

IDFC Bank Q1 net profit rises 60%; Balance Sheet Size crosses ₹ 1 lac crore

Mumbai, July 26, 2016: The Board of Directors of IDFC Bank today approved the financial results for the first quarter ended June 30, 2016. The accounts have been subjected to a 'Limited Review' by the statutory auditors of the Bank.

Performance at a glance: Q1 FY 2017 v/s Q4 FY 2016

- Net profit for the quarter stands at ₹ 265 crore, up 60%
- Operating Income grew 28% at ₹ 712 crore, with Non-Interest Income at ₹ 197 crore
- Funded Credit (Net Advances + NCDs) grew 4% to ₹ 50,410 crore as on June 30, 2016, from ₹ 48,474 crore as on March 31, 2016
- Total Credit (Funded Book + Non Funded Book) grew 7% to ₹ 57,470 crore as on June 30, 2016 from ₹ 53,580 crore as on March 31, 2016
- Deposits grew 59% stood at ₹ 13,029 crore (CASA at ₹ 869 crore and Term Deposits at ₹ 12,160 crore)
- Well Capitalised Bank with total Capital Adequacy Ratio of 20.39% and Tier 1 CAR of 19.91% under Basel III.

Key Financials

Balance Sheet (₹ Crore)

Particulars	Jun-16	Mar-16	% Growth
Shareholders' Funds	13,903	13,633	2%
Borrowings	70,667	57,160	24%
Deposits	13,029	8,219	59%
Other liabilities and provisions	4,095	4,204	-3%
Total Liabilities	1,01,694	83,216	22%
Cash and Bank Balances	3,799	2,904	31%
Investments	47,268	29,729	59%
Advances	45,914	45,699	0.5%
Fixed and Other Assets	4,713	4,884	-4%
Total Assets	1,01,694	83,216	22%

Income Statement (₹ Crore)

Particular	Q1 FY17	Q4 FY16	% Growth
Operating Income	711.7	554.5	28%
Net Interest Income	515.2	411.5	25%
Non-Interest Income	196.5	143.0	37%
Operating Expenses	276.8	294.7	-6%
Pre-Prov Op Profit (Ppop)	434.9	259.8	67%
Provisions & Contingencies	23.6	11.9	98%
Profit Before Tax	411.3	247.9	66%
Tax	146.5	82.9	77%
Profit After Tax	264.8	165.0	60%

Key Ratios

Particular	Q1 FY17	Q4 FY16
Return on Assets	1.1%	0.8%
Return on Equity	7.7%	4.9%
Book Value Per Share (₹)	41.0	40.2
NIMs	2.4%	2.1%
Capital Adequacy Ratio	20.4%	22.0%
<i>Of which Tier I</i>	<i>19.9%</i>	<i>21.5%</i>
Gross NPL (% of Loans)	6.1%	6.2%
Net NPL (%)	2.3%	2.4%

Net Worth and Capital Adequacy

Net worth of the bank stood at ₹ 13,903 crore as on June 30 2016, as compared to ₹ 13,633 crore on March 31, 2016. Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stood at 20.39% as at the end of the quarter. Tier 1 Capital adequacy ratio stood at 19.91%.

Asset Quality

The Gross NPL and Net NPL of the Bank as at the end of the Quarter stood at ₹ 3,030 crore and ₹ 1,111 crore respectively. Gross NPL as a percentage to Gross Advances stood at 6.1% and Net NPL as a percentage to Net Advances at 2.3%.

Network

As on June 30, 2016, IDFC Bank has 65 branches (of which 50 branches in Bharat Banking, 11 in Consumer Banking and 8 in Commercial & Wholesale Banking), 14 ATMs and 330 Micro ATMs.

It expanded its network in Madhya Pradesh and expanded into Karnataka and Andhra Pradesh. To deepen financial inclusion, the bank is placing a special focus on segments such as marginal farmers, micro enterprises and the self-employed.

During the quarter, IDFC Bank signed a share purchase agreement to acquire 100% of Grama Vidiyal Micro Finance, one of the largest microfinance institutions in the country. Upon completion of acquisition, Grama Vidiyal will be a wholly-owned subsidiary of IDFC Bank. The acquisition will give IDFC Bank immediate access to 1.2 million rural and semi-urban households and Grama Vidiyal's network of 319 locations across 65 districts of Tamil Nadu, Kerala, Karnataka, Pondicherry, Maharashtra, Gujarat and Madhya Pradesh will act as BC centres to IDFC Bank.

IDFC Bank continued to strengthen its suite of retail offerings during the quarter. It introduced home loan products and a range of specialized digital offerings for customers in the business banking segment.

Under Commercial and Wholesale Banking, the bank diversified its relationships further in the non-infrastructure segment by offering a wider range of solutions, while continuing to expand and cater to new clients in the infrastructure segment.

Awards & Recognition

IDFC Bank won the following awards:

- Award for “Innovative Micro ATM product” at the Business Mobility Summit 2016
- “The innovators 2016” for Corporate Internet Banking Platform – BXP by Global Finance magazine
- “Best in Class Technologies – Best Simulation Solution” and “Best Training Initiatives for Banking Sector” by World HRD Congress

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](#)