

THE FEDERAL BANK LIMITED
REGD.OFFICE: ALUVA

AUDITED FINANCIAL RESULTS
FOR THE QUARTER & YEAR ENDED 31ST MARCH 2011

(` in Crore)

	Quarter ended 31 March		Year ended 31 March		Consolidated figures for the year ended 31 March		
	2011	2010	2011	2010	2011	2010	
1	Interest earned(a)+(b)+(c)+(d)	1,100.02	953.14	4,052.03	3,673.23	4,052.03	3,673.24
	(a) Interest/discount on advances/bills	857.12	743.49	3,168.80	2,849.73	3,168.80	2,849.73
	(b) Income on Investments	238.76	194.69	868.03	783.41	868.03	783.41
	(c) Interest on balances with RBI and other inter bank funds	2.65	5.85	10.60	29.85	10.60	29.85
	(d) Others	1.49	9.11	4.60	10.24	4.60	10.25
2	Other Income	141.19	130.59	516.81	530.91	518.33	532.55
3	TOTAL INCOME (1+2)	1,241.21	1,083.73	4,568.84	4,204.14	4,570.36	4,205.79
4	Interest expended	652.38	543.45	2,305.45	2,262.40	2,304.49	2,261.77
5	Operating Expenses (i)+(ii)	238.61	188.49	836.14	676.89	836.54	676.02
	(i) Employee Cost	135.03	96.46	480.41	366.05	485.69	369.93
	(ii) Other operating expenses	103.58	92.03	355.73	310.84	350.85	306.09
6	TOTAL EXPENDITURE (4)+(5) (excluding Provision and Contingencies)	890.99	731.94	3,141.59	2,939.29	3,141.03	2,937.79
7	OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)	350.22	351.79	1,427.25	1,264.85	1,429.33	1,268.00
8	Provisions (other than Tax) and Contingencies	79.42	97.90	525.44	405.30	557.45	432.61
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	270.80	253.89	901.81	859.55	871.88	835.39
11	Tax expense	99.08	137.04	314.73	395.00	315.42	395.72
12	Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)	171.72	116.85	587.08	464.55	556.46	439.67
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit (+)/Loss(-) for the period (12-13)	171.72	116.85	587.08	464.55	556.46	439.67
15	Paid-up equity share capital (Face value Rs.10/-)	171.05	171.03	171.05	171.03	171.05	171.03
16	Reserves excluding revaluation reserve			4,931.98	4,513.55	4,841.02	4,453.21
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
	(ii) Capital Adequacy ratio (%)						
	(a) Under Basel I	15.39	17.27	15.39	17.27	15.27	17.13
	(b) Under Basel II	16.79	18.36	16.79	18.36	16.67	18.23
	(iii) Earning per Share (EPS)						
	(a) Basic and diluted EPS before Extra ordinary Items	10.04*	6.83*	34.32	27.16	32.53	25.71
	(b) Basic and diluted EPS after Extra ordinary items	10.04*	6.83*	34.32	27.16	32.53	25.71
	(iv) NPA Ratios						
	a) Gross NPA	1148.33	820.97	1148.33	820.97	1148.33	820.97
	b) Net NPA	190.69	128.79	190.69	128.79	190.69	128.79
	c) % of Gross NPA	3.49	2.97	3.49	2.97	3.49	2.97
	d) % of Net NPA	0.60	0.48	0.60	0.48	0.60	0.48
	(v) Return on Asset (%)	0.37*	0.27*	1.34	1.15	1.27	1.09
18	Public Shareholding:						
	Number of Shares	1676.75Lakhs	1672.11Lakhs	1676.75Lakhs	1672.11Lakhs	1676.75Lakhs	1672.11Lakhs
	Percentage of shareholding	98.08	97.82	98.08	97.82	98.08	97.82
19	Promoters and Promoter group share holding	NIL	NIL	NIL	NIL	NIL	NIL

* Not annualised

Statement of Assets and Liabilities

(` in Crores)

