

THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)
STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021
(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	337,925	335,571	348,790	673,496	693,205	1,375,791
(a) Interest/discount on advances/bills	267,490	267,112	271,749	534,602	542,347	1,079,512
(b) Income on investments	58,116	59,059	59,252	117,175	119,864	234,894
(c) Interest on balances with Reserve Bank of India and other inter bank funds	6,662	3,662	11,661	10,324	18,728	36,817
(d) Others	5,657	5,738	6,128	11,395	12,266	24,568
2. Other income	44,436	55,178	44,936	99,614	94,067	185,269
3. TOTAL INCOME (1+2)	382,361	390,749	393,726	773,110	787,272	1,561,060
4. Interest expended	189,983	193,728	210,805	383,711	425,576	822,420
5. Operating expenses (i)+(ii)	105,899	93,340	88,265	199,239	173,508	369,172
(i) Employees cost	57,193	52,830	48,746	110,023	98,331	203,418
(ii) Other operating expenses	48,706	40,510	39,519	89,216	75,177	165,754
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	295,882	287,068	299,070	582,950	599,084	1,191,592
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	86,479	103,681	94,656	190,160	188,188	369,468
8. Provisions (other than tax) and contingencies	24,533	54,346	53,209	78,879	92,965	155,741
9. Exceptional items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	61,946	49,335	41,447	111,281	95,223	213,727
11. Tax expense	15,920	12,606	10,685	28,526	24,384	54,697
12. Net Profit from Ordinary Activities after tax (10-11)	46,026	36,729	30,762	82,755	70,839	159,030
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	46,026	36,729	30,762	82,755	70,839	159,030
15. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,030	39,926	39,893	42,030	39,893	39,923
16. Reserves excluding Revaluation Reserve						1,571,937
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	14.97	14.64	14.64	14.97	14.64	14.62
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extra ordinary items)	2.22*	1.84*	1.54*	4.06*	3.55*	7.97
(b) Diluted EPS (before and after extra ordinary items)	2.20*	1.83*	1.54*	4.04*	3.55*	7.94
(iv) NPA Ratios						
a) Gross NPA	444,584	464,933	355,219	444,584	355,219	460,239
b) Net NPA	150,244	159,324	121,814	150,244	121,814	156,928
c) % of Gross NPA	3.24	3.50	2.84	3.24	2.84	3.41
d) % of Net NPA	1.12	1.23	0.99	1.12	0.99	1.19
(v) Return on Assets (%)	0.23*	0.19*	0.16*	0.42*	0.38*	0.85

