

THE FEDERAL BANK LIMITED

REGD.OFFICE: ALUVA

UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2010

(` in Crore)

		Quarter ended 30 September		Half Year ended 30 September		Year ended 31 March
		2010 (Unaudited)	2009 (Unaudited)	2010 (Unaudited)	2009 (Unaudited)	2010 (Audited)
1	Interest earned [(a)+(b)+(c)+(d)]	978.34	901.07	1,930.13	1,775.45	3,673.23
	(a) Interest/discount on advances/bills	772.23	707.99	1,516.92	1,364.14	2,849.73
	(b) Income on Investments	203.80	185.53	407.87	390.35	783.41
	(c) Interest on balances with RBI and other interbank funds	1.46	7.08	3.57	20.19	29.85
	(d) Others	0.85	0.47	1.77	0.77	10.24
2	Other Income	144.04	136.43	253.93	283.84	530.91
3	TOTAL INCOME (1+2)	1,122.38	1,037.50	2,184.06	2,059.29	4,204.14
4	Interest Expended	539.97	571.12	1,078.44	1,155.42	2,262.40
5	Operating Expenses (i)+(ii)	197.43	163.14	385.30	322.35	676.89
	(i) Employee Costs	120.79	89.75	225.54	182.16	366.05
	(ii) Other operating expenses	76.64	73.39	159.76	140.19	310.84
6	TOTAL EXPENDITURE (4)+(5) (excluding Provisions and Contingencies)	737.40	734.26	1,463.74	1,477.77	2,939.29
7	OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)	384.98	303.24	720.32	581.52	1,264.85
8	Provisions (other than Tax) and Contingencies	170.26	150.14	303.64	202.09	405.30
9	Exceptional Items	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	214.72	153.10	416.68	379.43	859.55
11	Tax expense	74.32	52.03	144.42	141.98	395.00
12	Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)	140.40	101.07	272.26	237.45	464.55
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	Net Profit (+)/Loss(-) for the period (12-13)	140.40	101.07	272.26	237.45	464.55
15	Paid-up equity share capital (Face value Rs.10/-)	171.03	171.03	171.03	171.03	171.03
16	Reserves excluding revaluation reserve	-	-	-	-	4,513.55
17	Analytical Ratios					
	(i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
	(ii) Capital Adequacy Ratio (%)					
	(a) Under Basel I	16.77	17.91	16.77	17.91	17.27
	(b) Under Basel II	17.23	18.47	17.23	18.47	18.36

	(iii) Earnings per share (EPS)					
	(a) Basic and diluted EPS before Extraordinary items	8.21*	5.91*	15.92*	13.88*	27.16
	(b) Basic and diluted EPS after Extraordinary items	8.21*	5.91*	15.92*	13.88*	27.16
	(iv) NPA Ratios					
	a) Gross NPA	1094.51	789.18	1094.51	789.18	820.97
	b) Net NPA	186.29	137.93	186.29	137.93	128.79
	c) % of Gross NPA	3.84	2.99	3.84	2.99	2.97
	d) % of Net NPA	0.68	0.54	0.68	0.54	0.48
	(v) Return on Assets (%)	0.34*	0.26*	0.65*	0.62*	1.15
18	Public Shareholding:					
	Number of Shares	1672.50 Lakh	1658.76 Lakh	1672.50 Lakh	1658.76 Lakh	1672.11 Lakh
	Percentage of shareholding	97.84	97.04	97.84	97.04	97.82
19	Promoters and Promoter group shareholding	Nil	Nil	Nil	Nil	Nil

* Not annualised

Statement of assets and Liabilities

(` in Crores)

Particulars	As at 30.09.2010 (Unaudited)	As at 30.09.2009 (Unaudited)
CAPITAL AND LIABILITIES		
Capital	171.03	171.03
Reserve & Surplus	4,791.68	4,392.30
Deposits	36,115.96	33,439.21
Borrowings	1,462.23	941.46
Other Liabilities and Provisions	1,579.46	1,611.41
Total	44,120.36	40,555.41
ASSETS		
Cash and balance with Reserve Bank of India	2,558.33	1,955.07
Balance with Banks and Money at Call and Short Notice	356.63	197.10
Investments	12,506.65	11,744.13
Advances	27,635.64	2m, 5,779.02
Fixed Assets	283.32	277.34
Other Assets	779.79	602.75
Total	44,120.36	40,555.41

Segment Information @

(` in Crore)

	Quarter ended		Half Year ended		Year ended
	30-Sep-10 (Unaudited)	30-Sep-09 (Unaudited)	30-Sep-10 (Unaudited)	30-Sep-09 (Unaudited)	31-Mar-10 (Audited)
Segment Revenue:					
Treasury Operations	222.04	222.22	444.42	491.06	908.70
Corporate/Wholesale Banking	357.65	263.76	679.69	562.88	1,285.02
Retail Banking	537.47	546.71	1,051.08	990.33	1,975.06
Other Banking Operations	5.22	4.81	8.87	15.02	35.35
Total Revenue	1,122.38	1,037.50	2,184.06	2,059.29	4,204.13
Segment Results (net of provisions):					
Treasury Operations	13.40	21.94	36.74	123.39	151.47
Corporate/Wholesale Banking	58.43	24.82	100.52	77.77	229.86
Retail Banking	138.96	102.37	273.13	165.89	449.91
Other Banking Operations	3.93	3.97	6.29	12.38	28.29
Total Profit before tax	214.72	153.10	416.68	379.43	859.53
Capital employed:					
Treasury operations	1513.75	1,417.90	1,513.75	1,417.90	1,503.85
Corporate/Wholesale Banking	1523.62	1,371.85	1,523.62	1,371.85	1,381.06
Retail Banking	1923.66	1,771.34	1,923.66	1,771.34	1,802.44
Other Banking Operations	1.68	2.24	1.68	2.24	3.09
Total	4,962.71	4,563.33	4,962.71	4,563.33	4,690.44

@ 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, leave encashment, bonus, income tax including deferred tax and other usual and necessary items have been made on estimated basis.

- 3 Number of Investor complaints/correspondence received and disposed off during the quarter ended 30 September 2010:
- a) Pending at the beginning of the quarter: NIL
 - b) Received during the quarter : 14
 - c) Disposed off during the quarter : 14
 - d) Pending at the end of the quarter : NIL
- 4 Figures for the previous periods have been recast/regrouped wherever necessary.
- 5 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 29.10.2010.

Kochi
29 October 2010

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO