

IDFC Bank Q2 net profit up 46% at ₹ 388 crore, H1 FY17 net profit at ₹ 653 crore

Mumbai, October 25, 2016: The Board of Directors of IDFC Bank today approved the financial results for the half year ended September 30, 2016. The accounts have been subjected to a 'Limited Review' by the statutory auditors of the Bank.

Performance at a glance: Q2 FY 2017 v/s Q1 FY 2017

- Net profit for the quarter stands at ₹ 388 crore, up 46%
- Operating Income grew 27% at ₹ 906 crore, with Non-Interest Income at ₹ 396 crore doubled from Q1
- Funded Credit (Net Advances + Credit Inv.) grew 13% to ₹ 57,138 crore as on Sept 30, 2016, from ₹ 50,749 crore as on June 30, 2016
- Total Credit (Funded Book + Non Funded Book) grew 17% to ₹ 67,862 crore as on Sept 30, 2016 from ₹ 57,809 crore as on June 30, 2016
- Deposits grew 76% stood at ₹ 22,911 crore of which CASA is ₹ 1,791 crore
- Well Capitalised Bank with total Capital Adequacy Ratio of 19.17% and Tier 1 CAR of 18.71% under Basel III.

Key Financials: Balance Sheet (₹ Crore)

Particulars	Sep-16	Jun-16	Mar-16	% Growth (QTD)	% Growth (YTD)
Shareholders' Funds	14,291	13,903	13,633	3%	5%
Deposits	22,911	13,029	8,219	76%	179%
Borrowings	66,926	70,667	57,160	-5%	17%
Other liabilities and provisions	5,100	4,094	4,204	25%	21%
Total Liabilities	109,228	101,694	83,216	7%	31%
Cash and Bank Balances	6,784	1,894	984	258%	589%
Net Retail and Corporate Assets	57,138	50,749	48,813	13%	17%
Statutory Investments (CRR+SLR)	14,740	12,718	12,977	16%	14%
Trading Investments	24,824	31,620	15,558	-21%	60%
Fixed and Other Assets	5,742	4,713	4,884	22%	18%
Total Assets	109,228	101,694	83,216	7%	31%

Income Statement (₹ Crore)

Particular	Q2 FY17	Q1 FY17	H1 FY17	H2 FY16	Q2 vs Q1 FY17	H1 FY17 vs H2 FY16
Operating Income	905.7	711.7	1,617.4	1,158.7	27%	40%
Net Interest Income	509.9	515.2	1,025.1	808.0	-1%	27%
Non Interest Income	395.8	196.5	592.3	350.7	101%	69%
Operating Expenses	323.4	276.8	600.2	510.0	17%	18%
Pre-Prov Op Profit (Ppop)	582.3	434.9	1,017.2	648.7	34%	57%
Provisions & Contingencies	22.3	23.6	45.9	24.2	-5%	90%
Profit Before Tax	560.0	411.3	971.2	624.6	36%	56%
Tax	172.2	146.5	318.7	217.3	18%	47%
Profit After Tax	387.8	264.8	652.5	407.2	46%	60%

Key Ratios

Particular	Q2 FY17	Q1 FY17	H1 FY17	H2FY16
Return on Assets	1.5%	1.1%	1.4%	1.0%
Return on Equity	10.9%	7.7%	9.3%	6.0%
EPS (₹)	1.1	0.8	1.9	1.2
NIMs	2.2%	2.4%	2.3%	2.0%
Cost / Income	35.7%	38.9%	37.1%	44.0%
Capital Adequacy Ratio	19.2%	20.4%	19.2%	22.0%
<i>Of which Tier I</i>	<i>18.7%</i>	<i>19.9%</i>	<i>18.7%</i>	<i>21.5%</i>
Gross NPL (% of Loans)	6.0%	6.1%	6.0%	6.2%
Net NPL (%)	2.4%	2.3%	2.4%	2.4%

Shareholder's Funds and Capital Adequacy

Shareholder's fund of the bank stood at ₹ 14,291 crore as on September 30 2016, as compared to ₹ 13,903 crore on June 30, 2016. Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines stood at 19.17% as at the end of the quarter. Tier 1 Capital adequacy ratio stood at 18.71%.

Asset Quality

The Gross NPL and Net NPL of the Bank as at the end of the Quarter stood at ₹ 3,220 crore and ₹ 1,271 crore respectively. Gross NPL as a percentage to Gross Advances stood at 6.0% and Net NPL as a percentage to Net Advances at 2.4%.

Network: Taking banking to Bharat

IDFC Bank has 1,154 customer Points of Presence across 61 districts in 15 states. This includes the Bank's 71 branches, 32 ATMs and 727 micro ATMs and 324 business correspondent outlets (of which 322 are Grama Vidiyal outlets). The Bank expanded its network in Madhya Pradesh, Karnataka, Andhra Pradesh, Bihar, Meghalaya and Tripura.

IDFC Bank has completed the acquisition of Grama Vidiyal Microfinance Limited and it has become a wholly owned subsidiary of the Bank with effect from October 13, 2016.

IDFC Bank scaled up its retail product suite, widening its range retail loan offerings and specialized digital solutions for individuals, small businesses and the self-employed.

Under Commercial and Wholesale Banking, the Bank expanded its range of solutions for corporates and SMEs and continued to diversify its client base in the non-infrastructure segment.

Strengthening Human Capital

The employee base grew by 16% during the quarter, taking the strength of the IDFC Bank team to 3145 as on September 30, 2016, vis-à-vis the previous quarter.

Awards & Recognition

- Brandon Hall Group Gold Awards for Best use of Games & Simulations for Learning
- Visual Merchandising and Retail Design Award (VM&RD) in the Service Retail – Speciality Store category for IDFC Bank's retail branch

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](#)