

October 26, 2017

Mr. Khushro A. Bulsara-
Senior General Manager
Listing Compliance & Legal Regulatory
BSE Limited
Corporate Relations Department
P.J. Towers, Dalal Street
Mumbai - 400 001
Tel.: 2272 8013/8015/8058/8307
BSE Scrip Code: 532648

Mr. Avinash Kharkar,
AVP - Listing Department
National Stock Exchange of India Limited
Exchange Plaza
Plot no. C/1, G Block,
Bandra - Kurla Complex
Bandra (E), Mumbai - 400 051.
Tel.: 2659 8235 / 8236/8458
NSE Symbol: YESBANK

Dear Sirs,

Sub.: Outcome of the Board Meeting - SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, the Board of Directors of the Bank on October 26, 2017 has *inter-alia*, considered and approved the Unaudited Standalone Financial Results of the Bank for the Quarter (Q2) and half year ended September 30, 2017 and took note of the Limited Review Report thereon, submitted by M/s. B S R & Co. LLP, Statutory Auditors of the Bank.

The Board Meeting commenced at 10:00 A.M. and the above matters were concluded at 4:00 P.M.

A copy of the Unaudited Financial Results along with the Limited Review Report and the Press Release are enclosed herewith.

You are requested to take note of the same.

Thanking you,

Yours faithfully,
For YES BANK LIMITED


Shivanand R Shettigar
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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Review Report

To the Board of Directors of YES Bank Limited

We have reviewed the accompanying Unaudited Standalone Financial Results ('the Statement') of YES Bank Limited ('the Bank') for the quarter and half year ended 30 September 2017, attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the SEBI Regulations'). Further 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 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 aforesaid Statement 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 of the Bank in their meeting held on 26 October 2017. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement ('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 Bank's 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.

Based on our review conducted as mentioned above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (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 prescribed by the RBI in respect of income recognition, asset classification, provisioning and other related matters.

For **B S R & Co. LLP**
Chartered Accountants

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

Manoj Kumar Vijai
Partner

Membership No: 046882

Mumbai
26 October 2017

YES BANK Limited

Regd. Office : Nehru Centre, 9th Floor, Discovery of India Building, Dr. A. B. Road, Worli, Mumbai - 400 018, India.

Website: www.yesbank.in

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

(₹ in Lakhs)

