

**B S R & Co. LLP**

Chartered Accountants

14th Floor, Central Wing B Wing and North C Wing,

Nesco IT Park 4, Nesco Center,

Western Express Highway, Goregaon (East),

Mumbai – 400 063

**Mukund M. Chitale & Co.**

Chartered Accountants

2<sup>nd</sup> Floor, Kapur house,

Paranjape B scheme Road No.1,

Vileparle (East)

Mumbai – 400 057

**Limited review report on the unaudited quarterly 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**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of CSB Bank Limited (the 'Bank') for the quarter ended 30 June 2022 (the 'Statement'), except for the disclosures relating to Pillar 3 disclosure as at 30 June 2022, including Leverage ratio, Liquidity coverage ratio and Net stable funding ratio under Basel III Capital Regulations 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 Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

44



B S R & Co. LLP

Mukund M. Chitale & Co.

**Limited review report on the unaudited quarterly 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)**

**Other matters**

4. The review of unaudited financial results for the quarter ended 30 June 2021 was conducted solely by B S R & Co. LLP, the then statutory auditors of the Bank, who have expressed an unmodified conclusion/ opinion, as the case may be, on those financial results. Accordingly, we, Mukund M. Chitale & Co., do not express any conclusion/ opinion, as the case may be, on the figures reported in the unaudited financial results for the quarter ended 30 June 2021.

Our review report is not modified in respect of the above matter.

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 101248W/W-100022



**Vaibhav Shah**

Partner

Membership No:117377

ICAI UDIN:22117377ANISQP7695

Thrissur

21 July 2022

For Mukund M. Chitale & Co.

Chartered Accountants

ICAI Firm Registration Number: 106655W



**Abhay V. Kamat**

Partner

Membership No:039585

ICAI UDIN: 22039585ANIRMB5843



Thrissur

21 July 2022

**CSB 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, 2022**

(₹ in Lakhs)

Particulars	Quarter ended		Year ended	
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited (Refer note 13)	Unaudited	Audited
1. Interest earned (a) + (b) + (c) + (d)	53,593	51,956	49,525	2,03,832
(a) Interest/discount on advances/bills	41,469	41,224	37,671	1,59,728
(b) Income on investments	11,343	9,923	10,235	38,092
(c) Interest on balances with RBI, Other interbank funds	549	497	1,219	4,652
(d) Others	232	312	400	1,360
2. Other Income	5,485	6,361	7,124	24,679
<b>3. Total Income (1+2)</b>	<b>59,078</b>	<b>58,317</b>	<b>56,649</b>	<b>2,28,511</b>
4. Interest Expended	22,524	21,573	22,750	88,501
5. Operating Expenses (i) + (ii) + (iii)	21,082	22,539	16,425	78,638
(i) Employees Cost	12,221	14,341	9,721	48,187
(ii) Rent, taxes and lighting	2,253	2,380	1,795	8,019
(iii) Other operating expenses	6,608	5,818	4,909	22,432
<b>6. Total Expenditure (4+5)</b> (excluding provisions and contingencies)	<b>43,606</b>	<b>44,112</b>	<b>39,175</b>	<b>1,67,139</b>
<b>7. Operating Profit before Provisions and Contingencies (3-6)</b>	<b>15,472</b>	<b>14,205</b>	<b>17,474</b>	<b>61,372</b>
8. Provisions (other than Tax) and contingencies	168	(3,410)	9,322	(51)
Of which provisions for Non-performing Assets/write off	1,593	(251)	10,424	6,890
9. Exceptional Items	-	-	-	-
<b>10. Profit from ordinary activities before tax (7-8-9)</b>	<b>15,304</b>	<b>17,615</b>	<b>8,152</b>	<b>61,423</b>
11. Tax Expense	3,852	4,548	2,052	15,574
<b>12. Net Profit from ordinary activities after tax (10-11)</b>	<b>11,452</b>	<b>13,067</b>	<b>6,100</b>	<b>45,849</b>
13. Extraordinary items (net of Tax expense)	-	-	-	-
<b>14. Net Profit for the period (12-13)</b>	<b>11,452</b>	<b>13,067</b>	<b>6,100</b>	<b>45,849</b>
15. Paid-up equity share capital (Face Value - ₹ 10 per share)	17,354	17,354	17,354	17,354
16. Reserves excluding Revaluation Reserves				2,32,464
17. Analytical Ratios				
(i) Capital Adequacy Ratio (Basel-III)	25.46%	25.90%	21.63%	25.90%
(ii) Earnings per Share (EPS)*				
Basic EPS - before and after extraordinary items (₹)	6.60	7.53	3.52	26.43
Diluted EPS - before and after extraordinary items (₹)	6.60	7.53	3.52	26.43
(iii) NPA Ratios				
a) Gross NPA	29,301	28,951	68,639	28,951
Net NPA	9,675	10,699	44,375	10,699
b) % of Gross NPA	1.79%	1.81%	4.88%	1.81%
% of Net NPA	0.60%	0.68%	3.21%	0.68%
(iv) Return on Assets - Annualised	1.75%	2.13%	1.03%	1.90%

