

B&S/134/2020

August 19, 2020

BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400001.  
**Scrip code: 542867**

National Stock Exchange of India Ltd.,  
Exchange plaza, 5<sup>th</sup> floor,  
Bandra-kurla Complex,  
Bandra (E), Mumbai 400051.  
**Symbol: CSBBANK**

Dear Sir/Madam,

**Outcome of Board Meeting - Submission of Unaudited Financial Results and Limited Review Report thereon, for the quarter ended June 30, 2020.**

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Pursuant to Regulations 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in continuation of our letter no. B&S/122/2020 dated August 10, 2020, we wish to inform you that further to the review by the Audit Committee, the Board of Directors of the Bank at their meeting held on Wednesday, August 19, 2020, has considered and approved the Unaudited Financial Results of the Bank for the quarter ended June 30, 2020 along with the Limited Review Report thereon issued by the Statutory Auditors of the Bank, B S R & Co., Chartered Accountants.

A copy of aforesaid Unaudited Financial Results and Limited Review Report thereon issued by the Statutory Auditors of the Bank is enclosed herewith.

The meeting of the Board of Directors commenced at 11.15 a.m and concluded at 01.00 p.m.

The intimation shall also be made available on the Bank's website at [www.csb.co.in](http://www.csb.co.in)

Kindly take the same on records.

Thanking You,

Yours faithfully,

**Sijo Varghese**  
**Company Secretary**

Encl: As above.

# B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,  
Apollo Mills Compound  
N. M. Joshi Marg, Mahalaxmi  
Mumbai - 400 011  
India

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## **Limited review report on the quarterly unaudited financial results of CSB Bank Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of CSB Bank Limited**

*(formerly, The Catholic Syrian Bank Limited)*

1. We have reviewed the accompanying Statement of Unaudited Financial Results of CSB Bank Limited (formerly, The Catholic Syrian Bank Limited) (the 'Bank') for the quarter ended 30 June 2020 (the 'Statement'), except for the disclosures relating to "Pillar 3 under Basel III Capital Regulations", and those relating to "Leverage Ratio", "Liquidity Coverage Ratio" under Capital Adequacy and Liquidity Standards issued by the Reserve Bank of India ('RBI') as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us. This Statement is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 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.
3. 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 33 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 RBI in respect of income recognition, asset classification, provisioning and other related matters.

B S R & Co (a partnership firm with  
Registration No. BA61223) converted into  
B S R & Co. LLP (a Limited Liability Partnership  
with LLP Registration No. AAB-8181)  
with effect from October 14, 2013

Registered Office:  
5th Floor, Lodha Excelus  
Apollo Mills Compound  
N. M. Joshi Marg, Mahalaxmi  
Mumbai - 400 011, India



**Limited review report on the quarterly unaudited financial results of CSB Bank Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (continued)**

**CSB Bank Limited**

*(formerly, The Catholic Syrian Bank Limited)*

4. As described in Note 8 to the Statement, the Bank has recognized a 10 per cent provision on loans for which moratorium has been granted and asset classification benefit has been taken at 30 June 2020 in accordance with the COVID-19 Regulatory Package announced by the RBI vide notifications dated 27 March 2020, 17 April 2020 and 23 May 2020. For the quarter ended 30 June 2020, the Bank has made an additional COVID-19 related provision of Rs. 31.30 crore which is more than the provision prescribed by the RBI's notification dated 17 April 2020. However, the extent to which the COVID-19 pandemic will have an impact on the Bank's financial performance is dependent on future developments, which are highly uncertain.

Our review report is not modified in respect of this matter.

5. The comparative figures for the quarter ended 30 June 2019 included in the Statement have been prepared by the management and taken on record by the Bank's Board of Directors but have not been subjected to a review or audit. The comparative figures for the quarter and year ended 31 March 2020 included in the Statement have been audited by the predecessor auditor, who expressed an unmodified opinion on those Statement of Audited Financial Results vide their Independent Auditor's Report dated 15 June 2020.

Our review report is not modified in respect of this matter.

**For BSR & Co. LLP**

*Chartered Accountants*

Firm's Registration No: 101248W/W-100022



**Vaibhav Shah**

*Partner*

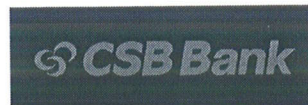
Membership No: 117377

UDIN: 20117377AAAAED3879

Mumbai  
19 August 2020



**CSB Bank Limited**  
(Formerly known as The Catholic Syrian Bank Limited)  
Regd. Office: 'CSB Bhavan', Post Box No. 502, St. Mary's College Road,  
Thrissur – 680020, Kerala, India.  
Tel: +91 487-2333020 | Fax: +91 487-2338764 |  
Website: www.csb.co.in | Email: board@csb.co.in  
Corporate Identity Number: L65191KL1920PLC000175



**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020**

(₹ in lakh)