Sr No.	PARTICULARS	FOR THE QUARTER ENDED 30.09.17	FOR THE QUARTER ENDED 30.06.17	FOR THE QUARTER ENDED 30.09.16	FOR THE HALF YEAR ENDED 30.09.17	FOR THE HALF YEAR ENDED 30.09.16	FOR THE YEAR ENDED 31.03.17
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest earned (a)+(b)+(c)+(d)	480,034	465,380	406,037	945,414	786,221	1,642,464
(a)	Interest/discount on advances/bills	369,320	353,448	303,174	722,768	581,133	1,220,977
(b)	Income on investments	92,267	90,272	93,139	182,539	189,036	379,684
(c)	Interest on balances with Reserve Bank of India and other inter-bank funds	14,466	17,936	4,863	32,402	7,640	25,782
(d)	Others	3,981	3,724	4,861	7,705	8,412	16,021
2	Other Income (Refer Note 6)	124,844	113,216	92,186	238,060	188,285	415,676
3	TOTAL INCOME (1+2)	604,878	578,596	498,223	1,183,474	974,506	2,058,140
4	Interest Expended	291,525	284,487	264,821	576,012	519,394	1,062,734
5	Operating Expenses (i)+(ii)	122,686	123,689	94,806	246,375	185,839	411,654
(i)	Payments to and provisions for employees	56,276	54,611	43,338	110,887	84,075	180,504
(ii)	Other operating expenses	66,410	69,078	51,468	135,488	101,764	231,150
6	Total Expenditure (4+5) (excluding provisions and contingencies)	414,211	408,176	359,627	822,387	705,233	1,474,388
7	Operating Profit (before Provisions and Contingencies)(3-6)	190,667	170,420	138,596	361,087	269,273	583,752
8	Provisions (other than Tax expense) and Contingencies (net)	44,706	28,578	16,167	73,284	36,830	79,341
9	Exceptional Items	-	-	-	-	-	-
10	Profit from ordinary activities before tax (7-8-9)	145,961	141,842	122,429	287,803	232,443	504,411
11	Tax Expense	45,688	45,290	42,275	90,978	79,109	171,402
12	Net profit from Ordinary Activities after tax (10-11)	100,273	96,552	80,154	196,825	153,334	333,009
13	Extraordinary Items (Net of tax)	-	-	-	-	-	-
14	NET PROFIT (12-13)	100,273	96,552	80,154	196,825	153,334	333,009
15	Paid-up equity Share Capital (Face value of ₹ 2 each)	45,814	45,749	42,166	45,814	42,166	45,649
16	Reserves & Surplus excluding revaluation reserves						2,159,757
17	Analytical ratios :						
(i)	Percentage of Shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
(ii)	Capital Adequacy ratio - Basel III	17.0%	17.1%	14.1%	17.0%	14.1%	17.0%
(iii)	Earning per share for the period / year (before and after extraordinary items)						
	- Basic ₹	4.38	4.22	3.81	8.61	7.28	15.78
	- Diluted ₹	4.29	4.13	3.71	8.41	7.09	15.35
		Not Annualized	Not Annualized	Not Annualized	Not Annualized	Not Annualized	Annualized
(iv)	NPA ratios-						
(a)	Gross NPA	272,034	136,438	91,668	272,034	91,668	201,856
(b)	Net NPA	154,326	54,531	32,300	154,326	32,300	107,227
(c)	% of Gross NPA	1.82%	0.97%	0.83%	1.82%	0.83%	1.52%
(d)	% of Net NPA	1.04%	0.39%	0.29%	1.04%	0.29%	0.81%
(v)	Return on assets (average) (annualized)	1.7%	1.8%	1.8%	1.7%	1.7%	1.8%



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SUMMARISED BALANCE SHEET

(₹ in Lakhs)

PARTICULARS	At	At	At
	30.09.17 (Unaudited)	30.09.16 (Unaudited)	31.03.17 (Audited)
CAPITAL AND LIABILITIES			
Capital	45,814	42,166	45,649
Reserves and surplus	2,295,604	1,494,854	2,159,757
Deposits	15,798,982	12,802,376	14,287,386
Borrowings	4,482,996	3,458,852	3,860,667
Other liabilities and provisions	1,116,012	932,626	1,152,533
Total	23,739,408	18,730,875	21,505,992
ASSETS			
Cash and balances with Reserve Bank of India	763,628	637,975	695,207
Balances with banks and money at call and short notice	1,351,359	987,315	1,259,737
Investments	5,390,776	4,957,385	5,003,180
Advances	14,867,528	11,021,623	13,226,268
Fixed assets	72,663	54,519	68,354
Other assets	1,293,454	1,072,058	1,253,246
Total	23,739,408	18,730,875	21,505,992

Notes:

