

January 04, 2026

National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex Mumbai - 400051	BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai - 400 001
Symbol : EQUITASBNK	Scrip Code : 543243, 976218 and 976979

Dear Sir

Sub: Disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015-Business update for the quarter ended December 31, 2025

In accordance with Regulation 30 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Code of Practices, and Procedures for Fair Disclosure of Unpublished Price Sensitive Information framed in terms of Regulation 8 of SEBI (Prohibition of Insider Trading) Regulations, 2015, we would like to intimate the following with respect to Bank's Deposits and Advances for the quarter ended December 31, 2025:

I. Quarterly Updates:

Particulars <i>(In Rs. Crore unless specified otherwise)</i>	December 31, 2024 (Unaudited)	September 30, 2025 (Unaudited)	December 31, 2025 (Provisional)	YoY %	QoQ %
Gross Advances*	37,344	39,123	^43,269	15.86	10.60
Micro Finance & Micro Loans\$	5,370	3,395	5,159	(3.93)	51.94
Non- Micro Finance & Micro Loans	31,974	35,728	38,110	19.19	6.67
Total Deposits	40,719	44,094	43,668	7.24	(0.97)
CASA	11,649	13,622	12,886	10.62	(5.40)
CASA Ratio (%)	29%	31%	30%		
Cost of Funds (%)	7.49%	7.35%	7.13%		

*Gross Advances includes IBPC/Securitized/Assigned portfolio of Rs. 2,674 Crore as on December 31, 2025 and Rs. 2,047 Crore as on September 30, 2025.

\$Microfinance & Micro Loans Advances includes purchase of Agri assets from other Regulated Entities under Direct Assignment (DA) of Rs. 1343 Crore. Excluding this DA, Overall bank Advances grew by 12.27% YoY & 7.16% QoQ

^These are subject to change based on technical write off

Advances: Gross Advances grew by 10.6% QoQ in Dec'25 Quarter on the back of robust disbursements of **Rs. 6,557 crs**, a growth of 22% QoQ and 28% YoY.

During the quarter, the Bank completed two transactions involving the sale of non-performing assets ("NPAs") to Asset Reconstruction Companies ("ARCs")

1. The bank has sold its NPA assets amounting to ~Rs. 55 crs to an ARC (Asset Reconstruction Company)
2. The bank has sold its technical written-off pool of Rs. 294 crs to an ARC (Asset Reconstruction Company)



BEYOND BANKING

When you bank with us, you contribute towards a better society.

Equitas Small Finance Bank Limited
(Previously known as Equitas Finance Limited)

4th Floor, Phase II, Spencer Plaza, No.769, Mount Road, Anna Salai, Chennai, Tamil Nadu, India - 600 002

T: +91 44 4299 5000 | F: +91 44 4299 5050 | corporate@equitas.in | www.equitas.bank.in | Toll Free: 1800 103 1222 | CIN No: L65191TN1993PLC025280

II. CD Ratio

Particulars	Jun-25 (Unaudited)	Sep-25 (Unaudited)	Dec-25 (Provisional)
CD Ratio (%)	79.91%	84.09%	92.96%
CD Ratio (%) (after reducing Refinance borrowings from advances)	76.48%	78.52%	85.41%

III. MFI & Micro Loan 1-90 DPD Trend:

With collection efficiencies improving, the 1-90 DPD has shown consistent reduction

Particulars	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25
X Bucket (%)	84.45%	82.42%	89.65%	88.34%	87.52%	87.63%	87.73%	88.15%	90.61%
1 - 90 DPD (in Crs)	365	322	285	245	212	183	150	125	106
1 - 90 DPD (%)	8.45%	7.83%	8.06%	7.09%	6.21%	5.39%	4.34%	3.43%	2.77%

IV. X Bucket Collection Efficiency Trend in Microfinance & Micro Loans

Particulars	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Oct'25	Nov'25	Dec'25	Q3FY26
Overall	98.17%	97.96%	97.97%	98.56%	98.69%	99.12%	99.12%	98.99%
TamilNadu (TN)	98.26%	98.41%	98.13%	98.63%	98.93%	99.24%	99.11%	99.09%
Karnataka (KA)	96.72%	91.85%	94.62%	96.81%	97.36%	98.26%	98.67%	98.11%

V. Fresh OD Trend (MFI and Micro Loan):

With X bucket CE improving, the Principle Outstanding (POS) of loans which slip from X bucket to OD bucket has come down sharply, which is expected to lead to lower levels of stress and consequent levels of NPA and credit cost going forward:

Particulars (in Rs. Crs)	Apr'25	May'25	June'25	Jul'25	Aug'25	Sep'25	Oct'25	Nov'25	Dec'25
POS value of Fresh OD accounts	97.48	72.48	44.73	52.58	38.12	30.16	23.27	18.95	19.59

VI. Provisional Net Slippages in the Small Business Loan segment (SBL):

Karnataka, which saw increasing slippages over the last 4 quarters in the Small Business Loans secured against house property, saw a significant improvement in the 3rd quarter, while the rest of the regions continued to perform well.



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Net Slippages	Q1FY26	Q2FY26	Q3FY26
Karnataka	9.35%	8.19%	4.61%
Others	2.07%	1.43%	0.89%
Overall	3.22%	2.48%	1.47%

VII. Advances mix as on December 31, 2025 (Provisional):

Particulars	Mix including DA	Mix excluding DA
Micro Finance & Micro Loans (Unsecured)	12%	9%
All Other Loans (Secured)	88%	91%

Please note that the numbers mentioned above as on December 31, 2025 are provisional numbers and is subject to limited review by the Joint Statutory Auditors of the Bank and approval of the Audit Committee and Board of Directors.

Kindly take the above information on record.

Thanking you,

Yours faithfully,

For Equitas Small Finance Bank Limited

N Ramanathan
Company Secretary



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