

Part I							(Rs in Lakhs)
Statement of Standalone Audited Results for the Quarter and year ended March 31, 2012							
Sr No.	Particulars	Quarter ended			Year ended		
		March 31, 2012 Unaudited	December 31, 2011 Unaudited	March 31, 2011 Unaudited	March 31, 2012 Audited	March 31, 2011 Audited	
1	Income from operations	5,279.50	7,891.71	17,115.16	39,347.24	115,024.72	
	Other operating income	1,335.50	815.86	358.11	4,222.85	2,522.42	
	Total income from operations	6,615.00	8,707.56	17,473.27	43,570.09	117,547.14	
2	Expenses						
	Employee benefits expense	5,572.11	6,521.20	6,832.55	26,111.88	32,634.68	
	Depreciation and amortization expense	249.04	246.34	336.66	1,001.97	1,614.96	
	Provisions and write offs	27,781.64	35,866.40	10,621.19	117,349.16	23,622.90	
	Other expenses	2,302.12	5,269.40	3,383.94	15,127.33	17,038.60	
	Total expenses	35,904.92	47,903.32	21,174.34	159,590.34	74,911.14	
3	Profit / (loss) from operations before Other Income & finance costs (1-2)	(29,289.92)	(39,195.76)	(3,701.07)	(116,020.25)	42,636.00	
4	Other income	553.04	568.09	1,911.30	3,660.18	9,406.82	
5	Profit (loss) before finance costs (3+4)	(28,736.88)	(38,627.67)	(1,789.77)	(112,360.07)	52,042.82	
6	Finance costs	4,215.96	4,147.05	8,682.72	20,014.45	34,953.17	
7	Profit (loss) before tax (5-6)	(32,952.84)	(42,774.73)	(10,472.49)	(132,374.52)	17,089.65	
8	Tax expense (including deferred tax)	0.01	3.98	(3,495.67)	3,685.17	5,926.57	
9	Profit (loss) after tax (7-8)	(32,952.85)	(42,778.71)	(6,976.82)	(136,059.69)	11,163.08	
10	Paid-up equity share capital	7,235.69	7,235.69	7,232.39	7,235.69	7,232.39	
11	Reserves (excluding Revaluation reserves)				35,781.33	170,819.76	
12	Earnings Per Share (EPS) (Not annualised)						
	Basic	(45.54)	(53.15)	(9.66)	(188.06)	16.10	
	Diluted	(45.54)	(53.15)	(9.66)	(188.06)	15.24	

Part II						
Select information for quarter and year ended March 31, 2012						
Particulars	Quarter ended			Year ended		
	March 31, 2012 Unaudited	December 31, 2011 Unaudited	March 31, 2011 Unaudited	March 31, 2012 Audited	March 31, 2011 Audited	
A	Particulars of shareholding					
1	Public shareholding					
	- Number of shares	45,701,368	45,701,368	45,648,383	45,701,368	
	- Percentage of shareholding	63.16%	63.16%	63.12%	63.16%	
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	
	- Percentage of shares	Nil	Nil	Nil	Nil	
	(% of the total shareholding of promoter and promoter group)					
	- Percentage of shares	Nil	Nil	Nil	Nil	
	(% of the total share capital of the company)					
	b) Non - encumbered					
	- Number of shares	26,655,527	26,655,527	26,675,527	26,655,527	
	- Percentage of shares	100%	100%	100%	100%	
	(% of the total shareholding of promoter and promoter group)					
	- Percentage of shares	36.84%	36.84%	36.88%	36.84%	
	(% of the total share capital of the company)					

Particulars	Quarter ended March 31, 2012
B	
Investor complaints	
Pending at the beginning of the quarter	-
Received during the quarter	2
Disposed off during the quarter	2
Remaining unresolved at the end of the quarter	-

For SKS MICROFINANCE LIMITED




CEO & Managing Director

SKS MICROFINANCE LIMITED

Regd. Office: Ashoka Raghupathi Chambers, D No. 1-10-60 to 62, Opp Shoppers Stop, Begumpet, Hyderabad- 500 016 (A.P)

Statement of Assets and Liabilities as at March 31, 2012

(Rs in Lakhs)

