

IDFC Bank Net Profit at ₹ 191 crore in Q3 FY17; at ₹ 844 crore in 9M FY17

- *Operating Income rose 42% to corresponding quarter of previous year*
- *Total Credit grew by 53% to corresponding quarter of previous year*
- *Deposits were at ₹ 27,001 crore*
- *Customer base reached 1.24 million, with customer acquisition crossing 50,000/month in Dec*
- *Expanded its network with 4,684 Points-of-Presence*

Mumbai, January 25, 2017: The Board of Directors of IDFC Bank today approved the financial results for the quarter and nine months ended December 31, 2016. The accounts have been subjected to a 'Limited Review' by the statutory auditors of the Bank.

Performance at a glance: Q3 FY17 v/s Q3 FY16

- Net profit for the quarter stood at ₹ 191 crore, declining 21% as compared to the corresponding quarter of the previous year
- Operating Income grew by 42%, at ₹ 856 crore; Net Interest Income (NII) stood at ₹ 535 crore, up 32%; Non-Interest Income grew 60%
- Funded Credit (Net Advances + Credit Inv.) grew 28% to ₹ 56,641 crore as on December 31, 2016, from ₹ 44,202 crore as on December 31, 2015
- Total Credit (Funded Book + Non Funded Book) grew by 53% to ₹ 71,354 crore as on December 31, 2016 from ₹ 46,545 crore as on December 31, 2015
- Deposits stood at ₹ 27,001 crore as on December 31, 2016 vs. ₹ 1,646 crore as on December 31, 2015
- Well Capitalised Bank with total Capital Adequacy Ratio of 18.39% and Tier 1 CAR of 17.98% under Basel III

Shareholder's Funds and Capital Adequacy

Shareholder's funds of the bank stood at ₹ 14,486 crore as on December 31 2016. Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stood at 18.39% as at the end of the quarter. Tier 1 Capital adequacy ratio stood at 17.98%.

Asset Quality

The Gross NPL and Net NPL of the Bank as at the end of the Quarter stood at ₹ 3,587 crore and ₹ 1,250 crore respectively. Gross NPL as a percentage to Gross Advances stood at 7.0% and Net NPL as a percentage to Net Advances at 2.6%.

Key Financials: Balance Sheet (₹ Crore)

Particulars	Dec-15	Sep-16	Dec-16	% Growth (QoQ)	% Growth (YoY)
Shareholders' Funds	13,570	14,291	14,486	1%	7%
Deposits	1,646	22,911	27,001	18%	1541%
Borrowings	67,605	66,926	68,445	2%	1%
Other liabilities and provisions	3,805	5,100	5,643	11%	48%
Total Liabilities	86,625	109,228	115,576	6%	33%
Cash and Bank Balances	2,170	6,784	3,880	-43%	79%
Net Retail and Corporate Assets	44,202	57,138	56,641	-1%	28%
Statutory Investments	12,631	14,740	17,389	18%	38%
Trading Investments	23,051	24,824	30,077	21%	30%
Fixed and Other Assets	4,572	5,742	7,589	32%	66%
Total Assets	86,625	109,228	115,576	6%	33%

Income Statement (₹ Crore)

Particular	Q3 FY16	Q2 FY17	Q3 FY17	9M FY17	% Growth (QoQ)	% Growth (YoY)
Operating Income	604	906	856	2,473	-6%	42%
Net Interest Income	404	510	535	1,561	5%	32%
Non Interest Income	200	396	320	913	-19%	60%
Operating Expenses	215	323	380	980	17%	76%
Pre-Prov Op Profit (Ppop)	389	582	476	1,493	-18%	22%
Provisions & Contingencies	12	22	232	278	937%	1790%
Profit Before Tax	377	560	244	1,216	-56%	-35%
Tax	134	172	53	372	-69%	-61%
Profit After Tax	242	388	191	844	-51%	-21%

Key Ratios

Particular	Q3 FY16	Q2 FY17	Q3 FY17	9M FY17
Return on Assets	1.2%	1.5%	0.7%	1.1%
Return on Equity	7.1%	10.9%	5.3%	8.0%
EPS (₹)	0.7	1.1	0.6	2.5
Book Value Per Share (₹)	40.0	42.1	42.7	42.7
NIMs	2.0%	2.2%	2.1%	2.2%
Cost / Income	35.6%	35.7%	44.4%	39.6%
Capital Adequacy Ratio	20.30%	19.17%	18.39%	18.39%
<i>Of which Tier I</i>	<i>19.63%</i>	<i>18.71%</i>	<i>17.98%</i>	<i>17.98%</i>
Gross NPL (% of Loans)	3.1%	6.0%	7.0%	7.0%
Net NPL (%)	1.0%	2.4%	2.6%	2.6%

Network: Taking banking to Bharat

During the quarter, IDFC Bank expanded its network significantly, creating a reach of 4,684 customer Points-of-Presence. This includes the Bank's 74 branches, 43 ATMs, 4,232 microATMs and 335 Business Correspondent outlets (of these, 322 are Grama Vidiyal outlets).

As on December 31, 2016, IDFC Bank's customer base reached 1.24 million, including ~9.9 lacs customers of Grama Vidiyal. Customer acquisitions crossed over 50k a month in December.

Strengthening Human Capital

The Bank's employee base grew by 16% during the quarter, touching a team strength of 3,639 employees as on December 31, 2016, vis-à-vis the previous quarter.

Launch of cashless and other digital solutions

The quarter saw IDFC Bank launch innovative and first-of-its-kind solutions, aimed at enhancing convenience for citizens and powering cashless transactions.

These included initiatives for cashless transactions at Rythu bazaars (farmers' markets) in Andhra Pradesh and Telangana, using the Bank's interoperable Aadhaar-based microATMs. It enabled citizens to transact without the challenges of dealing with currency of various denominations.

The Bank pioneered, and rolled out nationally, IDFC Aadhaar Pay, India's first Aadhaar-linked cashless merchant solution, in December. The solution uses a retailers' own android smart phone to enable cashless payments. Aadhaar Pay has been developed by IDFC Bank in association with Unique Identification Authority of India and National Payments Corporation of India.

IDFC Bank tied up with NHAI to actively participate in the conversion of cash payments to digital at toll collection centres across the country using RFID technology. IDFC Bank is the second largest toll plaza acquirer. IDFC FASTAG issuance went live on December 3.

Partnerships

IDFC Bank partnered Bangalore-based online lending platform, Capital Float, to provide digital lending to small businesses across India.

Commitment at the Global Citizen Festival

The Bank committed to provide 100,000 water and sanitation loans with a value of over ₹ 200 crore, in the next three years, at the 2016 Global Citizen Festival.

Awards & Recognition

- IDFC Bank won the Finnoviti 2017 awards from Banking Frontiers for two innovations: IDFC Cheque Express (ICE) and Business Experience Platform (BXP)
- Bank-led bond deal was recognized as the Best local currency bond in Asia by Global Capital / Asia Money, and named as the IFR Asia - Domestic Bond
- Won a bronze at the Effie India marketing awards in the Financial Services category

About IDFC Bank:

[IDFC Bank](#) (BSE: 539437, NSE: IDFCBANK) is a subsidiary of IDFC Ltd (BSE: 532659, NSE: IDFC). Headquartered in Mumbai, IDFC Bank is a universal bank, offering financial solutions through its nationwide branches, internet and mobile. Envisioned as a new age bank, IDFC Bank seeks to set a new standard in customer experience, using technology and a service-oriented approach, to make banking simple and accessible, anytime and from anywhere. In keeping with IDFC's legacy of building the nation, IDFC Bank will focus on serving the rural underserved communities and the self-employed, while continuing to support the country's infrastructure sector. IDFC Bank provides customized financial solutions to corporates, individuals, small and micro-enterprises, entrepreneurs, financial institutions and the government. With best-in-class corporate governance, rigorous risk management, experienced management and a diversified team, IDFC Bank is uniquely positioned to meet the aspirations of its customers and stakeholders. www.idfcbank.com or [Twitter](#), [Facebook](#) and [LinkedIn](#)