

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF UJJIVAN FINANCIAL SERVICES LIMITED
(Formerly Ujjivan Financial Services Private Limited)**

1. We have audited the accompanying Statement of Financial Results of **UJJIVAN FINANCIAL SERVICES LIMITED** (the "Company") for the year ended March 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2016.



**Deloitte
Haskins & Sells**

4. The Statement includes the results for the half-ended March 31, 2016 being the balancing figure between audited figures in respect of the full financial year and the audited year to date figures for the half-year ended September 30, 2015.

For DELOITTE HASKINS & SELLS
Chartered Accountants
Firm's Registration No. 008072S





S. Sundaresan

S. Sundaresan
Partner
Membership No. 25776

BENGALURU, May 25, 2016



FORM A
(for audit report with unmodified opinion)

1.	Name of the Company	Ujjivan Financial Services Limited
2.	Annual Financial Statements for the year ended	March 31, 2016
3.	Type of Audit observation	Un-Modified / Matter of Emphasis / Other matters
4.	Frequency of observation	Not Applicable
	<p>Managing Director</p> <p>Chief Financial Officer</p> <p>Audit Committee Chairman</p> <p>Auditor of the Company Refer our Audit Report dated May 25, 2016 on the Financial Statements of the Company</p> <p>Date: May 25, 2016</p>	 Samit Ghosh  Sudha Suresh  K R Ramamoorthy For Deloitte Haskins & Sells Chartered Accountants (Firm Registration No. 008072S)  S. Sundaresan Partner Membership No. 25776 BENGALURU, May 25, 2016

UJJIVAN FINANCIAL SERVICES LIMITED
(Formerly Ujjivan Financial Services Private Limited)
CIN No: U65999KA2004PLC035329

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

Website: www.ujjivan.com

Audited Financial Results for the year ended March 31, 2016

(Rs in Lakhs)

	Particulars	Half year ended 31-Mar-2016 Audited	Half year ended 31-Mar-2015 Audited	Year ended 31-Mar-2016 Audited	Year ended 31-Mar-2015 Audited
1	Income from Operations (a)+(b)+(c)	55,912.63	35,595.95	100,725.07	59,931.65
(a)	Interest on loans	51,616.62	32,797.85	93,096.42	55,083.17
(b)	Loan processing fees	4,015.02	2,676.84	7,080.86	4,727.22
(c)	Other financial services	280.99	121.26	547.79	121.26
2	Other Income	621.19	527.92	2,035.99	1,256.36
3	Total Income (1+2)	56,533.82	36,123.87	102,761.06	61,188.01
4	Interest expended (Including Finance Charges)	22,725.94	15,955.47	42,349.99	27,138.07
5	Operating Expenses (i)+(ii)+(iii)	16,460.20	11,531.56	30,684.98	20,493.84
(i)	Employee Cost	10,329.29	7,440.14	19,665.07	13,276.96
(ii)	Depreciation/Amortisation	418.07	345.52	802.45	674.17
(iii)	Other Operating Expenses	5,712.84	3,745.90	10,217.46	6,542.71
6	Total expenditure (4+5) excluding Provisions and Contingencies	39,186.14	27,487.03	73,034.97	47,631.91
7	Operating Profit before Provisions and Contingencies (3-6)	17,347.68	8,636.84	29,726.09	13,556.10
8	Provisions (other than Tax) and Contingencies	1,436.52	1,057.04	2,527.23	2,104.77
9	Exceptional Items	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	15,911.16	7,579.80	27,198.86	11,451.33
11	Tax expense	5,562.39	2,576.74	9,476.98	3,872.45
12	Net Profit from Ordinary Activities after tax (10-11)	10,348.77	5,003.06	17,721.88	7,578.88
13	Extraordinary Item (net of tax expense)	-	-	-	-
14	Net Profit for the period (12-13)	10,348.77	5,003.06	17,721.88	7,578.88
15	Paid-up equity share capital (Face Value of the Share is Rs.10 each)	10,118.60	8,613.30	10,118.60	8,613.30
16	Reserve excluding Revaluation Reserves (as per Balance Sheet)	109,657.14	65,031.70	109,657.14	65,031.70
17	Analytical Ratios				
(i)	Capital Adequacy Ratio (%)	24.14%	24.24%	24.14%	24.24%
(ii)	Earnings Per Share (EPS)				
	Basic (Rs)	11.75	7.42	20.12	11.24
	Diluted (Rs)	11.20	7.01	19.19	10.62
(iii)	NPA Ratios				
a)	Gross NPA	778.71	234.61	778.71	234.61
b)	Net NPA	203.60	59.94	203.60	59.94
c)	% of Gross NPA to Receivables under Financing Activity (Including interest accrued but not due)	0.15%	0.07%	0.15%	0.07%
d)	% of Net NPA to Receivables under Financing Activity (Including interest accrued but not due)	0.04%	0.02%	0.04%	0.02%

Notes:

- The audited financial results for the year ended 31 March 2016 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 25, 2016.
- The Company is primarily engaged in the business of Microfinance. All the activities of the Company revolve around the main business. As such there are no separate reportable segments as per AS 17 'Segment Reporting'.
- The Company was converted to a public company vide a fresh Certificate of Incorporation dated November 26, 2015 received from ROC, Bangalore subsequent to which the name of the Company changed from Ujjivan Financial Services Private Limited to Ujjivan Financial Services Limited. Consequent to this, the Company applied and received a fresh Certificate of Registration bearing No. N- 02.00224 from Reserve Bank of India dated March 04, 2016.
- The company has raised Rs.308.16 lakhs through ESOPs and Rs.29,183.92 lakhs through other Institutions (Pre-IPO) during the year.
- The company has issued and allotted 17,055,277 shares at Rs.10 each at a premium of Rs.200 per share subsequent to the year end by way of Initial Public Offer(IPO). The shares of the company have been listed in National Stock Exchange and Bombay Stock Exchange subsequent to the IPO.
- The Reserve Bank of India (RBI) has granted an 'in-principle' approval for establishing a 'Small Finance Bank' (SFB) to the Company on October 07, 2015.
- The figures of the half year ended 31 March represent the difference between the audited figures in respect of the full financial year and year to date figures up to 30 September of the financial year.
- The Board of Directors recommend a final dividend of Rs.0.50 per equity share for the financial year ended March 31, 2016. The payment is subject to approval of the share holders in the ensuing Annual General Meeting of the Company.
- Previous period/year's figures have been regrouped/reclassified, wherever necessary to correspond with the current period classification/disclosure.

For Ujjivan Financial Services Limited

Place: Bangalore
Date: May 25, 2016



Samit Ghosh
Managing Director