\* Quarterly numbers are not Annualised



14



SEGMENT INFORMATION				
(₹ in lakh)				
Particulars	Quarter ended		Year ended	
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited	Unaudited	Audited
<b>Segment Revenue:</b>				
Treasury	11,968	11,543	14,149	48,162
Corporate/Wholesale Banking	14,269	11,727	13,574	50,937
Retail Banking	31,746	33,585	28,316	1,25,219
Other Banking Operations	1,095	1,462	610	4,193
Unallocated	-	-	-	-
<b>Total Revenue</b>	<b>59,078</b>	<b>58,317</b>	<b>56,649</b>	<b>2,28,511</b>
Less: Inter segment revenue	-	-	-	-
<b>Income from operations</b>	<b>59,078</b>	<b>58,317</b>	<b>56,649</b>	<b>2,28,511</b>
<b>Segment Results (Net of provisions):</b>				
Treasury	1,869	4,687	4,576	13,688
Corporate/Wholesale Banking	2,644	1,154	2,825	5,420
Retail Banking	10,425	11,043	433	40,539
Other Banking Operations	464	590	319	1,838
Unallocated	(98)	141	(1)	(62)
<b>Profit Before Tax</b>	<b>15,304</b>	<b>17,615</b>	<b>8,152</b>	<b>61,423</b>
<b>Segment Assets:</b>				
Treasury	7,35,763	7,72,298	6,84,476	7,72,298
Corporate/Wholesale Banking	5,65,538	5,88,497	5,73,961	5,88,497
Retail Banking	12,42,275	11,69,086	10,00,348	11,69,086
Other Banking Operations	1,008	1,047	765	1,047
Unallocated	4,898	4,699	7,622	4,699
<b>Total</b>	<b>25,49,482</b>	<b>25,35,627</b>	<b>22,67,172</b>	<b>25,35,627</b>
<b>Segment Liabilities:</b>				
Treasury	2,29,491	1,76,151	1,35,725	1,76,151
Corporate/Wholesale Banking	3,62,681	3,62,633	3,30,341	3,62,633
Retail Banking	16,80,447	17,31,601	15,76,648	17,31,601
Other Banking Operations	-	-	-	-
Unallocated	185	103	158	103
<b>Total</b>	<b>22,72,804</b>	<b>22,70,488</b>	<b>20,42,872</b>	<b>22,70,488</b>
<b>Capital employed:</b>				
(Segment Assets-Segment Liabilities)				
Treasury	5,06,272	5,96,147	5,48,751	5,96,147
Corporate/Wholesale Banking	2,02,857	2,25,864	2,43,621	2,25,864
Retail Banking	(4,38,172)	(5,62,515)	(5,76,301)	(5,62,515)
Other Banking Operations	1,008	1,046	765	1,046
Unallocated	4,713	4,597	7,464	4,597
<b>Total</b>	<b>2,76,678</b>	<b>2,65,139</b>	<b>2,24,300</b>	<b>2,65,139</b>

1. 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.

2. Pursuant to Board approved policy on preparation of segment information, the Bank, with effect from quarter ended March 31, 2022, has regrouped some of the advances to Corporate from Retail in line with Basel III Capital regulations for more appropriate presentation of the segment results. Figures for the previous years have been regrouped / reclassified to conform to current period's classification.

3. The change in segment information has no impact on the overall Revenue, Results, and capital employed of the Bank for the current quarter ended June 30, 2022 or the previous periods / year. However, had the Bank continued the same method of preparation of segment information as was adopted in previous periods, the segment revenue, segment results, segment assets, segment liabilities and capital employed would have been Decreased/ (Increased) by:

Segment Revenue:	Quarter ended		Year ended	
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited	Unaudited	Audited
Decreased/ (Increased)				
Treasury	-	-	-	-
Corporate/Wholesale Banking	-	-	(1,432)	-
Retail Banking	-	-	1,432	-
Other Banking Operations	-	-	-	-
Unallocated	-	-	-	-
<b>Segment Results (Net of provisions):</b>				
Decreased/ (Increased)				
Treasury	-	-	-	-
Corporate/Wholesale Banking	-	-	(559)	-
Retail Banking	-	-	559	-
Other Banking Operations	-	-	-	-
Unallocated	-	-	-	-



Segment Assets:	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
Decreased/ (Increased)	Unaudited	Audited	Unaudited	Audited
Treasury	-	-	-	-
Corporate/Wholesale Banking	-	-	(65,351)	-
Retail Banking	-	-	65,351	-
Other Banking Operations	-	-	-	-
Unallocated	-	-	-	-

