

**THE FEDERAL BANK LIMITED**  
REGD.OFFICE: ALUVA

UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

( in Crores)

	Quarter ended 30 September		Half Year ended 30 September		Year ended 31 March	
	2011	2010	2011	2010	2011	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1	Interest earned(a)+(b)+(c)+(d)	1,367.83	978.34	2,612.54	1,930.13	4,052.03
	(a) Interest/discount on advances/bills	1,050.05	772.23	2,027.07	1,516.92	3,168.80
	(b) Income on Investments	310.24	203.80	570.03	407.87	868.03
	(c) Interest on balances with RBI and other inter bank funds	5.69	1.46	11.86	3.57	10.60
	(d) Others	1.85	0.85	3.58	1.77	4.60
2	Other Income	116.96	144.04	233.86	253.93	516.81
<b>3</b>	<b>TOTAL INCOME (1+2)</b>	<b>1,484.79</b>	<b>1,122.38</b>	<b>2,846.40</b>	<b>2,184.06</b>	<b>4,568.84</b>
4	Interest expended	893.42	539.97	1,678.38	1,078.44	2,305.45
5	Operating Expenses (i)+(ii)	230.10	197.43	452.70	385.30	836.14
	(i) Employee Cost	128.25	120.79	259.20	225.54	480.41
	(ii) Other operating expenses	101.85	76.64	193.50	159.76	355.73
<b>6</b>	<b>TOTAL EXPENDITURE (4)+(5)</b> (excluding Provision and Contingencies)	<b>1,123.52</b>	<b>737.40</b>	<b>2,131.08</b>	<b>1,463.74</b>	<b>3,141.59</b>
<b>7</b>	<b>OPERATING PROFIT (3-6)</b> (Profit before Provisions and Contingencies)	<b>361.27</b>	<b>384.98</b>	<b>715.32</b>	<b>720.32</b>	<b>1,427.25</b>
8	Provisions (other than Tax) and Contingencies	72.19	170.26	206.21	303.64	525.44
9	Exceptional Items	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	289.08	214.72	509.11	416.68	901.81
11	Tax expense	97.92	74.32	171.79	144.42	314.73
<b>12</b>	<b>Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)</b>	<b>191.16</b>	<b>140.40</b>	<b>337.32</b>	<b>272.26</b>	<b>587.08</b>
13	Extraordinary items (net of tax expense)	-	-	-	-	-
<b>14</b>	<b>Net Profit (+)/Loss(-) for the period (12-13)</b>	<b>191.16</b>	<b>140.40</b>	<b>337.32</b>	<b>272.26</b>	<b>587.08</b>
15	Paid-up equity share capital (Face value Rs.10/-)	171.05	171.03	171.05	171.03	171.05
16	Reserves excluding revaluation reserve	-	-	-	-	4,931.98
17	Analytical Ratios					
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL
	(ii) Capital Adequacy ratio (%)					
	(a) Under Basel I	13.48	16.77	13.48	16.77	15.39
	(b) Under Basel II	15.05	17.23	15.05	17.23	16.79
	(iii) Earning per Share (EPS)					
	(a) Basic and diluted EPS before Extra ordinary Items	11.18*	8.21*	19.72*	15.92*	34.32
	(b) Basic and diluted EPS after Extra ordinary items	11.18*	8.21*	19.72*	15.92*	34.32
	(iv) NPA Ratios					
	a) Gross NPA	1,250.26	1,094.51	1,250.26	1,094.51	1,148.33
	b) Net NPA	195.72	186.29	195.72	186.29	190.69
	c) % of Gross NPA	3.61	3.84	3.61	3.84	3.49
	d) % of Net NPA	0.58	0.68	0.58	0.68	0.60
	(v) Return on Asset (%)	0.36*	0.34*	0.65*	0.65*	1.34
18	Public Shareholding:					
	Number of Shares	1677.58Lakhs	1672.50Lakhs	1677.58Lakhs	1672.50Lakhs	1676.75Lakhs
	Percentage of shareholding	98.08	97.84	98.08	97.84	98.08
19	Promoters and Promoter group share holding	NIL	NIL	NIL	NIL	NIL

\* Not annualised

**Statement of Assets and Liabilities as on September 30, 2011**

Particulars	As at 30.09.2011 (Unaudited)	As at 30.09.2010 (Unaudited)
<b>CAPITAL AND LIABILITIES</b>		
Capital	171.05	171.03
Reserve & Surplus	5,274.93	4,791.68
Deposits	47,263.46	36,115.96
Borrowings	2,926.15	1,462.23
Other Liabilities and Provisions	2,067.95	1,579.46
<b>Total</b>	<b>57,703.54</b>	<b>44,120.36</b>
<b>ASSETS</b>		
Cash and balance with Reserve Bank of India	3,378.33	2,558.33
Balance with Banks and Money at Call and Short Notice	295.91	356.63
Investments	18,798.11	12,506.65
Advances	33,606.69	27,635.64
Fixed Assets	289.23	283.32
Other Assets	1,335.27	779.79
<b>Total</b>	<b>57,703.54</b>	<b>44,120.36</b>

**Segment Information @**

(₹ in Crores)

	Quarter ended		Half Year ended		Year ended
	30-Sep-11 (Unaudited)	30-Sep-10 (Unaudited)	30-Sep-11 (Unaudited)	30-Sep-10 (Unaudited)	31-Mar-11 (Audited)
Segment Revenue:					
Treasury operations	353.53	222.04	651.15	444.42	932.00
Corporate/Wholesale Banking	478.84	357.65	954.04	679.69	1,461.07
Retail Banking	645.00	537.47	1,226.93	1,051.08	2,157.73
Other Banking operations	7.42	5.22	14.28	8.87	18.04
Unallocated	-	-	-	-	-
Total Revenue	1,484.79	1,122.38	2,846.40	2,184.06	4,568.84
Segment Results (net of provisions):					
Treasury operations	-1.38	13.40	-5.25	36.74	83.86
Corporate/Wholesale Banking	48.37	58.43	100.97	100.52	222.82
Retail Banking	236.94	138.96	403.41	273.13	585.51
Other Banking operations	5.15	3.93	9.98	6.29	9.62
Unallocated	-	-	-	-	-
Total Profit before tax	289.08	214.72	509.11	416.68	901.81
Capital employed:					
Treasury operations	2,581.73	1513.75	2,581.73	1,513.75	1,887.85
Corporate/Wholesale Banking	1,114.58	1523.62	1,114.58	1,523.62	1,277.83
Retail Banking	1,083.20	1923.66	1,083.20	1,923.66	1,247.22
Other Banking operations	58.76	1.68	58.76	1.68	447.91
Unallocated	607.71	-	607.71	-	247.85
Total	5,445.98	4,962.71	5,445.98	4,962.71	5,108.66

@ For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the revised RBI guidelines. The Bank has only the Domestic geographic segment.

## Notes

- 1 As a prudent policy, the Bank holds provisions for NPAs and standard assets over and above the minimum required under the RBI norms. Further, provision for restructured advances has been made as per RBI guidelines.
- 2 Provisions for gratuity, pension (other than second option for pension by employees), leave encashment, bonus, income tax including deferred tax and other usual and necessary items have also been made. In accordance with the RBI letter no. DBOD.BP.BC.15896/21.01.018/2010-11 dated 08.04.2011, the net liability arising on exercise of second option by employees (other than separated/retired employees) is being amortized equally over a period of 5 years commencing from the year ended on 31.03.2011, and Rs.16.85 crores, being the proportionate liability in respect thereof, for the half year ended 30.09.2011 (Rs.8.42 crores for the quarter ended 30.06.2011) have been charged to Profit and Loss Account and the balance amount of Rs.117.87 Crores yet to be written off is carried forward to be amortised in future periods as permitted by the said approval of RBI.
- 3 Number of Investor complaints/correspondence received and disposed off during the quarter ended 30 September 2011:
  - a) Pending at the beginning of the quarter: NIL
  - b) Received during the quarter : 45
  - c) Disposed off during the quarter : 45
  - d) Pending at the end of the quarter : NIL
- 4 Figures for the previous periods have been recast/regrouped wherever necessary.
- 5 The above financial results, subjected to limited review by statutory central auditors, have been taken on record by the Audit Committee and approved by the Board of Directors at its meeting held on 21.10.2011.

Kochi  
21 October 2011

SHYAM SRINIVASAN  
MANAGING DIRECTOR & CEO