

THE FEDERAL BANK LIMITED REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101 (CIN: L65191KL1931PLC000368) STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022 (₹ in Lakhs)				
Particulars	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited (Refer Note 10 below)	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	362,886	348,324	335,571	1,366,076
(a) Interest/discount on advances/bills	288,682	275,446	267,112	1,082,975
(b) Income on investments	62,949	59,290	59,059	233,867
(c) Interest on balances with Reserve Bank of India and other inter bank funds	4,480	5,614	3,662	22,027
(d) Others	6,775	7,974	5,738	27,207
2. Other income	45,262	46,500	64,826	208,909
3. TOTAL INCOME (1+2)	408,148	394,824	400,397	1,574,985
4. Interest expended	202,435	195,803	193,728	769,880
5. Operating expenses (i)+(ii)	108,376	119,201	93,340	429,320
(i) Employees cost	49,932	63,725	52,830	232,055
(ii) Other operating expenses	58,444	55,476	40,510	197,265
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	310,811	315,004	287,068	1,199,200
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	97,337	79,820	113,329	375,785
8. Provisions (other than tax) and contingencies	16,668	7,524	63,994	122,177
9. Exceptional items	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	80,669	72,296	49,335	253,608
11. Tax expense	20,603	18,242	12,606	64,626
12. Net Profit from Ordinary Activities after tax (10-11)	60,066	54,054	36,729	188,982
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit for the period (12-13)	60,066	54,054	36,729	188,982
15. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,070	42,051	39,926	42,051
16. Reserves excluding Revaluation Reserve				1,836,832
17. Analytical Ratios and Other Disclosures:				
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%)				
Under Basel III	14.57	15.77	14.64	15.77
(iii) Earnings per Share (EPS) (in ₹)				
(a) Basic EPS (before and after extraordinary items)	2.86*	2.57*	1.84*	9.13
(b) Diluted EPS (before and after extraordinary items)	2.83*	2.55*	1.83*	9.06
(iv) NPA Ratios				
a) Gross NPA	415,533	413,674	464,933	413,674
b) Net NPA	142,025	139,262	159,324	139,262
c) % of Gross NPA	2.69	2.80	3.50	2.80
d) % of Net NPA	0.94	0.96	1.23	0.96
(v) Return on Assets (%)	0.27*	0.25*	0.19*	0.94
(vi) Net Worth	1,926,696	1,866,098	1,647,906	1,866,098
(vii) Outstanding Redeemable Preference Shares	NIL	NIL	NIL	NIL
(viii) Capital Redemption Reserve	NIL	NIL	NIL	NIL
(ix) Debenture Redemption Reserve	NIL	NIL	NIL	NIL
(x) Debt - Equity Ratio #	0.82	0.82	0.57	0.82
(xi) Total Debts to Total Assets #	7.03%	6.97%	4.67%	6.97%
(xii) Operating Margin	23.85%	20.22%	28.30%	23.86%
(xiii) Net Profit Margin	14.72%	13.69%	9.17%	12.00%

* Not Annualised

Debt and Total Debts represents Total Borrowings of the Bank

Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited (Refer Note 10 below)	Unaudited	Audited
Segment Revenue:				
Treasury	54,864	49,475	79,596	235,130
Corporate/Wholesale Banking	107,758	103,851	112,056	426,734
Retail Banking	243,361	236,429	207,527	898,700
Other Banking operations	2,123	3,400	1,218	10,800
Unallocated	42	1,669	-	3,621
Total Revenue	408,148	394,824	400,397	1,574,985
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	408,148	394,824	400,397	1,574,985
Segment Results (net of provisions):				
Treasury	12,580	5,512	37,914	64,135
Corporate/Wholesale Banking	14,505	17,497	(2,535)	55,657
Retail Banking	51,737	44,728	12,921	121,015
Other Banking operations	1,805	2,890	1,035	9,180
Unallocated	42	1,669	-	3,621
Profit before tax	80,669	72,296	49,335	253,608
Segment Assets				
Treasury	4,374,168	4,768,440	4,611,516	4,768,440
Corporate/Wholesale Banking	8,251,948	7,858,857	7,066,184	7,858,857
Retail Banking	9,177,241	8,798,646	7,740,698	8,798,646
Other Banking operations	-	-	-	-
Unallocated	731,922	668,688	585,373	668,688
Total	22,535,279	22,094,631	20,003,771	22,094,631
Segment Liabilities				
Treasury	1,808,289	1,802,189	1,092,816	1,802,189
Corporate/Wholesale Banking	1,810,653	1,867,906	1,468,615	1,867,906
Retail Banking	16,617,656	16,298,555	15,594,228	16,298,555
Other Banking operations	-	-	-	-
Unallocated	359,430	246,597	199,174	246,597
Total	20,596,028	20,215,247	18,354,833	20,215,247
Capital Employed:				
(Segment Assets - Segment Liabilities)				
Treasury	2,565,879	2,966,251	3,518,700	2,966,251
Corporate/Wholesale Banking	6,441,295	5,990,951	5,597,569	5,990,951
Retail Banking	(7,440,415)	(7,499,909)	(7,853,530)	(7,499,909)
Other Banking operations	-	-	-	-
Unallocated	372,492	422,091	386,199	422,091
Total	1,939,251	1,879,384	1,648,938	1,879,384

@ For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines. (Also Refer Note 11)

The Business operations of the Bank are substantially concentrated in India and for the purpose of Segment Reporting as per Accounting Standard-17, the bank is considered to operate only in domestic segment.

Notes:

- The above Standalone Financial Results for the quarter ended June 30, 2022 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 15, 2022. These Results have been subjected to limited review by the Statutory Central Auditors of the Bank and an unqualified review report has been issued.
- The Bank has followed, in all material aspects, the same significant accounting policies in the preparation of the quarterly financial results as those followed in the annual financial statements for the year ended March 31, 2022.
- The financial results have been arrived at after considering provision for standard assets (including requirements for exposures to entities with unhedged foreign currency exposures), provision for non-performing assets (NPAs), provision for non-performing investments, provision for income-tax and other usual and necessary provisions.
- Other income includes fees earned from providing services to customers, commission from non-fund-based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), profit / loss on revaluation of investments, dividend received from subsidiaries / associates, recoveries from advances written off etc.
- The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.

- 6 During the quarter ended June 30, 2022, the Bank has allotted 945,492 equity shares of ₹ 2 each, pursuant to the exercise of stock options by employees.
- 7 As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio , liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III framework. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <https://www.federalbank.co.in/regulatory-disclosures>. These disclosures have not been subjected to audit or review by the Statutory Central Auditors of the Bank.
- 8 Disclosures as per 'Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021' dated September 24, 2021 for the loans transferred / acquired during the quarter ended June 30, 2022 are given below:
- i) During the quarter ended June 30, 2022, the bank has not acquired any "loans not in default" through assignment of loans.
- ii) During the quarter ended June 30, 2022, the bank has not acquired any stressed loans and not transferred any loan not in default / Special Mention Accounts (SMA).
- iii) During the quarter ended June 30, 2022, the bank has not invested in Security Receipts (SR) issued by Asset Reconstruction Companies (ARC) in respect of stressed loans transferred to ARCs.
- 9 As permitted vide letter dated October 04, 2021 issued by RBI, during the quarter ended September 30, 2021 the Bank had opted to amortise the liability on account of revision in family pension for employees covered under the 11th Bipartite Settlement and Joint Note dated November 11, 2020, over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to 1/5 of the liability being expensed every financial year. Accordingly, during the nine months ended December 31, 2021, the Bank had charged ₹ 2,364.21 Lakhs to the Profit and Loss account and the balance unamortised expenditure amounting to ₹ 15,367.34 Lakhs was carried forward. During the quarter ended March 31, 2022, the bank had charged the entire balance unamortised family pension expenditure of ₹ 15,367.34 lakhs to the Profit and Loss Account.
- 10 The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the financial year 2021-22 and the published year to date figures upto December 31, 2021, which were subjected to limited review.
- 11 As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17, Segment reporting, 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed Digital Banking Unit (DBU) of the Bank has not yet commenced operations and having regard to the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (which included representatives of banks and RBI), held on July 14, 2022, reporting of the Digital Banking as a separate sub-segment in the Segment reporting will be done from the quarter ending September 30, 2022.
- 12 Previous period's figures have been regrouped / reclassified, where necessary to conform to current period's classification and also the amounts / ratios for the previous period have been regrouped / reclassified pursuant to the requirements of Master Direction on financial statements - Presentation and disclosures issued by Reserve Bank of India dated August 30, 2021, as amended and wherever considered necessary.