* Not Annualised

Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021 Unaudited	30.06.2021 Unaudited	30.09.2020 Unaudited	30.09.2021 Unaudited	30.09.2020 Unaudited	31.03.2021 Audited
Segment Revenue:						
Treasury	54,326	78,225	60,550	132,551	154,613	275,372
Corporate/Wholesale Banking	101,231	103,955	126,747	205,186	242,715	447,616
Retail Banking	226,737	208,569	206,429	435,306	389,944	837,828
Other Banking operations	-	-	-	-	-	-
Unallocated	67	-	-	67	-	244
Total Revenue	382,361	390,749	393,726	773,110	787,272	1,561,060
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	382,361	390,749	393,726	773,110	787,272	1,561,060
Segment Results (net of provisions):						
Treasury	9,687	37,914	4,154	47,601	46,782	72,223
Corporate/Wholesale Banking	19,299	(2,535)	15,063	16,764	6,914	22,275
Retail Banking	32,893	13,956	22,230	46,849	41,529	118,985
Other Banking operations	-	-	-	-	-	-
Unallocated	67	-	-	67	(2)	244
Profit before tax	61,946	49,335	41,447	111,281	95,223	213,727
Segment Assets						
Treasury	4,679,820	4,611,516	4,378,891	4,679,820	4,378,891	4,525,111
Corporate/Wholesale Banking	7,305,152	7,066,184	6,809,139	7,305,152	6,809,139	7,146,590
Retail Banking	8,036,690	7,740,698	6,937,457	8,036,690	6,937,457	7,813,657
Other Banking operations	-	-	-	-	-	-
Unallocated	665,763	585,373	777,184	665,763	777,184	651,381
Total	20,687,425	20,003,771	18,902,671	20,687,425	18,902,671	20,136,739
Segment Liabilities						
Treasury	1,195,828	1,092,816	1,305,303	1,195,828	1,305,303	1,413,771
Corporate/Wholesale Banking	1,696,051	1,468,615	1,405,908	1,696,051	1,405,908	1,602,533
Retail Banking	15,786,867	15,594,228	14,461,623	15,786,867	14,461,623	15,306,693
Other Banking operations	-	-	-	-	-	-
Unallocated	235,977	199,260	206,312	235,977	206,312	201,381
Total	18,914,723	18,354,919	17,379,146	18,914,723	17,379,146	18,524,378
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	3,483,992	3,518,700	3,073,588	3,483,992	3,073,588	3,111,340
Corporate/Wholesale Banking	5,609,101	5,597,569	5,403,231	5,609,101	5,403,231	5,544,057
Retail Banking	(7,750,177)	(7,853,530)	(7,524,166)	(7,750,177)	(7,524,166)	(7,493,036)
Other Banking operations	-	-	-	-	-	-
Unallocated	429,786	386,113	570,872	429,786	570,872	450,000
Total	1,772,702	1,648,852	1,523,525	1,772,702	1,523,525	1,612,361

@ 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.

Statement of Assets and Liabilities of the Bank as on September 30, 2021 is given below:

Particulars	(₹ in Lakhs)		
	As at 30.09.2021 Unaudited	As at 30.09.2020 Unaudited	As at 31.03.2021 Audited
CAPITAL AND LIABILITIES			
Capital	42,030	39,893	39,923
Reserves and Surplus	1,730,672	1,483,632	1,572,438
Deposits	17,199,475	15,674,739	17,264,448
Borrowings	1,078,405	1,104,314	906,850
Other Liabilities and Provisions	636,843	600,093	353,080
Total	20,687,425	18,902,671	20,136,739
ASSETS			
Cash and Balances with Reserve Bank of India	848,561	611,989	764,704
Balance with Banks and Money at Call and Short Notice	1,350,488	1,352,867	1,194,435
Investments	3,697,673	3,625,263	3,718,621
Advances	13,440,463	12,291,199	13,187,860
Fixed Assets	54,833	45,717	49,113
Other Assets	1,295,407	975,636	1,222,006
Total	20,687,425	18,902,671	20,136,739

Notes:

- The above Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2021 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 22, 2021. 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 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, 2021 except as stated in Note 13 below.
- The working results have been arrived at after considering provision for standard assets, including requirements for exposures to entities with Unhedged Foreign Currency Exposures, non-performing assets (NPAs), provision for non-performing investments, 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 etc.

- 5 Reclassification of figures for the current period pursuant to the Master Direction on Financial Statements – Presentation and disclosures issued by Reserve Bank of India on August 30, 2021, has been made with corresponding changes in the figures for the previous periods/year to make the same comparable. Had the presentation been made in accordance with the earlier RBI instructions, Other income, Total income, Operating profit and Provisions (Other than tax) and contingencies would have been as given below:

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Other Income	50,962	65,014	50,933	115,976	99,770	194,491
Total Income	388,887	400,586	399,723	789,473	792,975	1,570,282
Operating Profit	93,005	113,519	100,653	206,524	193,891	378,690
Provisions (other than tax) and contingencies	31,059	64,183	59,206	95,242	98,668	164,963

- 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.
- 7 The Business operations of the Bank are largely concentrated in India and for the purpose of Segment reporting, the bank is considered to operate only in domestic segment, though the bank has its operations in International Finance Service Centre (IFSC) Banking Unit in Gujarat International Finance Tec-city (GIFT). The business conducted from the same is considered as part of Indian operations.
- 8 During the quarter and half year ended September 30, 2021, the Bank has allotted 383,346 and 514,336 equity shares of ₹ 2 each respectively, pursuant to the exercise of stock options by employees.
- 9 In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015 and RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 - 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments', Banks are required to make Pillar 3 disclosure requirements including Leverage Ratio 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: <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.
- 10 During the quarter ended September 30, 2021, the Bank has issued 104,846,394 equity shares of ₹ 2 each for cash pursuant to a preferential allotment as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations at ₹ 87.39 per share aggregating to ₹ 91,625.26 Lakhs (including share premium). This resulted in an increase of ₹ 2,096.93 Lakhs in Share Capital and ₹ 89,476.98 Lakhs (Net of share issue expenses) in Share premium account.
- 11 On account of uncertainties prevailing due to COVID-19 pandemic across the world and in India, the extent to which the same will impact the Bank's operations and financial position in future will depend on various aspects including actions taken to mitigate its impact and other regulatory measures. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period. The extent to which the COVID-19 pandemic will continue to impact the Bank's results will depend on the future developments related to the situation, as well as the outcomes of the actions taken to contain the same.
- 12 i) Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below:

Format - A (₹ in lakhs except number of accounts)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	4,025	93,514.99	-	-	9,351.50
Corporate persons	7	14,249.46	-	90.65	1,424.95
Of which, MSMEs	-	-	-	-	-
Others	92	4,619.94	-	-	461.99
Total	4,124	112,384.39	-	90.65	11,238.44

Format - B (₹ in lakhs except number of accounts)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year ended March 31, 2021 (A)*	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year ended September 30, 2021 #
Personal Loans	95,316.43	1,705.30	-	3,619.23	205,112.29
Corporate persons	14,249.46	-	-	1,019.81	14,137.66
Of which, MSMEs	-	-	-	-	-
Others	4,627.01	174.36	-	572.86	49,939.61
Total	114,192.90	1,879.66	-	5,211.90	269,189.56

*includes restructuring implemented during the quarter ended June 30, 2021 under the Resolution Framework 1.0

#This also includes cases implemented as per RBI circular for i) Resolution Framework for COVID-19-related Stress dated August 6, 2020 & ii) Resolution Framework – 2.0 for Covid-19 related stress of Individuals and Small Businesses dated May 5, 2021.

ii) Details of resolution plan implemented in accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework – 2.0: Resolution of Covid – 19 related stress of Individuals and Small Business" are given below.

(₹ in lakhs except number of accounts)

Description	Individual Borrowers		Small businesses
	Personal Loans	Business Loans	
A) Number of requests received for invoking resolution process under Part A	6,743	1,604	16,385
B) Number of accounts where resolution plan has been implemented under this window	5,262	467	7,848
C) Exposure to accounts mentioned at (B) before implementation of the plan	109,980.44	15,410.31	29,579.75
D) Of (C), aggregate amount of debt that was converted into other securities	-	-	-
E) Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-
F) Increase in provisions on account of the implementation of the resolution plan	13,217.78	1,838.21	3,811.65

iii) In accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework – 2.0: Resolution of Covid – 19 related stress of Individuals and Small Business", the number of borrower accounts where modifications were sanctioned and implemented and the aggregate exposure to such borrowers are as under

(₹ in lakhs except number of accounts)

No. of Accounts	118
Aggregate Exposure as on September 30, 2021	3,355.12

iv) During the quarter ended September 30, 2021, as a prudent measure, over and above the regulatory minimum provision required for restructured advances, based on the internal assessment, the Bank has created ₹ 12,000.00 Lakhs additional provision against the accounts restructured under the resolution frameworks.

- 13 During the current quarter, the bank has estimated & fully recognized the additional liability on account of revision in family pension for employees covered under the 11th Bipartite Settlement and Joint Note dated November 11, 2020 amounting to ₹ 17,731.55 Lakhs. In accordance with the letter dated October 4, 2021 issued by RBI, permitting all member banks of Indian Banks' Association to amortise the said additional liability over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to a minimum of 1/5th of the total amount being expensed every year, the bank has opted to amortize the said liability over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to a minimum of ₹ 3,546.31 Lakhs being expensed every financial year. Accordingly, the Bank has charged an amount of ₹ 1,182.10 Lakhs to the Profit and Loss account for the quarter and half year ended September 30, 2021 and the balance unamortised expenditure amounting to Rs ₹ 16,549.45 Lakhs has been carried forward. Had the Bank charged the entire additional liability to the Profit and Loss Account, the profits for the quarter and half year ended September 30, 2021 would have been lower by ₹ 16,549.45 Lakhs.
- 14 The Honourable Supreme Court of India, vide an interim order dated September 3, 2020, had directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders, which has been complied with by the Bank. The said interim order stood vacated on March 23, 2021 and the Bank continued with the asset classification of borrower accounts as per the extant RBI instructions / IRAC norms. In view of this, the results for the half-year ended September 30, 2021 may not be comparable with the corresponding half year ended September 30, 2020.
- 15 Previous period's / year's figures have been regrouped / reclassified, where necessary to conform to current period's classification.

Kochi
October 22, 2021

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)
CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021

(₹ in Lakhs)

	Half Year ended September 30, 2021	Half Year ended September 30, 2020
Cash Flow from Operating Activities		
Net Profit before taxes	111,281	95,223
Adjustments for:		
Depreciation on Bank's Property	5,875	6,133
Provision / Depreciation on Investments	3,408	(878)
Amortisation of Premium on Held to Maturity Investments	8,434	6,761
Provision / Charge for Non Performing Assets	44,108	42,573
Provision for Standard Assets and Contingencies	47,726	56,973
(Profit)/Loss on sale of fixed assets (net)	26	(24)
Dividend From Subsidiaries / Joint ventures / Associates	(2,704)	-
	218,154	206,761
Adjustments for working capital changes:-		
(Increase)/ Decrease in Investments [excluding Held to Maturity Investments]	(233,373)	92,983
(Increase)/ Decrease in Advances	(296,711)	(106,980)
(Increase)/ Decrease in Other Assets	(68,899)	(30,787)
Increase/ (Decrease) in Deposits	(64,973)	445,730
Increase/ (Decrease) in Other liabilities and provisions	236,037	197,327
	(427,919)	598,273
Direct taxes paid (net)	(33,028)	(26,945)
Net Cash Flow from / (Used in) Operating Activities	(242,793)	778,089
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(11,698)	(3,922)
Proceeds from Sale of Fixed Assets	76	96
Dividend From Subsidiaries / Joint ventures / Associates	2,704	-
Investment in Subsidiary	(14,799)	-
Investment in Associate	(74)	-
(Increase)/ Decrease in Held to Maturity Investments	257,353	(134,861)
Net Cash generated / (Used in) Investing Activities	233,562	(138,687)
Cash Flow from Financing Activities		
Proceeds from Issue of Share Capital	2,107	40
Proceeds from Share Premium (Net of Share issue Expenses)	89,723	711
Increase/(Decrease) in Borrowings (Excluding Subordinate Debt)	171,555	67,071
Dividend Paid	(13,974)	-
Net Cash generated from Financing Activities	249,411	67,822
Effect of exchange fluctuation on translation reserve	(270)	174
Net Increase in Cash and Cash Equivalents	239,910	707,398
Cash and Cash Equivalents at the beginning of the period	1,959,139	1,257,458
Cash and Cash Equivalents at the end of the period	2,199,049	1,964,856

Note:

Cash and Cash Equivalents comprise of Cash in hand (including foreign currency notes), Balances with Reserve Bank of India, Balances with banks and money at call and short notice.

Kochi
October 22, 2021

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 AND HALF YEAR ENDED SEPTEMBER 30, 2021						
(₹ in Lakhs)						
Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	356,627	352,498	362,188	709,125	719,399	1,431,408
(a) Interest/discount on advances/bills	286,506	284,295	285,376	570,801	568,150	1,135,314
(b) Income on investments	57,532	58,463	59,284	115,995	119,938	233,829
(c) Interest on balances with Reserve Bank of India and other inter bank funds	6,662	3,662	11,661	10,324	18,728	36,816
(d) Others	5,927	6,078	5,867	12,005	12,583	25,449
2. Other income	44,719	52,442	44,947	97,161	93,572	186,564
3. TOTAL INCOME (1+2)	401,346	404,940	407,135	806,286	812,971	1,617,972
4. Interest expended	195,947	200,016	215,941	395,963	435,596	843,496
5. Operating expenses (i)+(ii)	113,287	98,955	92,710	212,242	182,305	389,867
(i) Employees cost	61,785	56,990	52,136	118,775	104,792	217,202
(ii) Other operating expenses	51,502	41,965	40,574	93,467	77,513	172,665
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	309,234	298,971	308,651	608,205	617,901	1,233,363
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	92,112	105,969	98,484	198,081	195,070	384,609
8. Provisions (other than tax) and contingencies	26,453	57,263	56,546	83,716	97,775	163,753
9. Exceptional items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	65,659	48,706	41,938	114,365	97,295	220,856
11. Tax expense	16,860	13,150	10,368	30,010	24,567	56,136
12. Net Profit from Ordinary Activities after tax (10-11)	48,799	35,556	31,570	84,355	72,728	164,720
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	48,799	35,556	31,570	84,355	72,728	164,720
15. Minority interest	685	384	199	1,069	563	1,524
16. Share in Profit of Associates	458	504	174	962	330	3,237
17. Consolidated Net Profit of the group (14-15+16)	48,572	35,676	31,545	84,248	72,495	166,433
18. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,030	39,926	39,893	42,030	39,893	39,923
19. Reserves excluding Revaluation Reserve						1,609,799
20. Analytical Ratios						
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%) Under Basel III	15.63	15.36	15.19	15.63	15.19	15.19
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extra ordinary items)	2.34*	1.79*	1.58*	4.14*	3.64*	8.34
(b) Diluted EPS (before and after extra ordinary items)	2.32*	1.77*	1.58*	4.11*	3.63*	8.31
(iv) NPA Ratios						
a) Gross NPA	455,819	479,318	359,172	455,819	359,172	464,639
b) Net NPA	159,578	171,242	124,985	159,578	124,985	160,471
c) % of Gross NPA	3.22	3.51	2.80	3.22	2.80	3.35
d) % of Net NPA	1.15	1.28	0.99	1.15	0.99	1.18
(v) Return on Assets (%)	0.23*	0.17*	0.17*	0.40*	0.39*	0.86

* Not Annualised

Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue:						
Treasury	54,420	75,037	60,623	129,457	154,686	274,511
Corporate/Wholesale Banking	100,380	102,583	125,557	202,963	240,573	443,371
Retail Banking	245,019	227,320	220,955	472,339	417,712	899,846
Other Banking operations	1,460	-	-	1,460	-	-
Unallocated	67	-	-	67	-	244
Total Revenue	401,346	404,940	407,135	806,286	812,971	1,617,972
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	401,346	404,940	407,135	806,286	812,971	1,617,972
Segment Results (net of provisions):						
Treasury	10,388	35,345	4,234	45,733	46,509	72,226
Corporate/Wholesale Banking	19,084	(2,737)	15,493	16,347	7,455	21,547
Retail Banking	34,662	16,098	22,211	50,760	43,333	126,839
Other Banking operations	1,458	-	-	1,458	-	-
Unallocated	67	-	-	67	(2)	244
Profit before tax	65,659	48,706	41,938	114,365	97,295	220,856
Segment Assets						
Treasury	4,628,017	4,566,638	4,332,971	4,628,017	4,332,971	4,479,657
Corporate/Wholesale Banking	7,250,870	7,010,074	6,742,587	7,250,870	6,742,587	7,083,959
Retail Banking	8,573,839	8,215,751	7,330,321	8,573,839	7,330,321	8,282,563
Other Banking operations	477	-	-	477	-	-
Unallocated	664,952	585,205	777,293	664,952	777,293	650,474
Total	21,118,155	20,377,668	19,183,172	21,118,155	19,183,172	20,496,653
Segment Liabilities						
Treasury	1,206,212	1,111,142	1,298,917	1,206,212	1,298,917	1,403,276
Corporate/Wholesale Banking	1,707,578	1,480,815	1,417,520	1,707,578	1,417,520	1,609,960
Retail Banking	16,129,690	15,873,983	14,686,523	16,129,690	14,686,523	15,611,703
Other Banking operations	218	-	-	218	-	-
Unallocated	234,453	198,806	205,895	234,453	205,895	199,818
Total	19,278,151	18,664,746	17,608,855	19,278,151	17,608,855	18,824,757
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	3,421,805	3,455,496	3,034,054	3,421,805	3,034,054	3,076,381
Corporate/Wholesale Banking	5,543,292	5,529,259	5,325,067	5,543,292	5,325,067	5,473,999
Retail Banking	(7,555,851)	(7,658,232)	(7,356,202)	(7,555,851)	(7,356,202)	(7,329,140)
Other Banking operations	259	-	-	259	-	-
Unallocated	430,499	386,399	571,398	430,499	571,398	450,656
Total	1,840,004	1,712,922	1,574,317	1,840,004	1,574,317	1,671,896

③ 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.

Statement of Assets and Liabilities of the Group as on September 30, 2021 is given below:

Particulars	(₹ in Lakhs)		
	As at 30.09.2021	As at 30.09.2020	As at 31.03.2021
	Unaudited	Unaudited	Audited
CAPITAL AND LIABILITIES			
Capital	42,030	39,893	39,923
Reserves and Surplus	1,770,027	1,515,764	1,610,300
Minority Interest	27,947	18,660	21,673
Deposits	17,192,543	15,648,514	17,218,611
Borrowings	1,424,010	1,347,911	1,227,060
Other Liabilities and Provisions	661,598	612,430	379,086
Total	21,118,155	19,183,172	20,496,653
ASSETS			
Cash and Balances with Reserve Bank of India	850,556	613,172	765,451
Balance with Banks and Money at Call and Short Notice	1,389,386	1,363,110	1,216,123
Investments	3,645,870	3,579,343	3,673,167
Advances	13,858,319	12,590,255	13,551,441
Fixed Assets	58,312	48,378	51,749
Other Assets	1,315,712	988,914	1,238,722
Total	21,118,155	19,183,172	20,496,653

Notes:

- The above Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2021 were reviewed by the Audit Committee and subsequently taken on record and approved by the Board of Directors at its meeting held on October 22, 2021. 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 and half year ended September 30, 2021 as compared to those followed for the year ended March 31, 2021 except as stated in Note 14 below.
- The working results have been arrived at after considering provision for standard assets, including requirements for exposures to entities with Unhedged Foreign Currency Exposures, non-performing assets (NPAs), provision for non-performing investments, 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 etc.

- 6 Reclassification of figures for the current period pursuant to the Master Direction on Financial Statements – Presentation and disclosures issued by Reserve Bank of India on August 30, 2021, has been made with corresponding changes in the figures for the previous periods/year to make the same comparable. Had the presentation been made in accordance with the earlier RBI instructions, Other income, Total income, Operating profit and Provisions (Other than tax) and contingencies would have been as given below:

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Other Income	51,244	62,279	50,944	113,523	99,275	195,786
Total Income	407,871	414,777	413,132	822,648	818,674	1,627,194
Operating Profit	98,637	115,806	104,481	214,443	200,773	393,831
Provisions (other than tax) and contingencies	32,978	67,100	62,543	100,078	103,478	172,975

- 7 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.
- 8 The Business operations of the Bank are largely concentrated in India and for the purpose of Segment reporting, the bank is considered to operate only in domestic segment, though the bank has its operations in International Finance Service Centre (IFSC) Banking Unit in Gujarat International Finance Tec-city (GIFT). The business conducted from the same is considered as a part of Indian operations.
- 9 During the quarter and half year ended September 30, 2021, the Bank has allotted 383,346 and 514,336 equity shares of ₹ 2 each respectively, pursuant to the exercise of stock options by employees.
- 10 In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015 and RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 - 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments', Banks are required to make Pillar 3 disclosure requirements including Leverage Ratio 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: <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.
- 11 During the quarter ended September 30, 2021, the Bank has issued 104,846,394 equity shares of ₹ 2 each for cash pursuant to a preferential allotment as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations at ₹ 87.39 per share aggregating to ₹ 91,625.26 Lakhs (including share premium). This resulted in an increase of ₹ 2,096.93 Lakhs in Share Capital and ₹ 89,476.98 Lakhs (Net of share issue expenses) in Share premium account.
- 12 On account of uncertainties prevailing due to COVID-19 pandemic across the world and in India, the extent to which the same will impact the Bank's operations and financial position in future will depend on various aspects including actions taken to mitigate its impact and other regulatory measures. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period. The extent to which the COVID-19 pandemic will continue to impact the Bank's results will depend on the future developments related to the situation, as well as the outcomes of the actions taken to contain the same.
- 13 i) Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below.

Format - A					
(₹ in lakhs except number of accounts)					
Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	4,025	93,514.99	-	-	9,351.50
Corporate persons	7	14,249.46	-	90.65	1,424.95
Of which, MSMEs	-	-	-	-	-
Others	92	4,619.94	-	-	461.99
Total	4,124	112,384.39	-	90.65	11,238.44

Format - B					
(₹ in lakhs except number of accounts)					
Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the previous half-year ended March 31, 2021 (A)*	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of this half-year ended September 30, 2021 #
Personal Loans	95,316.43	1,705.30	-	3,619.23	205,112.29
Corporate persons	14,249.46	-	-	1,019.81	14,137.66
Of which, MSMEs	-	-	-	-	-
Others	4,627.01	174.36	-	572.86	49,939.61
Total	114,192.90	1,879.66	-	5,211.90	269,189.56

*includes restructuring implemented during the quarter ended June 30, 2021 under the Resolution Framework 1.0

#This also includes cases implemented as per RBI circular for i) Resolution Framework for COVID-19-related Stress dated August 6, 2020 & ii) Resolution Framework – 2.0 for Covid-19 related stress of Individuals and Small Businesses dated May 5, 2021.

ii) Details of resolution plan implemented in accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework — 2.0: Resolution of Covid — 19 related stress of Individuals and Small Business" are given below.

Description	(₹ in lakhs except number of accounts)		
	Individual Borrowers		Small businesses
	Personal Loans	Business Loans	
A) Number of requests received for invoking resolution process under Part A	6,743	1,604	16,385
B) Number of accounts where resolution plan has been implemented under this window	5,262	467	7,848
C) Exposure to accounts mentioned at (B) before implementation of the plan	109,980.44	15,410.31	29,579.75
D) Of (C), aggregate amount of debt that was converted into other securities	-	-	-
E) Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-
F) Increase in provisions on account of the implementation of the resolution plan	13,217.78	1,838.21	3,811.65

iii) In accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework — 2.0: Resolution of Covid — 19 related stress of Individuals and Small Business", the number of borrower accounts where modifications were sanctioned and implemented and the aggregate exposure to such borrowers are as under

(₹ in lakhs except number of accounts)	
No. of Accounts	118
Aggregate Exposure as on September 30, 2021	3,355.12

iv) During the quarter ended September 30, 2021, as a prudent measure, over and above the regulatory minimum provision required for restructured advances, based on the internal assessment, the Bank has created ₹ 12,000.00 Lakhs additional provision against the accounts restructured under the resolution frameworks.

