

October 16, 2019

## PRESS RELEASE

**Federal Bank Net Profit Grows 57% to Reach Rs.416.70 Cr**

Federal Bank announced the Unaudited Financial Results for the quarter ended 30<sup>th</sup> September 2019. The key highlights of the results on a Y-o-Y basis are as follows:

- Total Business records a growth of 17%
- Total Advances increase by 15%
- Total Deposits grow by 18%
- Net profit at Rs.417 Cr registers a growth of 57%
- Retail Advances grow by 25%

Commenting on the results and financial performance, Mr. Shyam Srinivasan, Managing Director & CEO, Federal Bank said, “the Bank has delivered yet another quarter of strong bottom line performance with highest ever quarterly net profit. While the external environment remains challenging, we have negotiated well through the tough environment and maintained credit quality and focussed on building a granular and balanced business mix.”

**WORKING RESULTS AT A GLANCE**

(Rs. in Crore)

Particulars	Q2	Q2	% y-o-y growth
	2019-20	2018-19	
Total Income	3675.15	3087.81	↑19.02%
Net Profit	416.70	266.04	↑56.63%
Net Total Income	1544.69	1345.36	↑14.82%

**Balance Sheet**

Total Business of the Bank crosses Rs. 250000 Cr to reach Rs.255439.74 Cr registering a growth of 16.57% as on 30<sup>th</sup> September 2019. Total Advances grow from Rs.100940.88 Cr to Rs. 115893.21 Cr. Total Deposits increase from Rs. 118182.42 Cr to Rs. 139546.52 Cr as on 30<sup>th</sup> September 2019, registering a growth of 18.08%.

NRE Deposits of the Bank grow from Rs. 46787.05 Cr to Rs. 52690.21 Cr registering a growth of 12.62%. CASA Deposits clock a growth of 11.57 % Y-o-Y to reach Rs. 44023.39 Cr.

On the Asset side, Retail Advances clock a growth of 25.41% to reach Rs. 34862.97 Cr. Business Banking advances grow by 15.23% to reach Rs. 9939.31 Cr. Agriculture advances register a growth of 21.36 % to reach Rs. 12355 Cr from Rs. 10180.09 Cr. Housing Loans register an impressive Y-o-Y growth of 23.85% to Rs. 16821.97 Cr.

### **Operating Profit & Net Profit**

The Bank registers an Operating Profit of Rs. 718.80 Cr and a Net Profit of Rs. 416.70 Cr. for the quarter ended 30<sup>th</sup> September 2019. The net profit records a staggering growth of 56.63%. The Operating Profit and Net Profit for the half year ended 30<sup>th</sup> September 2019 stood at Rs. 1501.56 Cr and Rs. 800.91 Cr respectively.

### **Margins**

The Bank earned a Net Interest Income of Rs. 1123.77 Cr for the quarter ended 30<sup>th</sup> September 2019. Net Interest Margin stands at 3.01% as on 30<sup>th</sup> September 2019.

### **Asset Quality**

The Gross NPA of the Bank as at the end of Q2 FY20 stood at Rs. 3612.11 Cr, which as a percentage to Gross Advances stands at 3.07%. The Net NPA and Net NPA as a percentage to Net Advances as on 30<sup>th</sup> September 2019 stand at Rs. 1843.64 Cr and 1.59% respectively. The Provision Coverage Ratio (including technical write-offs) is 66.16%.

### **NET WORTH & CAPITAL ADEQUACY**

The Net worth of the bank increases from Rs. 12440.11 Cr to Rs. 13754.31 Cr, as on 30<sup>th</sup> September 2019. The Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stands at 13.98% as at the end of the quarter.

### **Footprint**

The Bank has 1251 branches and 1942 ATMs/ Recyclers as on 30<sup>th</sup> September 2019.

### **Q2FY19 Vs Q2FY20**

- Gross advances increase by 14.98% to reach Rs. 117622.36 Cr
- NRE deposits cross Rs. 50000 Cr to reach Rs. 52690.21 Cr registering a growth of 12.62%
- Business Banking Advances grow by 15.23% from Rs.8625.49 Cr to Rs. 9939.31 Cr
- CASA grows by 11.57% from Rs. 39546.88 Cr to Rs. 44023.39 Cr
- Savings deposits grow by 13.27% to reach Rs. 37268.02 Cr
- Total Deposits increase by 18.08% from Rs. 118182.42 Cr to Rs. 139546.52 Cr
- Retail advances grow by 25.41% to reach Rs. 34862.97 Cr
- Investments stand at Rs. 31094.36 Cr
- Book Value per share increases from Rs. 62.81 to Rs. 69.18

**MAJOR FINANCIAL INDICATORS (Standalone nos.)**

(Rs. in Crore)

Business Figures	As on 30.9.2019	As on 30.9.2018	Growth (%)
Total Deposits	139546.52	118182.42	↑18.08%
SB & Demand Deposits	44534.81	39899.60	↑11.62%
Gross Advances	117622.36	102300.37	↑14.98%
Retail Advances	34862.97	27798.22	↑25.41%
Business Banking Advances	9939.31	8625.49	↑15.23%
Agri Advances	12355.00	10180.09	↑21.36%
<b>Capital</b>			
Equity Capital	397.62	396.12	
Net Worth	13754.31	12440.11	↑10.56%
Capital Adequacy (%)	13.98	13.29	
Tier I (%)	12.87	12.79	
Tier II (%)	1.11	0.50	

**MAJOR FINANCIAL INDICATORS (Consolidated Nos)**

(Rs. in Cr)

	As on 30.9.2019	As on 30.9.2018
Total Income	3748.44	3135.97
Total Expense	3017.27	2424.36
Operating Profit	731.17	711.61
Consolidated Net Profit	425.34	280.61
CRAR	14.32	13.43
ROA*	1.04%	0.80%

**\*Annualized****Anand Chugh****Vice President**Ph - 9995707335, E-mail: [anandchugh@federalbank.co.in](mailto:anandchugh@federalbank.co.in)A presentation for investors is being placed separately on our Bank's website: [www.federalbank.co.in](http://www.federalbank.co.in)

For further information, please contact:

**Mr. Ashutosh Khajuria, Executive Director & CFO**Tel: 912261748609, e-mail: [akhajuria@federalbank.co.in](mailto:akhajuria@federalbank.co.in)