Kochi
July 15, 2022

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

THE FEDERAL BANK LIMITED REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101 (CIN: L65191KL1931PLC000368) CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022 (₹ in Lakhs)				
Particulars	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited (Refer Note 9 below)	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	384,309	368,630	352,498	1,438,153
(a) Interest/discount on advances/bills	310,420	296,150	284,295	1,156,431
(b) Income on investments	62,534	58,821	58,463	231,649
(c) Interest on balances with Reserve Bank of India and other inter bank funds	4,480	5,614	3,662	22,027
(d) Others	6,875	8,045	6,078	28,046
2. Other income	47,508	48,425	62,090	212,094
3. TOTAL INCOME (1+2)	431,817	417,055	414,588	1,650,247
4. Interest expended	210,376	202,995	200,016	795,938
5. Operating expenses (i)+(ii)	117,580	127,884	98,955	459,215
(i) Employees cost	55,837	68,954	56,990	251,166
(ii) Other operating expenses	61,743	58,930	41,965	208,049
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	327,956	330,879	298,971	1,255,153
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	103,861	86,176	115,617	395,094
8. Provisions (other than tax) and contingencies	17,521	8,394	66,911	130,466
9. Exceptional items	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	86,340	77,782	48,706	264,628
11. Tax expense	22,040	19,606	13,150	68,088
12. Net Profit from Ordinary Activities after tax (10-11)	64,300	58,176	35,556	196,540
13. Extraordinary items (net of tax expense)	-	-	-	-
14. Net Profit for the period (12-13)	64,300	58,176	35,556	196,540
15. Minority interest	1,104	1,137	384	2,664
16. Share in Profit of Associates	226	1,715	504	3,103
17. Consolidated Net Profit of the group (14-15+16)	63,422	58,754	35,676	196,979
18. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,070	42,051	39,926	42,051
19. Reserves excluding Revaluation Reserve				1,883,000
20. Analytical Ratios and Other Disclosures:				
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%) Under Basel III	15.12	16.33	15.36	16.33
(iii) Earnings per Share (EPS) (in ₹)				
(a) Basic EPS (before and after extraordinary items)	3.02*	2.79*	1.79*	9.52
(b) Diluted EPS (before and after extraordinary items)	2.99*	2.77*	1.77*	9.44
(iv) NPA Ratios				
a) Gross NPA	427,304	425,653	479,318	425,653
b) Net NPA	150,582	147,977	171,242	147,977
c) % of Gross NPA	2.67	2.78	3.51	2.78
d) % of Net NPA	0.96	0.98	1.28	0.98
(v) Return on Assets (%)	0.28*	0.27*	0.17*	0.91

* Not Annualised

Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Unaudited	Audited (Refer Note 9 below)	Unaudited	Audited
Segment Revenue:				
Treasury	54,705	49,102	76,408	231,327
Corporate/Wholesale Banking	106,784	102,659	110,684	422,307
Retail Banking	266,605	258,742	226,278	978,155
Other Banking operations	3,681	4,883	1,218	14,837
Unallocated	42	1,669	-	3,621
Total Revenue	431,817	417,055	414,588	1,650,247
Less: Inter Segment Revenue	-	-	-	-
Income from Operations	431,817	417,055	414,588	1,650,247
Segment Results (net of provisions):				
Treasury	13,000	5,713	35,345	62,722
Corporate/Wholesale Banking	14,362	16,397	(2,737)	54,114
Retail Banking	56,244	50,418	15,063	133,433
Other Banking operations	2,692	3,585	1,035	10,738
Unallocated	42	1,669	-	3,621
Profit before tax	86,340	77,782	48,706	264,628
Segment Assets				
Treasury	4,361,104	4,763,764	4,566,638	4,763,764
Corporate/Wholesale Banking	8,204,925	7,808,465	7,010,074	7,808,465
Retail Banking	9,812,368	9,378,255	8,215,751	9,378,255
Other Banking operations	620	401	-	401
Unallocated	731,922	673,219	585,205	673,219
Total	23,110,939	22,624,104	20,377,668	22,624,104
Segment Liabilities				
Treasury	1,856,739	1,859,584	1,111,142	1,859,584
Corporate/Wholesale Banking	1,813,320	1,877,366	1,480,815	1,877,366
Retail Banking	17,060,564	16,684,108	15,873,983	16,684,108
Other Banking operations	460	364	-	364
Unallocated	359,430	246,597	198,594	246,597
Total	21,090,513	20,668,019	18,664,534	20,668,019
Capital Employed:				
(Segment Assets - Segment Liabilities)				
Treasury	2,504,365	2,904,180	3,455,496	2,904,180
Corporate/Wholesale Banking	6,391,605	5,931,099	5,529,259	5,931,099
Retail Banking	(7,248,196)	(7,305,853)	(7,658,232)	(7,305,853)
Other Banking operations	160	37	-	37
Unallocated	372,492	426,622	386,611	426,622
Total	2,020,426	1,956,085	1,713,134	1,956,085

@ For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines. (Also Refer Note 10)

The Business operations of the Bank are substantially concentrated in India and for the purpose of Segment Reporting as per Accounting Standard-17, the bank is considered to operate only in domestic segment.

Notes:

- The above Consolidated Financial Results for the quarter ended June 30, 2022 were reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on July 15, 2022. These Results have been subjected to limited review by the Statutory Central Auditors of the Bank and an unqualified review report has been issued.
- The Consolidated Financial Results of the Group comprise the financial results of The Federal Bank Limited and its subsidiaries viz. Fedbank Financial Services Limited & Federal Operations and Services Limited and its associates viz. Ageas Federal Life Insurance Company Limited & Equirus Capital Private Limited.
- There has been no material change in the accounting policies adopted during the quarter ended June 30, 2022 as compared to those followed for the year ended March 31, 2022.
- The financial results have been arrived at after considering provision for standard assets (including requirements for exposures to entities with unhedged foreign currency exposures), provision for non-performing assets (NPAs), provision for non-performing investments, provision for income-tax and other usual and necessary provisions.
- Other income includes fees earned from providing services to customers, commission from non-fund-based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), profit / loss on revaluation of investments, dividend received from subsidiaries / associates, recoveries from advances written off, etc.

- 6 The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.
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- 8 As permitted vide letter dated October 04, 2021 issued by RBI, during the quarter ended September 30, 2021 the Bank had opted to amortise the liability on account of revision in family pension for employees covered under the 11th Bipartite Settlement and Joint Note dated November 11, 2020, over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to 1/5 of the liability being expensed every financial year. Accordingly, during the nine months ended December 31, 2021, the Bank had charged ₹ 2,364.21 Lakhs to the Profit and Loss account and the balance unamortised expenditure amounting to ₹ 15,367.34 Lakhs was carried forward. During the quarter ended March 31, 2022, the bank had charged the entire balance unamortised family pension expenditure of ₹ 15,367.34 lakhs to the Profit and Loss Account.
- 9 The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the financial year 2021-22 and the published year to date figures upto December 31, 2021, which were subjected to limited review.
- 10 As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, for the purpose of disclosure under Accounting Standard 17, Segment reporting, 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed Digital Banking Unit (DBU) of the Bank has not yet commenced operations and having regard to the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (which included representatives of banks and RBI), held on July 14, 2022, reporting of the Digital Banking as a separate sub-segment in the Segment reporting will be done from the quarter ending September 30, 2022.
- 11 Previous period's figures have been regrouped / reclassified, where necessary to conform to current period's classification and also the amounts / ratios for the previous period have been regrouped / reclassified pursuant to the requirements of Master Direction on financial statements - Presentation and disclosures issued by Reserve Bank of India dated August 30, 2021, as amended and wherever considered necessary.

Kochi
July 15, 2022

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)