Particulars	Quarter ended			Year ended
	30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20
	Unaudited	Audited	Unaudited	Audited
		Refer Note 10	Refer Note 12	
1. Interest earned (a) + (b) + (c)	42,260	38,892	35,542	1,50,989
(a) Interest/discount on advances/bills	30,455	29,627	27,455	1,16,211
(b) Income on investments	10,843	7,912	7,386	30,987
(c) Interest on balances with RBI, Other interbank funds	962	1,353	701	3,791
2. Other Income	7,428	8,657	3,022	22,161
3. Total Income (1+2)	49,688	47,549	38,564	1,73,150
4. Interest Expended	23,734	23,138	22,296	91,760
5. Operating Expenses (i) +(ii)+(iii)	13,045	13,712	12,257	53,332
(i) Employees Cost	8,603	7,895	7,655	33,127
(ii) Rent, taxes and lighting	1,400	1,460	1,372	5,717
(iii) Other operating expenses	3,042	4,357	3,230	14,488
6. Total Expenditure (4+5) (excluding provisions and contingencies)	36,779	36,850	34,553	1,45,092
7. Operating Profit before provisions and Contingencies (3-6)	12,909	10,699	4,011	28,058
8. Provisions (other than Tax) and contingencies	5,753	8,432	1,007	14,658
Of which provisions for Non-performing Assets/write off	1,376	5,603	989	12,116
9. Exceptional Items	-	-	-	-
10. Profit from ordinary activities before tax (7-8-9)	7,156	2,267	3,004	13,400
11. Less: Tax Expense	1,800	8,235	1,050	12,128
12. Net Profit/ (Loss) from ordinary activities after tax (10-11)	5,356	(5,968)	1,954	1,272
13. Extraordinary items (net of Tax expense)	-	-	-	-
14. Net Profit / (Loss) for the period (12-13)	5,356	(5,968)	1,954	1,272
15. Paid-up equity share capital (Face Value - ₹ 10 per share) (i) +(ii)	17,351	17,351	8,597	17,351
(i) ₹ 10 Paid -Up equity share capital	17,351	17,351	8,101	17,351
(ii) ₹ 2.5 Paid -Up equity share capital	-	-	496	-
16. Share warrant	-	-	65,134	-
17. Reserves excluding Revaluation Reserves				1,63,094
18. Analytical Ratios				
(i) Capital Adequacy Ratio (Basel-III)	18.93%	22.46%	16.88%	22.46%
(ii) Earnings per Share (EPS)*				
Basic EPS - before and after extraordinary items (₹)	3.08	(3.44)	2.27	0.88
Diluted EPS - before and after extraordinary items (₹)	3.08	(3.44)	2.27	0.88
(iii) NPA Ratios				
a) Gross NPA	40,103	40,943	51,341	40,943
Net NPA	19,524	21,694	21,675	21,694
b) % of Gross NPA	3.51%	3.54%	4.71%	3.54%
% of Net NPA	1.74%	1.91%	2.04%	1.91%
(iv) Return on Assets -Annualised	1.03%	-1.24%	0.45%	0.07%

\* Not Annualised





# SEGMENT INFORMATION

Particulars	Quarter ended			Year ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	Unaudited	Audited	Unaudited	Audited
		Refer Note 10	Refer Note 12	
<b>Segment Revenue:</b>				
Treasury	15,843	10,232	7,989	36,738
Corporate/Wholesale Banking	11,331	11,522	11,156	43,883
Retail Banking	22,128	25,140	19,040	90,520
Other Banking Operations	386	655	379	2,009
Unallocated	-	-	-	-
Total Revenue	49,688	47,549	38,564	1,73,150
Less: Inter segment revenue	-	-	-	-
Income from operations	49,688	47,549	38,564	1,73,150
<b>Segment Results (Net of provisions):</b>				
Treasury	5,605	1,581	529	5,108
Corporate/Wholesale Banking	1,204	-3,449	3,020	1,843
Retail Banking	5,908	12,287	369	20,415
Other Banking Operations	192	280	93	692
Unallocated (Provision other than tax)	-5,753	-8,432	-1,007	-14,658
Profit Before Tax	7,156	2,267	3,004	13,400
<b>Segment Assets:</b>				
Treasury	7,56,473	5,79,627	4,56,129	5,79,627
Corporate/Wholesale Banking	4,53,257	4,70,159	4,73,321	4,70,159
Retail Banking	8,06,786	8,01,770	7,47,891	8,01,770
Other Banking Operations	337	562	634	562
Unallocated	34,799	34,306	40,496	34,306
Total	20,51,652	18,86,424	17,18,471	18,86,424
<b>Segment Liabilities:</b>				
Treasury	1,64,902	79,754	10	79,754
Corporate/Wholesale Banking	1,67,742	1,67,885	1,50,985	1,67,885
Retail Banking	14,87,078	14,18,788	13,89,226	14,18,788
Other Banking Operations	1,348	1,143	1,507	1,143
Unallocated	29,158	22,787	31,619	22,787
Total	18,50,228	16,90,357	15,73,347	16,90,357
<b>Capital employed:</b>				
(Segment Assets-Segment Liabilities)				
Treasury	5,91,571	4,99,873	4,56,119	4,99,873
Corporate/Wholesale Banking	2,85,515	3,02,274	3,22,336	3,02,274
Retail Banking	-6,80,292	-6,17,018	-6,41,335	-6,17,018
Other Banking Operations	-1,011	-581	-873	-581
Unallocated	5,641	11,519	8,877	11,519
Total	2,01,424	1,96,067	1,45,124	1,96,067

Note: - For the above segment reporting, the reportable segments are identified as Treasury, Corporate/ Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI Guidelines.





**Notes:**

- 1 The above Unaudited Financial Results for the quarter ended June 30, 2020 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their respective meeting held on August 19, 2020. These results have been subjected to Limited Review by the Statutory Auditors of the Bank and an unqualified review report has been issued.
- 2 The above financial results of the Bank have been 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 and the guidelines issued by the Reserve Bank of India (RBI).
- 3 The Bank has followed the same accounting policies in the preparation of these financial results as followed in the annual financial statements for the year ended March 31, 2020.
- 4 The working results 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.
- 5 Other income includes fees earned from providing services to customers, commission from non-fund-based banking activities, earnings from foreign exchange transactions, selling of third-party products, profit on sale of investments (net), recoveries from advances written off etc.
- 6 The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.
- 7 During the quarter ended June 30, 2020, the Bank has issued nil equity shares under the Employee Stock Option Scheme.
- 8 The SARS-CoV-2 virus responsible for COVID-19 pandemic continues to spread across the globe and India, which has contributed to a significant volatility in global and Indian Financial markets and a significant decrease in the global and local economic activities. COVID-19 outbreak was declared as a global pandemic on March 11, 2020 by World Health Organisation. The Government of India had announced a series of lock-down measures on March 24, 2020 which had been extended from time to time up to May 31, 2020. The recent directions from the Government indicating calibrated and gradual withdrawal of lockdown and partial resumption of economic activities, though major economic centres still continue to be under lockdown. The extent to which the COVID-19 pandemic will impact the Bank's results will depend on future developments which are highly uncertain/ including among other things, any new information concerning the severity of the COVID-19 pandemic and action to contain its spread or mitigate its impact whether government mandated or elected by the Bank. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period.

In accordance with the 'COVID-19 Regulatory Packages' announced by the RBI ('the RBI guidelines'), with regard to providing relief to borrowers' on account of COVID-19 pandemic, whose accounts were standard as on February 29, 2020, the Bank, in accordance with the Board approved policy had offered moratorium on repayment of loan instalments and/or deferment of interest due between March 1, 2020 and August 31, 2020, including relaxation in certain parameters, to all eligible borrowers, without considering the same as restructuring.

As per RBI guidelines, in respect of accounts in default but standard as on February 29, 2020 where the asset classification benefit is extended, bank is required to make general provision of not less than 10% of the total outstanding of such accounts. Accordingly, the bank has recognised provision of 10% on the total outstanding of such accounts as on June 30, 2020, aggregating to ₹1291.61 Lakhs in the quarter ended June 30, 2020, (₹162.82 Lakhs in the quarter ended March 31, 2020).

Additionally, as a prudent measure, during the current quarter, the Bank has made additional provision of ₹3130.05 Lakhs, against the likely impact of COVID-19 pandemic in respect of exposure of the Bank based on assessment of presently available information. The aggregate provision against the likely impact of COVID-19, including the RBI mandated provision, as on June 30, 2020 stands at ₹4421.66 Lakhs.

- 9 In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015 and RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015-'Prudential Guidelines on Capital Adequacy and Liquidity Standards -Amendments', Banks are required to make Pillar 3 disclosures including Leverage Ratio and Liquidity Coverage Ratio under Basel III framework. The bank has made these disclosures which are available on its website at the link <https://www.csb.co.in/basel-2basel-3-disclosures>. These disclosures have not been subjected to audit or review by the Statutory Auditors of the Bank.
- 10 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2020 and the unaudited published year to date figures up to December 31, 2019 which were subject to Limited review. The figures for the quarter and year ended March 31, 2020 provided in the statement of financial results were reviewed by another firm of Chartered Accountants.
- 11 During the year ended March 31 2020, the Bank raised capital of ₹ 40967.68 Lakhs through Initial Public Offering (IPO) through issue of 2,10,09,067 equity shares of ₹ 10 each at a price of ₹ 195 per share comprising a fresh issue of 12,30,769 equity shares aggregating to ₹2400 Lakhs and an offer for sale of 1,97,78,298 equity shares aggregating to ₹38567.68 Lakhs. The equity shares of the Bank were listed on BSE Limited and National Stock Exchange of India Ltd. from December 4, 2019.
- 12 The figures for the quarter ended June 30, 2019 have been prepared by the management and taken on record while approving the results for the quarter ended June 30, 2020, by the Bank's Board of Directors but have not been subjected to audit or review by the Statutory Auditors since there was a restriction in publishing the financial results due to the Initial Public Offering activities, initiated in the same period.
- 13 Previous period / year figures have been regrouped / reclassified, wherever considered necessary to conform to current period's classification.

Place: Thrissur  
Date: 19.08.2020

For and on behalf of the Board

  
C VR Rajendran  
Managing Director & CEO  
DIN: 00460061

