

THE FEDERAL BANK LIMITED
REGD.OFFICE: ALUVA
UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30 JUNE 2011

(₹ in Crores)

		Quarter ended 30 June		Year ended 31 March
		2011	2010	2011
		(Unaudited)	(Unaudited)	(Audited)
1	Interest earned(a)+(b)+(c)+(d)	1,244.71	951.79	4,052.03
	(a) Interest/discount on advances/bills	977.02	744.69	3,168.80
	(b) Income on Investments	259.79	204.07	868.03
	(c) Interest on balances with RBI and other interbank funds	6.17	2.11	10.60
	(d) Others	1.73	0.92	4.60
2	Other Income	116.90	109.89	516.81
3	TOTAL INCOME (1+2)	1,361.61	1,061.68	4,568.84
4	Interest expended	784.96	538.47	2,305.45
5	Operating Expenses (i)+(ii)	222.60	187.87	836.14
	(i) Employee Cost	130.95	104.75	480.41
	(ii) Other operating expenses	91.65	83.12	355.73
6	TOTAL EXPENDITURE (4)+(5) (excluding Provision and Contingencies)	1,007.56	726.34	3,141.59
7	OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)	354.05	335.34	1,427.25
8	Provisions (other than Tax) and Contingencies	134.02	133.38	525.44
9	Exceptional Items	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	220.03	201.96	901.81
11	Tax expense	73.87	70.10	314.73
12	Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)	146.16	131.86	587.08
13	Extraordinary items (net of tax expense)	-	-	-
14	Net Profit (+)/Loss(-) for the period (12-13)	146.16	131.86	587.08
15	Paid-up equity share capital (Face value Rs.10/-)	171.05	171.03	171.05
16	Reserves excluding revaluation reserve	-	-	4,931.98
17	Analytical Ratios			
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL
	(ii) Capital Adequacy ratio (%)			
	(a) Under Basel I	14.54	17.27	15.39
	(b) Under Basel II	15.57	17.89	16.79
	(iii) Earning per Share (EPS)			
	(a) Basic and diluted EPS before Extra ordinary Items	8.54*	7.71*	34.32
	(b) Basic and diluted EPS after Extra ordinary items	8.54*	7.71*	34.32
	(iv) NPA Ratios			
	a) Gross NPA	1299.89	1043.82	1148.33
	b) Net NPA	235.77	200.67	190.69
	c) % of Gross NPA	3.94	3.73	3.49
	d) % of Net NPA	0.74	0.74	0.60
	(v)Return on Asset (%)	0.29*	0.31*	1.34
18	Public Shareholding:			
	Number of Shares	1678.05Lakhs	1674.04Lakhs	1676.75Lakhs
	Percentage of shareholding	98.10	97.93	98.08
19	Promoters and Promoter group share holding	NIL	NIL	NIL

* Not annualised

Segment Information @

(₹ in Crores)

	Quarter ended		Year ended
	30-Jun-11	30-Jun-10	31-Mar-11
	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue:			
Treasury operations	283.67	222.38	932.00
Corporate/Wholesale Banking	481.54	322.04	1,461.07
Retail Banking	589.54	513.61	2,157.73
Other Banking operations	6.86	3.65	18.04
Unallocated	-	-	-
Total Revenue	1,361.61	1,061.68	4,568.84
Segment Results (net of provisions):			
Treasury operations	-17.82	23.34	83.86
Corporate/Wholesale Banking	58.94	42.09	222.82
Retail Banking	174.08	134.17	585.51
Other Banking operations	4.83	2.36	9.62
Unallocated	-	-	-
Total Profit before tax	220.03	201.96	901.81
Capital employed:			
Treasury operations	2,301.27	1,456.22	1,887.85
Corporate/Wholesale Banking	1,264.43	1,495.78	1,277.83
Retail Banking	1,263.73	1,869.00	1,247.22
Other Banking operations	32.54	1.30	447.91
Unallocated	392.85	-	247.85
Total	5,254.82	4,822.30	5,108.66

@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. In accordance with the RBI letter no. DBOD.BP.BC.15896/21.01.018/2010-11 dated 08.04.2011, the net liability arising on exercise of second option by employees (other than separated/retired employees) is being amortized equally over a period of 5 years commencing from the year ended on 31.03.2011, and a sum of Rs. 8.43 crores, being the proportionate liability in respect thereof, relating to the quarter ended 30.06.2011 has been charged to Profit and Loss Account and the balance amount of Rs.126.29 Crores yet to be written off is carried forward to be amortised in future periods as permitted by the said approval of RBI.
- 3 During the quarter, the bank has granted 34,68,420 options under Employees Stock Option Scheme with a vesting period of 4 years commencing from the year 2012.

- 4 Number of Investor complaints/correspondence received and disposed off during the quarter ended 30 June 2011:
- a) Pending at the beginning of the quarter: NIL
 - b) Received during the quarter : 15
 - c) Disposed off during the quarter : 15
 - d) Pending at the end of the quarter : NIL
- 5 Figures for the previous periods have been recast/regrouped wherever necessary.
- 6 The above financial results, subjected to limited review by statutory central auditors, have been taken on record by the Audit Committee and approved by the Board of Directors at its meeting held on 29.07.2011.

Kochi
29 July 2011

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO