

PRESS RELEASE**Federal Bank full year net profit at ₹ 1244 Cr, Grows 41.54%****Quarterly net profit at ₹ 382 Cr**

Federal Bank announced its audited financial results for the quarter and year ended 31st March 2019 today at Mumbai.

Key Highlights

- Highest ever annual net profit of ₹ 1,243.89 Cr (grew by 41.54%) and quarterly net profit of ₹ 381.51 Cr (grew by 163.13%)
- Annual operating profit at ₹ 2,763.10 Cr (grew by 20.61%); Quarterly operating profit at ₹ 754.75 Cr (grew by 28.23%)
- Total business of the Bank registered a growth of 20.28% to reach ₹ 2,46,783.61 Cr
- Deposits recorded a growth of 20.50% to reach ₹ 1,34,954.34 Cr
- Asset quality improved substantially with GNPA at 2.92% and NNPA at 1.48%
- Retail advances recorded a growth of 24.79%
- NRE deposits grew by 17.66 % to reach ₹ 50,109.16 Cr
- Auto loans grew by 62.04%, Personal loans grew by 143.08% and housing loans grew by 32.16%

Commenting on the results and financial performance, Mr. Shyam Srinivasan, Managing Director & CEO, Federal Bank said, the Bank has once again delivered a robust operating performance, founded firmly on the strong growth momentum in both credit and liabilities. The tight performance of the Bank on the slippage front along with disciplined recovery has contributed significantly towards meeting the objectives of the quarter. Overall, it is an encouraging set of numbers.

Working Results at a Glance

(₹ in Crore)

Particulars	Quarter Ended On			Year Ended On		
	31-03-19	31-03-18	Growth %	31-03-19	31-03-18	Growth %
Net Profit	381.51	144.99	↑163.13%	1243.89	878.85	↑41.54%
Operating Profit	754.75	588.57	↑28.23%	2,763.10	2,291.03	↑20.61%
Total Income	3444.04	2862.14	↑20.33%	12,770.05	10,911.98	↑17.03%
Net Interest Income	1096.53	933.22	↑17.50%	4,176.35	3,582.81	↑16.57%
Other Income	411.72	314.17	↑31.05%	1,351.02	1,159.12	↑16.56%

OPERATING REVIEW

Total Business

The total business of the Bank grew by 20.28% Y-o-Y from ₹ 2,05,165.09 Cr as on 31st March 2018 to ₹ 2,46,783.61 Cr as on 31st March 2019.

Credit Growth

Gross Advances at ₹ 1,11,829.27 Cr as on 31st March 2019 from ₹ 93,172.60 Cr as on 31st March 2018 registered a growth of 20.02%. Retail advances grew by 24.79% to reach ₹ 31,741.96 Cr as on 31st March 2019 from ₹ 25,437.00 Cr as on 31st March 2018. Agri advances registered a growth of 21.94% from ₹ 9,381.60 Cr as on 31st March 2018 to ₹ 11,440.00 Cr as on 31st March 2019. SME advances grew from ₹ 18,845.00 Cr as on 31st March 2018 to ₹ 21,099.31 Cr as on 31st March 2019 registering a growth rate of 11.96%. Corporate advances went up by 20.35% to reach ₹ 47,548.00 Cr as on 31st March 2019 from ₹ 39,509.00 Cr as on 31st March 2018.

Deposit Growth

Deposits recorded a growth of 20.50% to reach ₹ 1,34,954.34 Cr as on 31st March 2019 from ₹ 1,11,992.49 Cr as on 31st March 2018. The low cost CASA segment grew by 16.47% to reach ₹ 43,387.67 Cr as on 31st March 2019. The NRE deposits of the Bank posted a growth of 17.66% during the year to reach ₹ 50,109.16 Cr as on 31st March 2019 from ₹ 42,586.31 Cr as on 31st March 2018.

Operating Profit & Net Profit

The Bank delivered an annual operating profit of ₹ 2,763.10 Cr (grew by 20.61%) and Quarterly operating profit of ₹ 754.75 Cr (grew by 28.23%). Highest ever annual net profit of ₹ 1,243.89 Cr (grew by 41.54%) and quarterly net profit of ₹ 381.51 Cr (grew by 163.13%)

Margins

Annual Net Interest Income increased from ₹ 3,582.81 Cr to ₹ 4,176.35 Cr registering a growth of 16.57% as on 31st March 2019 while the quarterly Net Interest Income increased to ₹ 1,096.53 Cr from ₹

933.22 Cr as on 31st March 2019. Net Interest Margin stood at 3.14% for FY19 while the quarterly Net Interest Margin stood at 3.17%.

Asset Quality

The Gross NPA of the Bank as on 31st March 2019 stood at ₹ 3,260.68 Cr. Gross NPA as a percentage to Gross Advances is 2.92%. The Net NPA stood at ₹ 1,626.20 Cr and this as a percentage to Net Advances is 1.48%. The Provision Coverage Ratio (including technical write-offs) stood at 67.16% as on 31st March 2019.

Capital Adequacy & Net worth

The Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines, stood at 14.14% as on 31st March 2019. The Net Worth of the Bank is at ₹ 13273.04 Cr as on 31st March 2019.

Digital Banking – Digital @ the Fore, Human @ the Core

- New partnership with Ripple Inc, a blockchain supported global remittance company, for cross border remittance through its network. Powered by blockchain-enabled solution, the Ripple platform ensures safe and secure cross-border transactions
- FedAlert Mobile App to serve instant alerts via push notifications. It assures secured and reliable delivery of alerts. This facility will help the NR customers significantly.
- 43% increase in digital transactions and a growth of 25.47% with regard to digital users
- More than 1000 customers on-boarded to the new transaction banking platform - Fed E Biz and have transacted to the tune of ₹ 1400 Cr during the month of March 2019
- More than 1 Lakh customers on-boarded to Bharat QR platform

Dividend

The Board of directors at its meeting held today has recommended a dividend of ₹ 1.40 per equity share having face value of ₹ 2 for the year ended 31st March 2019. The dividend will be paid after the approval of shareholders at the Annual General Meeting.

Footprint

The Bank has 1251 branches, 1669 ATMs and 269 Cash Machines as on 31st March 2019. The Bank also has its Representative Offices at Abu Dhabi and Dubai and an IFSC Banking Unit (IBU) in Gujarat International Finance Tec-City (GIFT City).

Q4FY19 Vs Q4FY18

- Total Deposits increased by 20.50% from ₹ 1,11,992.49 Cr to ₹ 1,34,954.34 Cr
- NRE deposits increased by 17.66 % to reach ₹ 50,109.16 Cr
- Gross Advances increased from ₹ 93,172.60 Cr to ₹ 1,11,829.27 Cr registering a growth of 20.02%

- Retail Advances grew by 24.79% to reach ₹ 31,741.96 Cr
- Agri advances grew by 21.94% to reach ₹ 11,440.00 Cr
- SME advances grew by 11.96% to reach ₹ 21,099.31 Cr
- Corporate Advances grew by 20.35% from ₹ 39,509.00 Cr to ₹ 47,548.00 Cr
- Housing loans registered a growth of 32.16% to reach ₹ 15,394.42 Cr

Major Financial Indicators (Standalone Nos.)

(₹ in Cr)

Business Figures	Year Ended On		
	31-03-2019	31-03-2018	Growth %)
Total Deposits	1,34,954.34	1,11,992.49	↑ 20.50%
CASA	43,387.67	37,251.84	↑ 16.47%
Gross Advances	1,11,829.27	93,172.60	↑ 20.02%
Retail Advances	31,741.96	25,437.00	↑ 24.79%
Agri Advances	11,440.00	9,381.60	↑ 21.94%
SME Advances	21,099.31	18,845.00	↑ 11.96%
CIB Advances	47,548.00	39,509.00	↑ 20.35%
Gross NPA (%)	2.92	3.00	↓ 8 bps
Net NPA (%)	1.48	1.69	↓ 21 bps
Capital			
Equity Capital	397.01	394.43	
Net Worth	13273.04	12,084.91	↑ 9.83%
Capital Adequacy (%)	14.14		
Tier I (%)	13.38		
Tier II (%)	0.76		

RAJANARAYANAN N

Vice President

Ph - 9605002412, E-mail: rajanarayanan@federalbank.co.in

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

For further information, please contact:

Mr. Ashutosh Khajuria, Executive Director & CFO

Tel: +91-484-2634006, e-mail: akhajuria@federalbank.co.in