

**THE FEDERAL BANK LIMITED**  
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101.

UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER ENDED 30th JUNE 2013

(₹ in Lakhs)

Particulars		Quarter ended			Year ended
		30.06.2013	31.03.2013	30.06.2012	31.03.2013
		(Unaudited)	(Audited) Refer note 6)	(Unaudited)	(Audited)
1	Interest earned (a)+(b)+(c)+(d)	165326	158346	153671	616757
	(a) Interest/discount on advances/bills	124206	116842	116333	463566
	(b) Income on Investments	39705	39703	35516	146460
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	1324	1539	1671	5636
	(d) Others	91	262	151	1095
2	Other Income	21579	19685	12433	66444
<b>3</b>	<b>TOTAL INCOME (1+2)</b>	<b>186905</b>	<b>178031</b>	<b>166104</b>	<b>683201</b>
4	Interest expended	114365	110370	104507	419291
5	Operating Expenses (i)+(ii)	32486	30714	26946	117954
	(i) Employees Cost	17351	15115	15238	62646
	(ii) Other operating expenses	15135	15599	11708	55308
<b>6</b>	<b>TOTAL EXPENDITURE (4)+(5)</b> (excluding Provisions and Contingencies)	<b>146851</b>	<b>141084</b>	<b>131453</b>	<b>537245</b>
<b>7</b>	<b>OPERATING PROFIT (3-6)</b> (Profit before Provisions and Contingencies)	<b>40054</b>	<b>36947</b>	<b>34651</b>	<b>145956</b>
8	Provisions (other than Tax) and Contingencies	24510	9818	6278	26580
9	Exceptional Items	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	15544	27129	28373	119376
11	Tax expense	4978	4935	9338	35559
<b>12</b>	<b>Net Profit from Ordinary Activities after tax (10-11)</b>	<b>10566</b>	<b>22194</b>	<b>19035</b>	<b>83817</b>
13	Extraordinary items (net of tax expense)	-	-	-	-
<b>14</b>	<b>Net Profit for the period (12-13)</b>	<b>10566</b>	<b>22194</b>	<b>19035</b>	<b>83817</b>
15	Paid-up Equity Share Capital (Face value ₹ 10/- each)	17106	17106	17105	17106
16	Reserves excluding Revaluation Reserve	-	-	-	618839
17	Analytical Ratios				
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
	(ii) Capital Adequacy ratio (%)				
	(a) Under Basel II	15.00	14.73	15.45	14.73
	(b) Under Basel III (Refer note 7)	14.27	-	-	-
	(iii) Earnings per Share (EPS) (in ₹)				
	(a) Basic and diluted EPS before Extra ordinary Items	6.18*	12.97*	11.13*	49.00
	(b) Basic and diluted EPS after Extra ordinary items	6.18*	12.97*	11.13*	49.00
	(iv) NPA Ratios				
	a) Gross NPA	148325	155401	140886	155401
	b) Net NPA	37362	43194	23616	43194
	c) % of Gross NPA	3.51	3.44	3.60	3.44
	d) % of Net NPA	0.91	0.98	0.62	0.98
	(v) Return on Asset (%)	0.15*	0.33*	0.32*	1.35
18	Public Shareholding:				
	Number of Shares (in Lakhs)	1676.78	1676.88	1669.86	1676.88
	Percentage of shareholding #	98.02	98.03	97.63	98.03
19	Promoters and Promoter group share holding				
	(a) Pledged/Encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL
	(b) Non-encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL

\* Not annualised

# excludes shares held by custodian against which Global Depository Receipts have been issued.

\* Segment Information

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
	(Unaudited)	(Audited Refer note 6)	(Unaudited)	(Audited)
<b>Segment Revenue:</b>				
Treasury	53376	49628	42332	181360
Corporate/Wholesale Banking	57985	50624	63499	216973
Retail Banking	74580	76963	59348	280788
Other Banking operations	964	816	925	4080
Unallocated	-	-	-	-
<b>Total Revenue</b>	<b>186905</b>	<b>178031</b>	<b>166104</b>	<b>683201</b>
Less: Inter Segment Revenue	-	-	-	-
<b>Income from Operations</b>	<b>186905</b>	<b>178031</b>	<b>166104</b>	<b>683201</b>
<b>Segment Results (net of provisions):</b>				
Treasury	10682	7130	6272	28761
Corporate/Wholesale Banking	(5051)	583	6545	25470
Retail Banking	9053	18264	14961	61830
Other Banking operations	860	1152	595	3315
Unallocated	-	-	-	-
<b>Profit before tax</b>	<b>15544</b>	<b>27129</b>	<b>28373</b>	<b>119376</b>
<b>Capital employed:</b>				
Treasury	297596	246148	246989	246148
Corporate/Wholesale Banking	121384	163289	138508	163289
Retail Banking	141874	168548	129635	168548
Other Banking operations	1860	6928	6551	6928
Unallocated	84319	51553	67985	51553
<b>Total</b>	<b>647033</b>	<b>636466</b>	<b>589668</b>	<b>636466</b>

\* 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 operates only in India.

**Notes:**

- 1 The above financial results, subjected to Limited Review by statutory central auditors, have been taken on record by the Audit Committee and approved at meeting of the Board of Directors held on 19th July 2013.
- 2 As a prudent policy, the Bank holds provisions for Non Performing Assets over and above the minimum required under the Reserve Bank of India (RBI) norms. Further, provision for restructured advances has been made as per RBI guidelines.
- 3 The bank has changed its policy on valuation of swap contracts against the overseas borrowings, by amortising the cost over the period of swap tenure, as against the earlier practice of writing back/writing off the mark-to-market gain or loss at the end of each reporting period. This change in policy does not have any financial impact over the full period of swap.  
However, the impact of change in the policy on valuation and amortization as described above on a quarterly basis, is increase in the profit by ₹365.39 lakhs for Quarter ended 30 June, 2013. Had this policy been adopted in the previous year, the effect would have been increase in profit by ₹ 283.85 lakhs for the quarter ended 30 June 2012 and decrease in profit by ₹148.68 lakhs for the quarter and year ended 31 March, 2013.

4 The Pension 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 accordingly an amount of ₹8.42 Crore, being the proportionate liability in respect thereof, for the quarter ended 30.06.2013 have been charged to Profit and Loss Account and the balance amount of ₹ 58.94 Crore yet to be written off is carried forward to be amortised in future periods as permitted by the Reserve Bank of India vide letter no. DBOD.BP.BC.15896/21.04.018/2010-11 dated 08.04.2011.

5 Number of Investor complaints received and disposed off during the quarter ended 30th June 2013:

a) Pending at the beginning of the quarter	:	2
b) Received during the quarter	:	32
c) Disposed off during the quarter	:	34
d) Pending at the end of the quarter	:	Nil

6 The figures for the quarter ended March 31, 2013 are the balancing figures between audited figures in respect of financial year 2012-13 and the published year to date figures upto December 31, 2012.

7 In accordance with the RBI guidelines, banks are required to disclose capital adequacy ratio computed under Basel III capital regulations from the quarter ended June 30, 2013. Hence, disclosure has been made for the current quarter only.

8 Figures for the previous periods/year have been recast/regrouped wherever necessary.

Kochi  
19th July 2013

SHYAM SRINIVASAN  
MANAGING DIRECTOR & CEO