Particulars	As at 31.03.2011 (Audited)	As at 31.03.2010 (Audited)
CAPITAL AND LIABILITIES		
Capital	171.05	171.03
Reserve & Surplus	4,937.61	4,519.42
Deposits	43,014.78	36,057.95
Borrowings	1,888.36	1,546.76
Other Liabilities and Provisions	1,444.56	1,380.45
Total	51,456.36	43,675.61
ASSETS		
Cash and balance with Reserve Bank of India	2,935.05	2,318.88
Balance with Banks and Money at Call and Short Notice	813.25	404.51
Investments	14,537.68	13,054.65
Advances	31,953.23	26,950.11
Fixed Assets	289.82	289.77
Other Assets	927.33	657.69
Total	51,456.36	43,675.61

Segment Information @

(` in Crores)

	Quarter ended		Year ended	
	31-Mar-11	31-Mar-10	31-Mar-11	31-Mar-10
Segment Revenue:				
Treasury operations	251.63	197.88	932.00	908.70
Corporate/Wholesale Banking	357.94	470.48	1,461.07	1,285.02
Retail Banking	628.50	399.12	2,157.73	1,975.06
Other Banking operations	3.14	16.25	18.04	35.36
Unallocated	-	-	-	-
Total Revenue	1,241.21	1,083.73	4,568.84	4,204.14
Segment Results (net of provisions):				
Treasury operations	8.96	7.84	83.86	151.47
Corporate/Wholesale Banking	28.47	92.72	222.82	229.86
Retail Banking	232.09	140.78	585.51	449.91
Other Banking operations	1.28	12.55	9.62	28.31
Unallocated	-	-	-	-
Total Profit before tax	270.80	253.89	901.81	859.55
Capital employed:				
Treasury operations	1,887.85	1,503.85	1,887.85	1,503.85
Corporate/Wholesale Banking	1,277.83	1,381.06	1,277.83	1,381.06
Retail Banking	1,247.22	1,802.44	1,247.22	1,802.44
Other Banking operations	447.91	3.10	447.91	3.10
Unallocated	247.85	-	247.85	-
Total	5,108.66	4,690.45	5,108.66	4,690.45

@ For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the revised RBI guidelines. The Bank has only the Domestic geographic segment.

Notes

- 1 As a prudent policy, the Bank holds provisions for NPAs and standard assets over and above the minimum required under the RBI norms. Further, provision for restructured advances has been made as per RBI guidelines.
- 2 Provisions for gratuity, pension (other than second option for pension by employees), leave encashment, bonus, income tax including deferred tax and other usual and necessary items have also been made. The net liability arising on exercise of second option for pension by employees (other than separated/retired employees) is actuarially determined at Rs.168.43 Crore, and 1/5th of the said liability amounting to Rs.33.71 crore is charged to Profit and loss account of the year, along with the amounts relating to separated/retired employees amounting to Rs.7.88 Crores, the balance unamortised liability of Rs.134.72 crore is carried over to be amortised equally in the succeeding four years, as per approval of RBI vide letter no. DBOD No.BP.BC.15896/21.01.618/2010-11 dated 08.04.2011.
- 3 Number of Investor complaints/correspondence received and disposed off during the quarter ended 31 March 2011:
 - a) Pending at the beginning of the quarter: NIL
 - b) Received during the quarter : 28
 - c) Disposed off during the quarter : 28
 - d) Pending at the end of the quarter : NIL
- 4 The Board of Directors have recommended a dividend of 85% i.e. Rs.8.50 per share on face value of Rs.10/- each for the year 2010-11 subject to approval by Government of India as required under Section 53 read with Section 15 of the Banking Regulation Act, 1949.
- 5 Consolidated financial statements include that of the fully owned subsidiary, Fedbank Financial Services Ltd and associate, IDBI Federal Life Insurance Company Ltd.
- 6 Figures for the previous periods have been recast/regrouped wherever necessary.
- 7 The above financial results have been taken on record by the Audit Committee and approved by the Board of Directors at its meeting held on 06.05.2011.

Kochi
06 May 2011

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO