| Proceeds from issue/allotment of shares under employee stock options scheme | 506 | - | - |
| Proceeds from share application money received on exercise of ESOPs | 45 | - | - |
| Dividend paid | (6,834) | - | (9,943) |
| Issue of subordinated liabilities | - | 30,000 | 30,000 |
| Issue of equity shares by subsidiary (QIP) | - | 46,572 | 46,613 |
| Payment of lease liability | (5,293) | (2,527) | (193) |
| Increase/(decrease) in borrowings (net) | 60,963 | 1,47,321 | 1,98,638 |
| Net cash generated from/(used) in financing activities (C) | 49,386 | 2,21,366 | 2,65,115 |
| Net increase/(decrease) in cash and cash equivalents (A+B+C) | (17,080) | 72,031 | 15,869 |
| Cash and cash equivalents at the beginning of the year | 2,31,413 | 2,15,553 | 2,15,544 |
| Cash and cash equivalents at the end of the year | 2,14,332 | 2,87,584 | 2,31,413 |

Note: The above Consolidated Cash Flow Statement has been prepared as per Ind AS 7 Statement of Cashflow specified under section 133 of the Companies Act, 2013.

Note: The above consolidated statement of cash flows have been prepared in accordance to Ind AS 7 wherein cash flow from operations have been prepared under 'Indirect Method' as set out in the said standard.

- 3 The aforesaid consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 06, 2023 in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. These financial results have been prepared in accordance with the recognition and measurement principles (Indian Accounting Standards), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. The financial results for the quarter and half year ended 30 September 2023 have been subjected to a limited review by the Statutory auditors of the Company. Their report thereon is unmodified.



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Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

4 The financial results of Ujjivan Small Finance Bank Limited ("USFB"), the subsidiary, as published on October 27, 2023, were prepared in accordance with the Banking Regulation Act, 1949, generally accepted accounting principles in India, including Accounting Standards as prescribed under section 133 of the Companies Act, 2013, Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended and the guidelines issued by Reserve Bank of India ("RBI"). For the purpose of preparing the consolidated financial results of the Parent Company, these financial results of USFB have been restated to comply with the recognition and measurement principles as referred to in paragraph 3 above (Special Purpose Interim Ind AS financial information). The auditors of the subsidiary company have issued unmodified conclusion on these special purpose Interim Ind AS financial information vide their report dated October 27, 2023.

5 Segment information in accordance with the 'Indian Accounting Standards (Ind AS) - 108 - Operating Segments' is as under:

(*₹ in Lakhs*)

| Particulars | For the quarter ended | | | Half year ended | | For the year ended |
|---|-----------------------|------------------|--------------------|--------------------|--------------------|--------------------|
| | September 30, 2023 | June 30, 2023 | September 30, 2022 | September 30, 2023 | September 30, 2022 | March 31, 2023 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| Segment revenue | | | | | | |
| a. Banking | 1,55,818 | 1,45,595 | 1,09,940 | 3,01,415 | 2,15,587 | 4,67,844 |
| b. Others* | 7,600 | 1,436 | 190 | 9,036 | 359 | 12,725 |
| c. Inter- segment elimination adjustments | (7,600) | (1,436) | (180) | (9,036) | (329) | (12,693) |
| Total revenue | 1,55,818 | 1,45,595 | 1,09,951 | 3,01,415 | 2,15,618 | 4,67,876 |
| Segment results# | | | | | | |
| a. Banking | 41,496 | 39,390 | 43,599 | 81,587 | 81,500 | 1,52,569 |
| b. Others* | 7,530 | 1,362 | 126 | 8,892 | 217 | 12,412 |
| c. Inter- Group elimination adjustments | (7,600) | - | - | (8,300) | - | (11,900) |
| Profit before tax | 41,426 | 40,752 | 43,725 | 82,179 | 81,717 | 1,53,080 |
| Segment assets | | | | | | |
| a. Banking | 40,32,719 | 37,28,645 | 29,43,512 | 40,32,719 | 29,43,512 | 35,48,444 |
| b. Others* | 21,216 | 18,689 | 12,873 | 21,216 | 12,873 | 17,451 |
| c. Inter- segment elimination adjustments | (21,025) | (18,547) | (12,729) | (21,025) | (12,729) | (17,281) |
| Total | 40,32,909 | 37,28,788 | 29,43,656 | 40,32,909 | 29,43,656 | 35,48,614 |
| Segment liabilities | | | | | | |
| a. Banking | 35,74,489 | 32,92,682 | 25,75,992 | 35,74,489 | 25,75,993 | 31,41,557 |
| b. Others* | 244 | 179 | 110 | 244 | 109 | 117 |
| c. Inter- segment elimination adjustments | (21,025) | (18,547) | (12,728) | (21,025) | (12,729) | (17,281) |
| Total | 35,53,707 | 32,74,315 | 25,63,374 | 35,53,707 | 25,63,374 | 31,24,393 |
| Capital employed (Segment assets less segment liabilities, including non controlling interest) | | | | | | |
| a. Banking | 4,58,230 | 4,35,963 | 3,67,518 | 4,58,230 | 3,67,518 | 4,06,887 |
| b. Others* | 20,972 | 18,510 | 12,764 | 20,972 | 12,764 | 17,334 |
| Total | 4,79,202 | 4,54,473 | 3,80,282 | 4,79,202 | 3,80,282 | 4,24,221 |

*Others include NBFC operations of the Group.

Figures for the previous period/ year have been regrouped.

