

SKS MICROFINANCE LIMITED

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

Statement of Standalone Audited Financial Results for the Quarter / Year ended March 31, 2014						
Part I		Rs. In lakhs				
Sr No.	Particulars	Quarter ended			Year ended	
		March 31, 2014 Audited (refer note 2)	December 31, 2013 Unaudited	March 31, 2013 Audited	March 31, 2014 Audited	March 31, 2013 Audited
1	Income from operations	11,686.03	11,481.41	8,304.83	44,875.05	27,825.47
	Other operating income	2,143.53	1,850.47	1,204.62	7,024.13	5,394.28
	Total income from operations	13,829.56	13,331.88	9,509.45	51,899.18	33,219.75
2	Expenses					
	Employee benefits expenses	4,307.43	4,140.00	3,977.55	16,556.33	17,267.04
	Depreciation and amortization expenses	102.66	101.69	137.19	407.56	643.55
	Provisions and write offs	150.13	(167.65)	96.72	1,457.13	24,442.29
	Other expenses	1,961.48	1,995.60	1,735.23	7,655.27	8,345.44
	Total expenses	6,521.70	6,069.64	5,946.69	26,076.29	50,698.32
3	Profit / (loss) from operations before other income & finance costs (1-2)	7,307.86	7,262.24	3,562.76	25,822.89	(17,478.57)
4	Other income	908.13	634.45	688.20	2,584.35	2,036.62
5	Profit / (loss) before finance costs (3+4)	8,215.99	7,896.69	4,250.96	28,407.24	(15,441.95)
6	Finance costs	5,504.53	5,754.11	3,980.59	21,422.14	14,271.92
7	Profit / (loss) before tax (5-6)	2,711.46	2,142.58	270.37	6,985.10	(29,713.87)
8	Tax expense (Including deferred tax)	-	-	-	-	-
9	Profit / (loss) after tax (7-8)	2,711.46	2,142.58	270.37	6,985.10	(29,713.87)
10	Paid-up equity share capital (Face Value of Rs.10 Each)	10,821.30	10,821.27	10,821.27	10,821.30	10,821.27
11	Reserves (excluding Revaluation reserves)				35,100.07	28,217.93
12	Earnings Per Share (EPS) (Not annualised)					
	Basic	2.51	1.98	0.25	6.45	(30.55)
	Diluted	2.50	1.98	0.25	6.44	(30.55)
Part II						
A	Particulars of shareholding					
1	Public shareholding					
	- Number of shares	78,024,271	78,024,007	80,050,068	78,024,271	80,050,068
	- Percentage of shareholding	72.10%	72.10%	73.97%	72.10%	73.97%
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares					
	(% of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares					
	(% of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil
	b) Non - encumbered					
	- Number of shares	30,188,691	30,188,691	28,162,630	30,188,691	28,162,630
	- Percentage of shares					
	(% of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
	- Percentage of shares					
	(% of the total share capital of the company)	27.90%	27.90%	26.03%	27.90%	26.03%

Particulars		Quarter ended March 31, 2014
B	Investor complaints	
	Pending at the beginning of the quarter	-
	Received during the quarter	-
	Disposed off during the quarter	-
	Remaining unresolved at the end of the quarter	-

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



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Standalone Statement of Assets and Liabilities

Rs. In lakhs

Particulars	As at	As at
	March 31, 2014 Audited	March 31, 2013 Audited
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	10,821.30	10,821.27
(b) Reserves and surplus	35,100.07	28,217.93
Shareholders' funds	45,921.37	39,039.20
2. Non-current liabilities		
(a) Long-term borrowings	30,020.70	26,560.35
(b) Long-term provisions	18,621.51	26,326.16
Non-current liabilities	48,642.21	52,886.51
3. Current liabilities		
(a) Short-term borrowings	33,235.05	57,052.13
(b) Other current liabilities	118,065.47	99,424.81
(c) Short-term provisions	3,855.53	2,742.46
Current liabilities	155,156.05	159,219.40
TOTAL - EQUITY AND LIABILITIES	249,719.63	251,145.11
B. ASSETS		
1. Non-current assets		
(a) Fixed assets		
Tangible assets	658.60	847.03
Intangible assets	309.13	271.13
Intangible assets under development	150.40	13.08
(b) Non-current investments	20.00	20.00
(c) Long-term loans and advances	22,926.85	28,257.45
(d) Other non-current assets	3,285.13	3,642.63
Non-current assets	27,350.11	33,051.32
2. Current assets		
(a) Trade receivables	510.71	55.56
(b) Cash and bank balances	63,970.75	86,058.77
(c) Short-term loans and advances	152,350.14	128,159.70
(d) Other current assets	5,537.92	3,819.76
Current assets	222,369.52	218,093.79
TOTAL - ASSETS	249,719.63	251,145.11

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SKS MICROFINANCE LIMITED

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2014

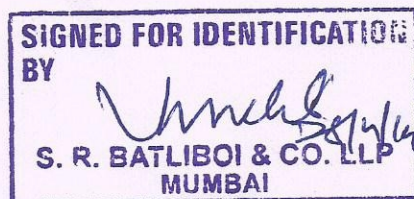
Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on April 28, 2014 in terms of clause 41 of Listing Agreement.
2. The figures of quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year upto March 31, 2014 and the unaudited published year-to-date figures upto December 31, 2013, being the date of the end of the third quarter of the financial year ended March 31, 2014 which were subjected to limited review.
3. The net deferred tax asset amounting to Rs.55,785.57 lakhs as at March 31, 2014 has not been recognized. The said sum of Rs.55,785.57 lakhs will be available to offset tax on future taxable income. For the quarter ended March 31, 2014, the Company has posted a net profit of Rs. 6,985.10 lakhs and given the carried forward tax loss, no tax provision is required for the year ended March 31, 2014.
4. 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' notified under the Companies (Accounting Standard) Rules, 2006 (as amended). The Company operates in a single geographical segment i.e. domestic.
5. Figures for the previous periods have been regrouped/ rearranged wherever necessary to conform to current period presentation.

Place: Mumbai

For SKS Microfinance Limited

Date: April 28, 2014



Auditor's Report on quarterly financial results and year to date results of SKS Microfinance Limited pursuant to Clause 41 of the Listing Agreement

To
Board of Directors of
SKS Microfinance Limited

1. We have audited the quarterly financial results of SKS Microfinance Limited ("the Company") for the quarter ended March 31, 2014 and the financial results for the year ended March 31, 2014, attached herewith, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, 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 audited by us. The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2014 and the published year-to-date figures up to December 31, 2013, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter ended March 31, 2014 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2013, the audited annual financial statements as at and for the year ended March 31, 2014, and the relevant requirements of Clause 41 of the Listing Agreement and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended December 31, 2013 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, notified under the Companies Act, 1956 read with General Circular 15/2013 dated September 13, 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2014; and the relevant requirements of Clause 41 of the Listing Agreement.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:
 - i. are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2014 and for the year ended March 31, 2014.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2014 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2014 and the published year-to-date figures up to December 31, 2013, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Clause 41(I)(d) of the Listing Agreement.



S.R. BATLIBOI & Co. LLP

Chartered Accountants

SKS Microfinance Limited

Independent Auditors' Report for the quarter ended March 31, 2014

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5. Further, read with paragraph 1 above, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

ICAI Firm's Registration Number: 301003E



per **Viren H. Mehta**

Partner

Membership No.: 048749

Mumbai

April 28, 2014