- The results have been taken on record by the Board of Directors of the Bank at its meeting held in Mumbai today. The results have been subject to "Limited Review" by the Statutory Auditors of the Bank. There are no qualifications in the auditor's review report for the quarter and half year ended September 30, 2017.
- The shareholders of the Bank have approved the sub-division of each equity share having a face value of ₹ 10 into five equity shares having a face value of ₹ 2 each through postal ballot on September 8, 2017. The record date for the sub-division was September 22, 2017. All shares and per share information in the financial results reflect the effect of sub-division for each of period presented.
- During the quarter ended September 30, 2017, the Bank allotted 32,27,187 shares and 82,70,572 shares respectively, pursuant to the exercise of stock options by employees.
- During the quarter ended September 30, 2017, the Bank has raised ₹ 250,000 Lakhs of Basel III Compliant Additional Tier-2 Bonds.
- During the quarter ended September 30, 2017, the Bank has made ₹ 5,500 Lakhs investment in Yes Asset Management Company India limited (AMC) and ₹ 50 Lakhs in Yes Trustee Limited
- Other income includes fees and commission earned from guarantees/letters of credit, loans, financial advisory fees, selling of third party products, earnings from foreign exchange transactions and profit/loss from sale of securities.
- Return on assets is computed using a simple average of total assets at the beginning and at the end of the relevant period.
- During the quarter ended June 30, 2017, the Bank has made certain modifications to its Master Rating scale and Credit Labeling mechanism for establishing additional general provision on standard advances and has fully adopted the requirements of RBI's circular dated April 18, 2017 Ref no RBI/2016-17/282-DBR.No.BP.BC.64/21.04.048/2016-17 that requires banks to make provisions at higher rates in respect of standard advances to stressed sectors of the economy. Also, the Bank has made provision on accounts under the Insolvency and Bankruptcy Code (IBC) as identified by RBI, ahead of schedule. The above changes have resulted in incremental one time general provision of Rs. 10,053 lakhs.
- The disclosures for NPA referred to in point 17(iv) above correspond to Non Performing Advances.
- In accordance with RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 on 'Basel III Capital Regulations' read together with RBI circular DBR.No.BP.BC80/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments' requires banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under Basel III Framework. The Pillar III disclosures have not been subjected to review by the statutory auditors. The Bank has made these disclosures which are available on its website at the following link.
https://www.yesbank.in/pdf/basel_iii_disclosure_sep_30_2017.pdf.



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11 Divergence in Asset Classification and Provisioning for NPAs -

- The Bank classifies performing and non-performing advances (NPAs) as per the RBI's Prudential Norms on Income recognition, Asset Classification and Provisioning.
- Based on application of RBI's prudential norms as stated above, the Bank classified and made the prescribed provisions against the NPAs as at the end of 31st March, 2017.
- As part of the Risk Based Supervision (RBS) exercise for FY 2016-17 concluded in October 2017, the RBI has pointed out certain retrospective divergence in the Bank's asset classification and provisioning as on 31st March 2017, for NPAs. In conformity with the RBI circulars DBR.BP.BC.NO.63/21.04.018/2016-17 issued on April 18, 2017, SEBI circular issued on July 18, 2017 and as per approval from the Board of Directors at its Board Meeting held on October 26, 2017, the below table outlines divergences in asset classification and provisioning.

Sr.	Particulars	(₹ in Crores)
1	Gross NPAs as on March 31, 2017 as reported by the Bank	2,018.6
2	Gross NPAs as on March 31, 2017 as assessed by RBI	8,373.8
3	Divergence in Gross NPAs (2-1)	6,355.2
4	Net NPAs as on March 31, 2017 as reported by the Bank	1,072.3
5	Net NPAs as on March 31, 2017 as assessed by RBI	5,891.6
6	Divergence in Net NPAs (5-4)	4,819.4
7	Provision for NPAs as on March 31, 2017 as reported by the Bank	946.3
8	Provision for NPAs as on March 31, 2017 as assessed by RBI	2,482.1
9	Divergence in provisioning (8-7)	1,535.9
10	Reported Net Profit after Tax (PAT) for the year ended March 31, 2017	3,330.1
11	Adjusted (notional) Net Profit after Tax (PAT) for the year ended March 31, 2017 after taking into account the divergence in provisioning	2,316.1

- The net current impact of the aforementioned retrospective slippages due to divergence noted by RBI in October 2017 has been duly reflected in the results for the quarter and half year ended September 30, 2017.
- Out of the total divergence current position as on September 30, 2017 is as under:

Particulars	(₹ in Crores)	%
Net Repayments (In full / partial)	1,690.4	26.6%
Resolution on account of Sale to an Asset Reconstruction Company	461.5	7.3%
Outstanding as on September 30, 2017:		
a) Upgraded as Standard on account of satisfactory account conduct	2,983.9	47.0%
b) Classified as NPA	1,219.4	19.2%
Total	6,355.2	

- 12 As the business of the Bank is concentrated in India; the segment disclosures made pertain to domestic segment.
- 13 The Bank has followed the same significant accounting policies in the preparation of these financial results as those followed in the annual financial statement for the year ended March 31, 2017, other than the change specified in point 8.
- 14 Previous period figures have been regrouped / reclassified wherever necessary to conform to current period classification.



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SEGMENTAL RESULTS

(₹ in Lakhs)

Sr No	PARTICULARS	FOR THE QUARTER ENDED 30.09.17	FOR THE QUARTER ENDED 30.06.17	FOR THE QUARTER ENDED 30.09.16	FOR THE HALF YEAR ENDED 30.09.17	FOR THE HALF YEAR ENDED 30.09.16	FOR THE YEAR ENDED 31.03.17
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment revenue						
(a)	Treasury	160,439	162,090	133,167	322,529	250,986	536,757
(b)	Corporate Banking	391,423	366,674	313,486	758,097	625,563	1,321,538
(c)	Retail Banking	66,577	63,504	49,002	130,081	91,190	196,508
(d)	Other Banking Operations	4,021	4,111	3,023	8,132	5,152	16,498
(e)	Unallocated	(65)	13	(12)	(52)	(6)	7
	TOTAL	622,395	596,392	498,666	1,218,787	972,885	2,071,308
	Add / (Less): Inter Segment Revenue	(17,517)	(17,796)	(443)	(35,313)	1,621	(13,168)
	Income from Operations	604,878	578,596	498,223	1,183,474	974,506	2,058,140
2	Segmental Results						
(a)	Treasury	77,035	89,970	66,335	167,005	117,907	254,038
(b)	Corporate Banking	114,053	110,448	84,570	224,501	186,435	407,483
(c)	Retail Banking	(15,979)	(23,002)	(12,871)	(38,981)	(33,442)	(67,143)
(d)	Other Banking Operations	1,804	2,498	1,664	4,302	2,693	11,141
(e)	Unallocated	(30,952)	(38,072)	(17,269)	(69,024)	(41,150)	(101,108)
	Profit before Tax	145,961	141,842	122,429	287,803	232,443	504,411
3	Segment Assets						
(a)	Treasury	8,274,681	7,700,565	7,307,369	8,274,681	7,307,369	7,817,700
(b)	Corporate Banking	12,685,648	12,053,012	9,695,723	12,685,648	9,695,723	11,677,318
(c)	Retail Banking	2,633,683	2,336,527	1,647,756	2,633,683	1,647,756	1,909,124
(d)	Other Banking Operations	2,470	974	965	2,470	965	2,638
(e)	Unallocated	142,926	123,439	79,062	142,926	79,062	99,212
	Total	23,739,408	22,214,517	18,730,875	23,739,408	18,730,875	21,505,992
4	Segment Liabilities						
(a)	Treasury	4,798,078	4,331,505	4,180,700	4,798,078	4,180,700	4,370,902
(b)	Corporate Banking	9,623,642	9,126,398	7,994,990	9,623,642	7,994,990	8,732,631
(c)	Retail Banking	6,524,583	6,068,835	4,895,379	6,524,583	4,895,379	5,773,999
(d)	Other Banking Operations	12,858	10,308	16,976	12,858	16,976	11,677
(e)	Unallocated	438,829	438,729	105,810	438,829	105,810	411,377
	Capital and Reserves	2,341,418	2,238,742	1,537,020	2,341,418	1,537,020	2,205,406
	Total	23,739,408	22,214,517	18,730,875	23,739,408	18,730,875	21,505,992

SEGMENT	PRINCIPAL ACTIVITIES
Treasury	Includes investments, all financial markets activities undertaken on behalf of the Bank's customers, proprietary trading, maintenance of reserve requirements and resource mobilisation from other banks and financial institutions.
Corporate Banking	Includes lending, deposit taking and other services offered to corporate customers.
Retail Banking	Includes lending, deposit taking and other services offered to retail customers.
Other Banking Operations	Includes para banking activities like third party product distribution, merchant banking etc.

Place: Mumbai
Date: October 26, 2017



For YES BANK Limited


Rana Kapoor
Managing Director & CEO