- 14 During the current quarter, the bank has estimated & fully recognized the additional liability on account of revision in family pension for employees covered under the 11th Bipartite Settlement and Joint Note dated November 11, 2020 amounting to ₹ 17,731.55 Lakhs. In accordance with the letter dated October 4, 2021 issued by RBI, permitting all member banks of Indian Banks' Association to amortise the said additional liability over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to a minimum of 1/5th of the total amount being expensed every year, the bank has opted to amortize the said liability over a period not exceeding five years beginning with the financial year ended March 31, 2022, subject to a minimum of ₹ 3,546.31 Lakhs being expensed every financial year. Accordingly, the Bank has charged an amount of ₹ 1,182.10 Lakhs to the Profit and Loss account for the quarter and half year ended September 30, 2021 and the balance unamortised expenditure amounting to Rs ₹ 16,549.45 Lakhs has been carried forward. Had the Bank charged the entire additional liability to the Profit and Loss Account, the profits for the quarter and half year ended September 30, 2021 would have been lower by ₹ 16,549.45 Lakhs.
- 15 The Honourable Supreme Court of India, vide an interim order dated September 3, 2020, had directed that accounts which were not declared NPA till August 31, 2020 shall not be declared as NPA till further orders, which has been complied with by the Bank. The said interim order stood vacated on March 23, 2021 and the Bank continued with the asset classification of borrower accounts as per the extant RBI instructions / IRAC norms. In view of this, the results for the half-year ended September 30, 2021 may not be comparable with the corresponding half year ended September 30, 2020.
- 16 Previous period's / year's figures have been regrouped / reclassified, where necessary to conform to current period's classification.

Kochi
October 22, 2021

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)
CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021
(₹ in Lakhs)

	Half Year ended September 30, 2021	Half Year ended September 30, 2020
Cash Flow from Operating Activities		
Net Profit before taxes	114,258	97,062
Adjustments for:		
Depreciation on Group's Property	6,449	6,547
Provision / Depreciation on Investments	3,408	(525)
Amortisation of Premium on Held to Maturity Investments	8,434	6,761
Provision / Charge for Non Performing Assets	46,383	42,653
Provision for Standard Assets and Contingencies	50,288	61,350
(Profit)/ Loss on sale of fixed assets (net)	26	(25)
	229,246	213,823
Adjustments for working capital changes:-		
(Increase)/ Decrease in Investments [excluding Held to Maturity Investments]	(241,896)	120,822
(Increase)/ Decrease in Advances	(353,261)	(147,958)
(Increase)/ Decrease in Other Assets	(71,500)	(31,396)
Increase/ (Decrease) in Deposits	(26,067)	423,324
Increase/ (Decrease) in Other liabilities and provisions	232,223	194,703
	(460,501)	559,495
Direct taxes paid (net)	(35,500)	(30,115)
Net Cash Flow from / (Used in) Operating Activities	(266,755)	743,203
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(13,117)	(4,522)
Proceeds from Sale of Fixed Assets	78	103
(Increase)/ Decrease in Held to Maturity Investments	257,353	(134,861)
Net Cash generated / (Used in) Investing Activities	244,314	(139,280)
Cash Flow from Financing Activities		
Proceeds from Issue of Share Capital	2,107	40
Proceeds from Share Premium (Net of share issue Expenses)	89,723	712
Increase / (Decrease) in Minority Interest	6,273	563
Increase/(Decrease) in Borrowings (Excluding Subordinate Debt)	196,951	95,139
Dividend Paid	(13,974)	-
Net Cash generated from financing Activities	281,080	96,454
Effect of exchange fluctuation on translation reserve	(270)	174
Increase/(Decrease) in Cash and Cash Equivalents	258,369	700,551
Cash and Cash Equivalents at the beginning of the period	1,981,573	1,275,731
Cash and Cash Equivalents at the end of the period	2,239,942	1,976,282

Note:

Cash and Cash Equivalents comprise of Cash in hand (including foreign currency notes), Balances with Reserve Bank of India, Balances with banks and money at call and short notice.

Kochi
October 22, 2021

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)