

July 18, 2015

PRESS RELEASE

Federal Bank Q1 Net Profit at Rs.141.39 Crore

Federal Bank announced the Unaudited Financial Results for the quarter ended 30th June 2015. The key highlights of the results on a Y-o-Y basis are as follows:

- Strong Fee Income growth of 18.45%; Other Income grows by 23.89%
- Total Business increases by 13.91%
- Total Deposits increases by 16.70%
- NRE Deposits increases by 29.36%
- Agricultural Advances increases by 17.29%
- Operating Profit increased to Rs. 367.21

Balance Sheet

The Total Business of the Bank registered a Y-o-Y growth of 13.91% to reach Rs. 121691.42 Cr as on 30th June 2015. While Total Deposits increased by 16.70% to reach Rs. 72139.67 Cr, Total Advances grew by 10.09% to Rs. 49551.75 Cr as on 30th June 2015.

CASA Deposits of the Bank grew 18.65% Y-o-Y to reach Rs. 22553.73 Cr. CASA as a percentage to Total Deposits increased to 31.26% as against 30.75% during the corresponding period last year. NRE Deposits grew by 29.36% from Rs. 19938.12 Cr to Rs. 25791.55 Cr.

On the Asset side, while SME Advances registered a growth of 16.15% to touch Rs. 13010.53 Cr, the Agricultural Advances of the Bank increased by 17.29% to reach Rs. 6158.69 Cr.

Operating Profit & Net Profit

The Operating Profit of the Bank as on 30th June 2015 stood at Rs. 367.21 Cr up from Rs. 351.53 Cr as at the end of Q1FY15. While the Total Income grew 9.29% Y-o-Y to reach Rs. 2107.09 Cr, other income recorded a Y-o-Y growth of 23.89% from Rs.156.54 Cr for the quarter ended 30th June 2014 to Rs. 193.94 Cr for the quarter ended 30th June 2015. The Net Profit of the Bank as at the end of the current quarter stood at Rs. 141.39 Cr.

Margins

Net Interest Income grew 7.19% on a Y-o-Y basis from Rs. 564.22 Cr during the corresponding quarter last year to Rs. 604.76 Cr this quarter. Net Interest Margin as on 30th June 2015 stood at 3.12%.

Asset Quality

The Gross NPA of the Bank as at the end of the quarter stood at 1304.58 Cr, which as a percentage to Gross Advances comes to 2.59%. The Net NPA as on 30th June 2015 stood at 484.47 Cr, and the Net NPA as a percentage to Net Advances is at 0.98%. The Provision Coverage Ratio (including technical write-offs) is 80.53%.

NET WORTH & CAPITAL ADEQUACY

Bank's Net worth on a Y-o-Y basis increased from Rs. 7171.15 Cr to Rs. 7889.84 Cr as on 30th June 2015. The Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stood at 15.07% as at the end of the quarter.

Digital initiatives of the quarter ended 30th June 2015

Scan N Pay

The Bank came out with yet another digital innovation, Scan N Pay, a first –of-its-kind mobile based payment App. The comfort and convenience of a mobile, the simplicity of a QR (Quick Response) code, the credibility of IMPS (Immediate Payment Service) facility from NPCI (National Payment Corporation of India), the security of MPIN (Mobile PIN) – all converges into this new application.

New and Improved FedMobile

During the quarter, the Bank announced the launch of the revamped version of **FedMobile**, the Mobile Banking App of the Bank. The new and improved version comes with added convenience to customers making it simpler, faster and friendlier to use. Using the new FedMobile, customers can register for mobile banking anywhere, anytime, and start availing the service immediately after downloading the App.

Credit Card

The Bank announced the launch of Federal bank SBI Co-branded Credit card during the quarter. Through this alliance Federal Bank launched two new variants of Visa credit cards for its customers, namely Platinum, and Gold 'N More.

Footprint

The Bank has 1247 branches and 1498 ATMs as on 30th June 2015.

AWARDS

- Federal Bank won the Greentech HR Excellence Award 2015 for Excellence in Training and bringing new innovative practices to develop skill sets of employees.
- The Bank received Skoch Order of Merit Award for Categories 'Capacity Building & Financial Literacy' and "Access to Banking and Financial Services" instituted by Skoch Group.

Q1FY15 Vs Q1FY16

- Total Income for Q1 grew by 9.29 % on a y-o-y basis to Rs. 2,107.09 Cr.
- Net Interest Income increased by 7.19% to Rs. 604.76 Cr
- Total Deposits increased by 16.70 % from Rs. 61,815.36 Cr to Rs. 72,139.67 Cr.
- Savings deposits grew by 19.17% to reach Rs. 18,883.82 Cr
- CASA grew by 18.65% to reach Rs. 22,553.73Cr
- CASA ratio improved to reach 31.26%.
- NRE deposits grew by 29.36% to reach Rs. 25,791.55 Cr
- Advances increased by 10.09% from Rs. 45,011.62 Cr to Rs. 49,551.75 Cr.

- SME Advances registered a growth of 16.15% to reach Rs. 13,010.53 Cr.
- Investments increased by 14.75% from Rs. 23,563.98 Cr to Rs. 27,040.76 Cr.
- Book Value per share increased to Rs. 91.96 from Rs. 83.84.

WORKING RESULTS AT A GLANCE

(Rs.in Crore)

Particulars	Q1	Q1	% y-o-y growth
	2015-16	2014-15	
Interest Income	1913.15	1771.50	↑ 8.00%
Other Income	193.94	156.54	↑ 23.89%
Total Income	2107.09	1928.04	↑ 9.29%
Net Interest Income	604.76	564.22	↑ 7.19%
Operating Profit	367.21	351.53	↑ 4.46%

MAJOR FINANCIAL INDICATORS (Standalone nos.)

(Rs. in Cr)

Business Figures	As on 30.6.2015	As on 30.6.2014	Growth (%)
Total Deposits	72139.67	61815.36	↑ 16.70%
SB & Demand Deposits	23043.83	19327.51	↑ 19.22%
Net Advances	49551.75	45011.62	↑ 10.09%
Retail Advances	16034.92	14496.31	↑ 10.61%
SME Advances	13010.53	11201.62	↑ 16.15%
Agri Advances	6158.69	5250.95	↑ 17.29%
Investments	27040.76	23563.98	↑ 14.75%
Capital			
Equity Capital	171.59	171.07	
Net Worth	7889.84	7171.15	↑ 10.02%
Capital Adequacy (%)	15.07	15.16	
Tier I (%)	14.40	14.56	
Tier II (%)	0.67	0.60	

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A presentation for investors is being placed separately on our Bank's website: www.federalbank.co.in

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