Banking Segment includes Micro finance, Housing loans, Micro and small enterprise loans, Personal loans, Vehicle loans and Institutional loans. Revenue from these segments include interest earned and processing fees. Expenses comprise of interest expense, premises expense and personnel expense, credit costs, other direct overheads and allocated expenses. Interest income earned by the parent company from the deposits held with other banks have been considered under revenue from operations, as opposed to other income in the standalone financial results of the Company.

6 The Company has consistently applied its accounting policies in the preparation of these unaudited consolidated financial results that are consistent with those followed in the annual audited financial statements for the year ended March 31, 2023.

7 During the half year ended September 30, 2023, the Company has allotted 36,164 equity shares of Rs.10 each, fully paid-up on exercise of options by employees of its Subsidiary Bank under the Employees Stock Option Scheme. (for the half year ended September 30, 2022 : Nil shares were issued) (year ended 31 March 2023: Nil shares were issued).

During the half year ended September 30, 2023, the subsidiary bank has allotted 8,84,676 equity shares (Half year ended September 30, 2022: Nil) on exercise of options by employees of the Group, in accordance with the Subsidiary Bank's employee stock option scheme.

8 As at September 30, 2023, the Company has 55,15,880 (March 31, 2023: 55,15,880) options granted and vested under ESOP scheme of the Company, of which 8,64,346 (March 31, 2023: 8,28,182) options have been exercised, 43,19,174 (March 31, 2023: 39,14,746) options are expired/ lapsed and 3,32,360 (March 31, 2023: 7,72,952) vested options are yet to be exercised.

Employee stock options of Subsidiary Company: As at September 30, 2023, out of the total options granted under the approved Employee Stock Option Plan (ESOP) 2019, 3,62,28,963 (March 31, 2023: 3,10,14,992) options were lapsed, 1,67,79,686 (March 31, 2023: 1,48,71,749) options were vested and yet to be exercised and 6,55,26,420 (March 31, 2023: 7,38,21,209) options remains unvested.



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Statement of Unaudited Consolidated Financial Results for the quarter and half year ended September 30, 2023

- 9 During the half year/quarter ended September 30, 2023, the Company's Board of Directors vide its meeting held on August 23, 2023 declared an interim dividend of Rs.3.5 per equity shares of Rs.10 each (year ended March 31, 2023 - Rs.5 per equity shares of Rs.10 each).

The Board of Directors of the subsidiary bank at its meeting held on May 11, 2023, proposed final equity dividend of Rs.0.5 per share which was approved by the members at the Annual General Meeting of the Subsidiary Bank held on July 28, 2023. And also interim preference dividend of Rs.0.55 per share has been approved by the Board of Directors of the Bank at its meeting held on May 11, 2023.

- 10 The Board of Directors of the Company and Ujjivan Small Finance Bank, the Subsidiary ("the Bank") in their respective meetings held on October 14, 2022 have approved a scheme of amalgamation of the Company with the Bank in terms of Sections 230 to 232 of the Companies Act, 2013. In terms of the said scheme, the Company will be amalgamated into with the Bank and all its assets, liabilities, contracts, employees, licenses, records and approvals will be transferred to and will be deemed to have been transferred to and vested in the Bank, as a going concern, without any further act, instrument or deed, together with all its properties, assets, liabilities, rights, benefits and interest therein. All the Key Managerial Personnel, and other employees of the Company who are in employment as on the Effective Date shall become, and be deemed to have become, the staff and employees of the Bank, without any break or interruption in their services and on the same terms and conditions (and which are not less favourable than those) on which they are engaged by the Company as on the Effective Date. All proceedings by or against the Company shall continue by or against the Bank. The appointed date under the said Scheme is April 01, 2023 or such other date as may be approved by the NCLT. In consideration of the proposed merger, the Bank will allot to the shareholders of the Company as on the Record Date (to be fixed by the Board of the Bank), 116 (One hundred and sixteen) equity shares of the face value of Rs. 10/- each of the Bank, credited as fully paid-up, for every 10 (ten) equity shares of the face value of Rs. 10/- each fully paid-up held by such shareholders of the Company. The shares held by the Company in the Bank shall stand extinguished on the amalgamation taking effect. The RBI vide its letter dated February 01, 2023, has conveyed its "no-objection" to the said proposal for voluntary amalgamation of the Company with the Bank subject to NCLT and other regulatory approvals. Further, the Bank on March 09, 2023 has received the no-objection letters from the Stock Exchanges (NSE and BSE), based on which a joint application was filed with the NCLT on March 29, 2023, by the Company and Bank. The hearing of application with the NCLT was successfully completed on June 28, 2023. The NCLT vide their order dated September 08, 2023 directed the Company to convene a meeting of its equity shareholders on November 03, 2023 for which notice dated September 22, 2023 was sent to the shareholders. Further, an affidavit of service has been filed with the NCLT for completion of notice of meetings and publication of advertisement and other related compliance. The shareholders approved the Scheme of amalgamation on November 3, 2023 at the EGM conducted in pursuance of directions of NCLT and the Chairperson appointed by NCLT is in process of filing the report with NCLT.

- 11 The amounts included in these consolidated financial results are reported in Indian rupees (INR) in lakhs except for shares and per share data, unless otherwise stated. The sign "-" indicates that the amount is "Nil".
- 12 Figures of the previous period/year have been reclassified/re-grouped, wherever necessary, to conform with current period's presentation.

For and on behalf of the Board of Directors of;
Ujjivan Financial Services Limited



Samit Ghosh
Non-Executive Director and Chairman
DIN: 00185369

Bengaluru
November 06, 2023