Segment Liabilities:	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
Decreased/ (Increased)	Unaudited	Audited	Unaudited	Audited
Treasury	-	-	-	-
Corporate/Wholesale Banking	-	-	(13,813)	-
Retail Banking	-	-	13,813	-
Other Banking Operations	-	-	-	-
Unallocated	-	-	-	-

Capital employed:	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
Decreased/ (Increased)	Unaudited	Audited	Unaudited	Audited
(Segment Assets-Segment Liabilities)				
Treasury	-	-	-	-
Corporate/Wholesale Banking	-	-	(51,539)	-
Retail Banking	-	-	51,539	-
Other Banking Operations	-	-	-	-
Unallocated	-	-	-	-

#### Notes:

- The above unaudited financial results for the quarter ended June 30, 2022 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Bank in their respective meeting held on July 21, 2022. These results have been subjected to limited review by the Joint Statutory Auditors of the Bank, viz. B S R & Co. LLP, Chartered Accountants and Mukund M. Chitale & Co., Chartered Accountants and an unqualified review report has been issued. The financial results for the quarter ended June 30, 2021 were reviewed by B S R & Co. LLP, Chartered Accountants.
- The above unaudited 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) from time to time.
- The Bank has applied its significant accounting policies in the preparation of these financial results consistent with those followed in the annual financial statements for the year ended March 31, 2022. Any circular / direction issued by RBI is implemented prospectively when it becomes applicable.
- 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.
- 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), etc.
- 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.
- During the quarter and year ended June 30, 2022, the Bank has not issued equity shares under the Employee Stock Option Scheme.
- During FY2021, the Covid-19 pandemic resulted in a nation-wide lockdown in April-May 2020 which substantially impacted economic activity. The subsequent easing of lockdown measures led to gradual improvement in economic activity and progress towards normalcy from the second half of FY2021. In FY2022, India witnessed two more waves of the Covid-19 pandemic and the re-imposition of localised/regional lock-down measures in certain parts of the country. The Bank continues to carry Covid-19 related provision of Rs. 10,592.00 Lakhs at June 30, 2022. Currently, while the number of new Covid-19 cases have reduced significantly and the Government of India has withdrawn most of the Covid-19 related restrictions, the future trajectory of the pandemic may have an impact on the results of the Bank.
- Disclosure with related to clause 28 of RBI circular dated May 05,2021 where the number of borrower accounts where modifications were sanctioned and implemented in terms of clause 22 of the aforesaid circular

Type of borrower	No of Accounts	Aggregate Exposure to
Personal loans	9	130.91
Corporate person	0	0
Of which MSME	0	0
Others	0	0
<b>Total</b>	<b>9</b>	<b>130.91</b>

There were 9 borrower accounts having an aggregate exposure of ₹ 130.91 Lakhs to the bank, where resolution plans had been implemented under RBI's Resolution Framework 1.0 dated August 6,2020 and now modified under RBI's Resolution Framework dated May 05,2021





10 Details of loans transferred / acquired during the Quarter ended June 30, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

(i) The Bank has not transferred any Non Performing Assets(NPA), Special Mention Accounts (SMA) and Loans not in default during the Quarter

(ii) Details of loans not in default acquired through assignment during the Quarter are given below:

Aggregate amount of loans acquired (₹ in Lakhs)	37,830
Weighted average residual maturity (in months)	18.97
Weighted average holding period by originator (in months)	4.43
Retention of beneficial economic interest by the originator	10%
Tangible security coverage	100%

The loans acquired are not rated as these are to non-corporate borrowers.

(iii) The Bank has not acquired any stressed loans during the Quarter

(iv) During the quarter ended June 30, 2022, the bank has not transferred any stressed loans to Asset Reconstruction Companies (ARC).

11 In accordance with RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the 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 limited review by the Joint Statutory Auditors of the Bank

12 As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17, Segment reporting, 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed Digital Banking Unit (DBU) of the Bank has not yet commenced operations and having regard to the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (which included representatives of banks and RBI), held on June 14, 2022, reporting of the Digital Banking as a separate sub-segment of Retail Banking Segment will be included by the Bank based on the decision of the DBU Working Group as applicable.

13 The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2022 and the unaudited published year to date figures up to December 31, 2021. The figures up to December 31, 2021 were only reviewed and not subjected to audit.

14 Previous period's figures have been regrouped / reclassified, where necessary to conform to current period's classification and also the amounts / ratios for the previous period have been regrouped / reclassified pursuant to the requirements of Master Direction on Financial Statements - Presentation and Disclosures issued by Reserve Bank of India dated August 30, 2021, as amended and wherever considered necessary.

For and on behalf of the Board



Pralay Mondal  
Managing Director & CEO (Interim)  
DIN: 00117994

Place: Thrissur  
Date: July 21, 2022

