

THE FEDERAL BANK LIMITED REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101 (CIN: L65191KL1931PLC000368) STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2014 (₹ in Lakhs)						
Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	187,010	186,958	173,967	551,118	510,737	694,608
(a) Interest/discount on advances/bills	139,896	136,294	126,622	406,177	377,314	501,108
(b) Income on Investments	44,908	45,276	46,120	136,003	129,603	177,683
(c) Interest on balances with Reserve Bank of India and other inter bank funds	2,060	2,327	1,054	5,638	3,490	5,236
(d) Others	146	3,061	171	3,300	330	10,581
2. Other Income	21,991	19,586	15,625	57,231	51,544	69,385
3. TOTAL INCOME (1+2)	209,001	206,544	189,592	608,349	562,281	763,993
4. Interest expended	128,294	126,378	119,410	375,400	350,384	471,747
5. Operating Expenses (i)+(ii)	40,972	39,190	37,092	117,085	105,862	144,207
(i) Employees Cost	23,507	20,380	20,170	64,330	57,064	77,154
(ii) Other operating expenses	17,465	18,810	16,922	52,755	48,798	67,053
6. TOTAL EXPENDITURE (4)+(5) (excluding Provisions and Contingencies)	169,266	165,568	156,502	492,485	456,246	615,954
7. OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)	39,735	40,976	33,090	115,864	106,035	148,039
8. Provisions (other than Tax) and Contingencies	(82)	4,571	(1,771)	6,697	21,337	26,840
9. Exceptional Items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	39,817	36,405	34,861	109,167	84,698	121,199
11. Tax expense	13,348	12,375	11,848	36,645	28,538	37,310
12. Net Profit from Ordinary Activities after tax (10-11)	26,469	24,030	23,013	72,522	56,160	83,889
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	26,469	24,030	23,013	72,522	56,160	83,889
15. Paid-up Equity Share Capital (Face value ₹ 2/- each)	17,122	17,111	17,106	17,122	17,106	17,106
16. Reserves excluding Revaluation Reserve						677,452
17. Analytical Ratios						
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%)						
Under Basel III	14.51	14.45	14.80	14.51	14.80	15.14
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic and diluted EPS before Extra ordinary Items	3.09*	2.81*	2.69*	8.47*	6.57*	9.81
(b) Basic and diluted EPS after Extra ordinary Items	3.09*	2.81*	2.69*	8.47*	6.57*	9.81
(iv) NPA Ratios						
a) Gross NPA	106,663	103,105	120,089	106,663	120,089	108,741
b) Net NPA	33,294	31,850	35,626	33,294	35,626	32,156
c) % of Gross NPA	2.19	2.10	2.83	2.19	2.83	2.46
d) % of Net NPA	0.69	0.66	0.86	0.69	0.86	0.74
(v) Return on Assets (%)	0.35*	0.32*	0.33*	0.97*	0.81*	1.20
18. Public Shareholding:						
Number of Shares (in Lakhs)	8,390.08	8,383.51	8,342.86	8,390.08	8,342.86	8,342.86
Percentage of shareholding #	98.00	97.99	97.54	98.00	97.54	97.54
19. Promoters and Promoter group share holding						
(a) Pledged/Encumbered						
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
(b) Non-encumbered						
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL

* Not annualised

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

Segment Information@							(₹ in Lakhs)
Particulars	Quarter ended			Nine months ended		Year ended	
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Segment Revenue:							
Treasury	56,502	54,718	53,380	164,650	155,862	211,792	
Corporate/Wholesale Banking	59,071	60,409	58,489	175,106	175,606	223,340	
Retail Banking	91,890	86,356	76,751	261,177	228,030	314,658	
Other Banking operations	1,538	5,061	972	7,416	2,783	14,203	
Unallocated	-	-	-	-	-	-	
Total Revenue	209,001	206,544	189,592	608,349	562,281	763,993	
Less: Inter Segment Revenue	-	-	-	-	-	-	
Income from Operations	209,001	206,544	189,592	608,349	562,281	763,993	
Segment Results (net of provisions):							
Treasury	12,119	4,595	537	24,595	12,987	14,990	
Corporate/Wholesale Banking	4,943	12,763	17,123	30,209	25,075	29,162	
Retail Banking	22,218	14,791	17,071	49,454	46,312	66,346	
Other Banking operations	1,040	4,749	493	6,205	1,373	12,180	
Unallocated	(503)	(493)	(363)	(1,296)	(1,049)	(1,479)	
Profit before tax	39,817	36,405	34,861	109,167	84,698	121,199	
Capital employed:							
Treasury	325,530	278,726	352,441	325,530	352,441	262,520	
Corporate/Wholesale Banking	104,472	118,900	76,015	104,472	76,015	108,720	
Retail Banking	158,487	157,774	96,167	158,487	96,167	152,266	
Other Banking operations	1,344	1,037	1,492	1,344	1,492	1,539	
Unallocated	178,157	184,614	161,127	178,157	161,127	170,014	
Total	767,990	741,051	687,242	767,990	687,242	695,059	

@ 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 mainly operates in India.

Notes:

- 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 their meeting on 15th January, 2015.
- 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 standard assets including requirements for exposures to entities with Unhedged Foreign Currency Exposures and provision for restructured advances have been made as per RBI guidelines.
- 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 ₹ 2526 Lakhs, being the proportionate liability in respect thereof, for the nine months ended 31.12.2014 (₹ 842 Lakhs for the quarter ended 31.12.2014) have been charged to Profit and Loss Account and the balance amount of ₹ 842 lakhs is carried forward to be amortised during the ensuing quarter of the year as permitted by the Reserve Bank of India vide letter No. DBOD.BP.BC.15896/21.04.018/2010-11 dated 08th April, 2011.
- The bank has adopted the revised useful life of assets as per Schedule II of the Companies Act, 2013. As a result, there is a charge of ₹ 232 Lakhs (net of deferred tax impact) to the opening balance of retained earnings in respect of assets whose useful life has expired as on 1st April, 2014.
 - The bank has changed the method of providing depreciation from written down value method to Straight line method for certain assets from 1st April, 2014. This change in method has resulted in excess depreciation charge in earlier years amounting to ₹ 2437 Lakhs which has been reversed to Profit and Loss Account for the quarter and nine months ended 31st December, 2014.

Had the bank followed the earlier method of providing depreciation, the charge for the quarter and nine months ended 31st December, 2014 would have been higher by ₹ 138 lakhs and ₹ 216 lakhs respectively.
- RBI circular DBOD.No.BP.BC.6/21.06.201/2014-15 dated July 01, 2014 on Basel III Capital Regulations contains guidelines on certain Pillar 3 disclosure requirements that are to be made along with the publication of financial results. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <http://www.federalbank.co.in/regulatory-disclosures>. These disclosures have not been subjected to review by the statutory central auditors of the bank.
- Number of Investor complaints received and disposed off during the quarter ended 31st December 2014:

a) Pending at the beginning of the quarter	: NIL
b) Received during the quarter	: 16
c) Disposed off during the quarter	: 14
d) Pending at the end of the quarter	: 2
- During the nine months ended 31st December 2014, the Bank had allotted 7,84,269 Shares (5,24,899 shares during the quarter ended 31.12.2014) pursuant to the exercise of stock options by certain employees.
- Previous period / year figures have been regrouped / reclassified, where necessary to conform to current period classification.