

**Limited Review Report****Review Report to  
The Board of Directors  
SKS Microfinance Limited**

1. We have reviewed the accompanying statement of unaudited financial results of SKS Microfinance Limited ('the Company') for the quarter ended September 30, 2015 ('the Statement'), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company'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 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 Statement is 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.
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 recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. BATLIBOI & CO. LLP**  
ICAI Firm registration number: 301003E  
Chartered Accountants



per **Viren H. Mehta**  
Partner  
Membership No.: 048749

Place: Mumbai  
Date: October 19, 2015

**Statement of Standalone Unaudited Financial Results for the Quarter / Half Year ended September 30, 2015**

Sr No.	Particulars	Quarter ended						Year ended March 31, 2015 Audited
		September 30, 2015 Unaudited	June 30, 2015 Unaudited	September 30, 2014 Unaudited	September 30, 2015 Unaudited	September 30, 2014 Unaudited	March 31, 2015 Audited	
1	<b>Income</b>							
	Income from operations	26,639.51	21,729.68	16,580.77	48,369.19	29,303.11	63,320.85	
	Other operating income	2,487.04	2,356.03	2,430.03	4,843.08	4,889.27	9,074.83	
	<b>Total income from operations</b>	<b>29,126.55</b>	<b>24,085.71</b>	<b>19,010.80</b>	<b>53,212.27</b>	<b>34,192.38</b>	<b>72,395.68</b>	
2	<b>Expenses</b>							
	Employee benefits expenses	6,986.29	7,085.52	5,482.67	14,071.80	10,873.61	23,185.38	
	Depreciation and amortization expenses	184.77	98.56	114.29	283.33	229.88	456.12	
	Provisions and write offs	878.51	719.82	(78.64)	1,598.32	(264.58)	1,004.57	
	Other expenses	2,568.77	2,333.23	2,201.01	4,902.00	4,060.09	8,399.33	
	<b>Total expenses</b>	<b>10,618.34</b>	<b>10,237.13</b>	<b>7,719.33</b>	<b>20,855.45</b>	<b>14,899.00</b>	<b>33,045.40</b>	
3	Profit from operations before other income & finance costs (1-2)	18,508.21	13,848.58	11,291.47	32,356.82	19,293.38	39,350.28	
4	Other income	3,302.13	4,178.71	1,091.48	7,480.84	2,805.08	7,910.88	
5	Profit before finance costs (3+4)	21,810.34	18,027.29	12,382.95	39,837.66	22,098.46	47,261.16	
6	Finance costs	11,694.94	10,078.03	6,707.80	21,772.97	11,491.21	27,904.52	
7	<b>Profit before tax (5-6)</b>	<b>10,115.40</b>	<b>7,949.26</b>	<b>5,675.15</b>	<b>18,064.69</b>	<b>10,607.25</b>	<b>19,356.64</b>	
8	Tax expense	2,329.60	1,833.70	-	4,163.30	-	590.20	
9	<b>Profit after tax (7-8)</b>	<b>7,785.80</b>	<b>6,115.56</b>	<b>5,675.15</b>	<b>13,901.39</b>	<b>10,607.25</b>	<b>18,766.44</b>	
10	Paid-up equity share capital (Face Value of Rs.10 Each)	12,675.41	12,646.64	12,599.72	12,675.41	12,599.72	12,629.25	
11	Reserves (excluding Revaluation reserves)	6.15	4.84	4.51	10.99	8.80	15.22	
12	Earnings Per Share (EPS) (Not annualised) Basic Diluted	6.15 6.06	4.84 4.77	4.51 4.48	10.99 10.83	8.80 8.75	15.22 15.04	
<b>Part II</b>	<b>Particulars of shareholding</b>							
<b>A</b>	<b>Public shareholding</b>							
1	- Number of shares	118,758,860	114,780,872	114,311,643	118,758,860	114,311,643	114,606,970	
	- Percentage of shareholding	93.69%	90.73%	90.73%	93.69%	90.73%	90.75%	
2	<b>Promoters and Promoter Group Shareholding</b>							
	a) Pledged / Encumbered	Nil	Nil	Nil	Nil	Nil	Nil	
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil	
	- Percentage of shares (% of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	
	b) Non - encumbered	Nil	Nil	Nil	Nil	Nil	Nil	
	- Number of shares	7,995,231	11,685,523	11,685,523	7,995,231	11,685,523	11,685,523	
	- Percentage of shares (% of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%	
	- Percentage of shares (% of the total share capital of the company)	6.31%	9.24%	9.27%	6.31%	9.27%	9.25%	
<b>B</b>	<b>Particulars</b>		<b>Quarter ended September 30, 2015</b>					
	<b>Investor complaints</b>							
	Pending at the beginning of the quarter	-	64	-	-	-	-	
	Received during the quarter	-	64	-	-	-	-	
	Disposed off during the quarter	-	64	-	-	-	-	
	Remaining unresolved at the end of the quarter	-	-	-	-	-	-	

**SIGNED FOR IDENTIFICATION**  
 BY *Smidhi*  
**S. R. BATLIBOI & CO. LLP**  
 MUMBAI



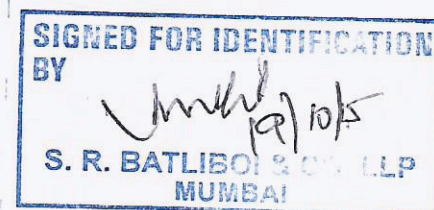
**SKS MICROFINANCE LIMITED**

Regd. Office: Unit No. 410, "Madhava", Bandra-Kurla Complex, Bandra (East), Mumbai – 400 051.

**Standalone Statement of Assets and Liabilities**

*Rs. In lakhs*

Particulars	As at	As at
	September 30, 2015 Unaudited	March 31, 2015 Audited
<b>A. EQUITY AND LIABILITIES</b>		
1. Shareholders' funds		
(a) Share capital	12,675.41	12,629.25
(b) Reserves and surplus	107,524.25	92,016.34
<b>Shareholders' funds</b>	<b>120,199.66</b>	<b>104,645.59</b>
2. Share application money pending allotment	150.33	0.65
3. Non-current liabilities		
(a) Long-term borrowings	184,608.60	105,722.12
(b) Long-term provisions	1,826.49	1,271.85
<b>Non-current liabilities</b>	<b>186,435.09</b>	<b>106,993.97</b>
4. Current liabilities		
(a) Short-term borrowings	78,254.23	60,962.76
(b) Other current liabilities	202,015.91	192,718.88
(c) Short-term provisions	6,130.74	4,550.75
<b>Current liabilities</b>	<b>286,400.88</b>	<b>258,232.39</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>593,185.96</b>	<b>469,872.60</b>
<b>B. ASSETS</b>		
1. Non-current assets		
(a) Fixed assets		
Tangible assets	1,406.76	515.06
Intangible assets	382.18	380.20
Intangible assets under development	163.69	124.48
(b) Non-current investments	20.00	20.00
(c) Long-term loans and advances	53,376.40	24,484.61
(d) Other non-current assets	9,175.79	12,522.64
<b>Non-current assets</b>	<b>64,524.82</b>	<b>38,046.99</b>
2. Current assets		
(a) Trade receivables	1,040.57	341.69
(b) Cash and bank balances	95,061.31	153,677.31
(c) Short-term loans and advances	428,257.89	271,355.20
(d) Other current assets	4,301.37	6,451.41
<b>Current assets</b>	<b>528,661.14</b>	<b>431,825.61</b>
<b>TOTAL - ASSETS</b>	<b>593,185.96</b>	<b>469,872.60</b>



SKS MICROFINANCE LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2015

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on October 19, 2015 in terms of clause 41 of Listing Agreement.
2. The Statutory Auditors have carried out the 'Limited Review' of the results for the quarter ended September 30, 2015.
3. The net deferred tax asset amounting to Rs.42,463.12 lakhs as at September 30, 2015 has not been recognized. The said sum of Rs.42,463.12 lakhs will be available to offset tax on future taxable income.
4. The Company has provided for minimum alternate tax ('MAT') liability of Rs.2,329.60 lakhs for the quarter ended September 30, 2015. The MAT credit entitlement amounting to Rs.4,757.47 lakhs as at September 30, 2015 has not been recognized as an asset on the balance sheet. The said sum of Rs. 4,757.47 lakhs will be available to offset future normal tax liability of the Company.
5. The Company operates in a single reportable segment i.e. financing, which has similar risks and returns for the purpose of AS 17 on 'Segment Reporting' specified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Company operates in a single geographical segment i.e. domestic.
6. Figures for the previous periods have been regrouped/ rearranged wherever necessary to conform to current period presentation.

Place: Mumbai

For SKS Microfinance Limited

Date: October 19, 2015