Particulars	As at	As at
	March 31, 2012 Audited	March 31, 2011 Audited
A. EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	7,235.69	7,232.39
(b) Reserves and surplus	35,781.33	170,819.76
Shareholders' funds	43,017.02	178,052.15
2 Share application money pending allotment	451.28	29.73
3 Non-current liabilities		
(a) Long-term borrowings	28,455.05	64,017.92
(b) Long-term provisions	4,351.32	4,333.05
Non-current liabilities	32,806.37	68,350.97
4 Current liabilities		
(a) Short-term borrowings	13,090.56	44,113.06
(b) Other current liabilities	76,233.52	138,281.00
(c) Short-term provisions	2,453.34	3,816.14
Current liabilities	91,777.42	186,210.20
TOTAL - EQUITY AND LIABILITIES	168,052.09	432,643.05
B. ASSETS		
1 Non-current assets		
(a) Fixed assets		
Tangible assets	1,619.26	2,186.49
Intangible assets	426.11	643.42
Intangible assets under development	15.60	282.27
(b) Non-current investments	20.00	20.00
(c) Deferred tax assets (net)	-	3,570.99
(d) Long-term loans and advances	30,392.35	11,448.12
(e) Other non-current assets	2,201.67	4,113.59
Non-current assets	34,674.99	22,264.87
2 Current assets		
(a) Current investments	-	355.61
(b) Trade receivables	21.04	155.62
(c) Cash and bank balances	66,918.15	51,957.96
(d) Short-term loans and advances	64,566.96	353,652.67
(e) Other current assets	1,870.95	4,256.32
Current assets	133,377.10	410,378.18
TOTAL - ASSETS	168,052.09	432,643.05

For SKS MICROFINANCE LIMITED



Das
CEO & Managing Director

SKS MICROFINANCE LIMITED

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2012

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 6, 2012 and May 7, 2012 respectively, in terms of clause 41 of Listing Agreement.
2. The figures of the last quarter included in the above results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year.
3. The above results have been audited by the statutory auditors.
4. The Government of Andhra Pradesh promulgated "The Andhra Pradesh Micro Finance Institution (Regulation of Money Lending) Ordinance 2010" on October 15, 2010, subsequently enacted the same as "The Andhra Pradesh Micro Finance Institution (Regulation of Money Lending) Act, 2011 (Act 1 of 2011)" on December 31, 2010 and notified by Gazette on January 1, 2011 ('AP MFI Act'). In compliance with the said Ordinance/Act, the frequency of the Joint liability group (JLG) loan repayments in the state of Andhra Pradesh changed from a 'weekly' to a 'monthly' basis.

In January 2011, a sub-committee of the Central Board of Directors of the Reserve Bank of India ('RBI') ('the Malegam Committee'), in its recommendations, suggested that the provision for loan loss should be made with reference to the ageing of the overdue loan instalments.

Subsequent to this, RBI vide its circular dated January 19, 2011, addressed to banks, stated that "the problems afflicting the Micro Finance Institutions (MFIs) sector are not necessarily on account of any credit weakness per-se but were mainly due to environmental factors" and extended the special regulatory asset classification benefit to restructured MFI accounts as well.

Due to the continued evolving environment, with no precedence, following the enactment of AP MFI Act and the resultant impact on the field operations in Andhra Pradesh the Company reassessed its estimates on the portfolio in the state of Andhra Pradesh as at March 31, 2011 as follows:

Asset Classification	Arrear Period	Provision (%)
Standard	Less than 180 days	0.25%
Sub-Standard	Overdue for 180 – 720	10%
Loss Assets	Overdue over 720 days	100%

The above-mentioned estimates for the provisioning of the loan portfolio in the state of Andhra Pradesh are based on the asset classification and provisioning norms as prescribed in the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

The Company continues to apply the above-mentioned estimates on the portfolio as at March 31, 2012.

5. The Company has incurred a loss for the year ended March 31, 2012. The net deferred tax asset amounting to Rs. 46,036.33 lakhs as at March 31, 2012 has not been recognized. The said sum of Rs. 46,036.33 lakhs will be available to offset tax on future taxable income.



For SKS MICROFINANCE LIMITED


CEO & Managing Director

6. The Company operates in a single reportable segment i.e. lending to members, who have similar risks and returns for the purpose of AS 17 on 'Segment Reporting' notified under the Companies (Accounting Standard) Rules, 2006 (as amended). The Company does not have any reportable geographical segment.
7. Figures for the previous period have been regrouped/ rearranged wherever necessary to conform to current period presentation.

Place: Hyderabad

For SKS MICROFINANCE LIMITED
For SKS Microfinance Limited


CEO & Managing Director



Date: May 7, 2012