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PRESS RELEASE

**Federal Bank delivers robust 18.33% growth in Net Profit at Rs.167.31Cr**

Federal Bank announced the Unaudited Financial Results for the quarter ended 30<sup>th</sup> June 2016. The key highlights of the results on a Y-o-Y basis are as follows:

- Operating profit soars by 15.97%
- Total Business increases by 15.25%
- NRE Deposits surge by 24.54%
- Total advances increase by 19.30%
- SME Advances clock a growth of 17.79%

**WORKING RESULTS AT A GLANCE**

(Rs.in Crore)

Particulars	Q1	Q1	% y-o-y growth
	2016-17	2015-16	
Net Interest Income	692.17	604.76	↑ 14.45%
Other Income	237.54	193.94	↑ 22.48%
Net Total Income	929.71	798.70	↑ 16.40%
Operating Profit	425.86	367.21	↑ 15.97%

**Balance Sheet**

The Total Business of the Bank registered a Y-o-Y growth of 15.25% to reach Rs.140249.79 Cr as on 30<sup>th</sup> June 2016. While Total Deposits increased by 12.47% to reach Rs.81,132.11 Cr, Total Advances grew by 19.30% to Rs.59,117.68 Cr as on 30<sup>th</sup> June 2016.

CASA Deposits of the Bank grew 18.09% Y-o-Y to reach Rs.26,634.51Cr. CASA as a percentage to Total Deposits increased to 32.83% as against 31.26% during the corresponding period last year. NRE Deposits grew by 24.54% from Rs.25791.55 Cr to Rs. 32120.83 Cr.

On the Asset side, while SME Advances registered a growth of 17.79% to touch Rs.15,325.04Cr, the Large Corporate Advances of the Bank records a growth of 36.77% to reach Rs. 20693.35 Cr.

**Operating Profit & Net Profit**

The Operating Profit of the Bank as on 30<sup>th</sup> June 2016 stood at Rs.425.86 Cr up from Rs.367.21 Cr as at the end of Q1FY16. While the Net Total Income grew 16.40% Y-o-Y to reach Rs.929.72 Cr, Other Income recorded a Y-o-Y growth of 22.48% from Rs.193.94Cr for the quarter ended 30<sup>th</sup> June 2015 to Rs.237.54

Cr for the quarter ended 30<sup>th</sup> June 2016. The Net Profit of the Bank as at the end of the current quarter stood at Rs.167.31 Cr with a Y-o-Y growth of 18.33%.

### Margins

Net Interest Income grew 14.45% on a Y-o-Y basis from Rs.604.76 Cr during the corresponding quarter last year to Rs.692.17 Cr this quarter. Net Interest Margin as on 30<sup>th</sup> June 2016 stood at 3.28%.

### Asset Quality

The Gross NPA of the Bank as at the end of the quarter stood at Rs. 1747.31 Cr, which as a percentage to Gross Advances comes to 2.92%. The Net NPA as on 30<sup>th</sup> June 2016 stood at Rs. 994.50 Cr, and the Net NPA as a percentage to Net Advances is at 1.68%. Loan Loss Provisions and Credit Cost reduced by more than 50% to Rs. 126.78cr and 0.86% sequentially. The Provision Coverage Ratio (including technical write-offs) is 72.09%.

### NET WORTH & CAPITAL ADEQUACY

Bank's Net worth on a Y-o-Y basis increased from Rs.7889.84Cr to Rs.8093.29 Cr as on 30<sup>th</sup> June 2016. The Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stood at 13.59% as at the end of the quarter.

### Footprint

The Bank has 1252 branches and 1551 ATMs as on 30<sup>th</sup> June 2016.

### Q1FY16 Vs Q1FY17

- Net Total Income for Q1 grew by 16.40 % on a y-o-y basis to Rs.929.71 Cr.
- Net Interest Income increased by 14.45% to Rs.692.17 Cr
- Total Deposits increased by 12.47 % from Rs.72,139.67Cr to Rs.81,132.11 Cr.
- Savings deposits grew by 20.04% to reach Rs.22,668.39 Cr
- CASA grew by 18.09% to reach Rs.26,634.51Cr
- CASA ratio improved to reach 32.83%.
- NRE deposits grew by 24.54% to reach Rs.32,120.83 Cr
- Advances increased by 19.30% from Rs.49,551.75 Cr to Rs.59,117.68 Cr.
- SME Advances registered a growth of 17.79% to reach Rs.15,325.04Cr.
- Investments stood at Rs.22850.96 Cr
- Book Value per share increased to Rs. 47.07 from Rs. 45.98

### MAJOR FINANCIAL INDICATORS (Standalone nos.)

(Rs. in Cr)			
Business Figures	As on 30.6.2016	As on 30.6.2015	Growth (%)
Total Deposits	81132.11	72139.67	↑12.47%
SB & Demand Deposits	27323.94	23043.83	↑18.57%
Net Advances	59117.68	49551.75	↑19.30%
Retail Advances	17388.87	16034.92	↑ 8.44%
SME Advances	15325.04	13010.53	↑17.79%
Agri Advances	6445.05	6158.69	↑ 4.65%
<b>Capital</b>			
Equity Capital	343.87	171.59	
Net Worth	8093.29	7889.84	↑ 2.58%

Capital Adequacy (%)	13.59	15.07	
Tier I (%)	12.99	14.40	
Tier II (%)	0.60	0.67	

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*A presentation for investors is being placed separately on our Bank's website: [www.federalbank.co.in](http://www.federalbank.co.in)*

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