

**PRESS RELEASE****Federal Bank delivers highest ever quarterly net profit at ₹ 477.81 Cr**

Federal Bank announced its audited financial results for the quarter and year ended 31<sup>st</sup> March 2021 today.

**Highlights**

- Recorded highest ever Quarterly Net Profit of ₹ 477.81 Cr, up by 58.60% on a YoY basis
- RoA crossed 1% and stood at 1.02%, and RoE at 12.20%
- Net Interest Income grew by 17% (YoY) to reach ₹ 1420 Cr
- Total business crossed landmark figure of ₹ 3 Lakh crore and stood at ₹ 3,04,523.08, registering a growth of 10.91%
- Gold Loans registered a staggering growth of 70.05%
- CASA grew by 25.66%

Commenting on the results and financial performance, Mr. Shyam Srinivasan, Managing Director & CEO, Federal Bank said, “We delivered our highest every quarterly profit despite an extremely challenging environment. I liken this to a test match win where every player did his part on a seaming and yet viciously turning track while the weather too was playing truant. It’s a tribute to our Federal spirit and we are pleased that the many awards and recognitions that came along the way motivated us to raise the bar. Inspired by this experience, the team is hopeful of navigating yet another year that looks quite daunting at the start. Some of the segments such as Gold Loans and CASA continue to shine for us with gold loans registering a staggering growth of 70.05%. The Asset quality held up well and Net NPA of 1.19% placed the bank amongst the best in the industry. The Provision coverage ratio was maintained along guided lines @ 65.14%. The Bank, during the past financial year managed to bag a series of awards and accolades, for Best Bank, Fastest growing bank, Great Place to work and several awards for its Digital initiatives. Bank has several new initiatives lined up and would be launching Credit Cards for its customers shortly.”

## Working Results at a Glance

(₹ in Crore)

Particulars	Quarter Ended On			Year Ended On		
	31-03-21	31-03-20	Growth %	31-03-21	31-03-20	Growth %
Net Profit	477.81	301.23	↑58.62%	1,590.30	1,542.78	↑03.08%
Operating Profit	885.09	959.31	↓07.74%	3,786.90	3,204.69	↑18.17%
Net Interest Income	1,420.37	1,216.02	↑16.80%	5,533.70	4,648.90	↑19.03%

## OPERATING REVIEW

### **Total Business**

The total business of the Bank reached ₹ 3,04,523.08 Cr as on 31<sup>st</sup> March 2021 from ₹ 2,74,557.99 Cr as on 31<sup>st</sup> March 2020, registering a growth of 10.91%.

### **Credit Growth**

Gross Advances reached ₹ 1,34,876.71 Cr as on 31<sup>st</sup> March 2021 from ₹ 1,24,153.18 Cr as on 31<sup>st</sup> March 2020 registering a growth of 8.64%. Retail advances grew by 18.57% to reach ₹ 44,910.14 Cr as on 31<sup>st</sup> March 2021 from ₹ 37,877.97 Cr as on 31<sup>st</sup> March 2020. Gold loans registered a staggering growth of 70.05% to reach ₹ 15,816.00 Cr as on 31<sup>st</sup> March 2021. Business Banking advances grew by 12.93% to reach ₹ 11,890.05 Cr.

### **Deposit Growth**

Deposits recorded a growth of 13.37% to reach ₹ 1,72,644.48 Cr as on 31<sup>st</sup> March 2021 from ₹ 1,52,290.09 Cr as on 31<sup>st</sup> March 2020. The CASA deposits reached ₹ 58,370.48 Cr as on 31<sup>st</sup> March 2021. CASA Ratio stands at 33.81%. The NRE deposits of the Bank posted a growth of 11.77% during the year to reach ₹ 63,958.84 Cr as on 31<sup>st</sup> March 2021.

### **Operating Profit & Net Profit**

The Bank delivered an annual operating profit of ₹ 3,786.90 Cr as on 31<sup>st</sup> March 2021 against ₹ 3,204.69 Cr as on 31<sup>st</sup> March 2020 registering a growth of 18.17%. The annual net profit is at ₹ 1,590.30 Cr as on 31<sup>st</sup> March 2021 up from ₹ 1,542.78 Cr as on 31<sup>st</sup> March 2020.

### **Income & Margins**

Annual Net Interest Income increased from ₹ 4,648.90 Cr to ₹ 5,533.70 Cr registering a growth of 19.03% as on 31<sup>st</sup> March 2021 while the quarterly Net Interest Income increased to ₹ 1,420.37 Cr from ₹ 1,216.02 Cr as on 31<sup>st</sup> March 2020. Other income as on 31<sup>st</sup> March 2021 stands at ₹ 1,944.91 Cr. Net Interest Margin stood at 3.16% for FY21 while the quarterly Net Interest Margin stood at 3.23%.

## **Asset Quality**

The Gross NPA of the Bank as on 31<sup>st</sup> March 2021 stood at ₹ 4,602.39 Cr. Gross NPA as a percentage to Gross Advances is 3.41% as on 31<sup>st</sup> March 2021. The Net NPA stood at ₹ 1,569.28 Cr and Net NPA percentage is at 1.19% as on 31<sup>st</sup> March 2021. The Provision Coverage Ratio stood at 65.14% as on 31<sup>st</sup> March 2021.

## **Capital Adequacy & Net worth**

The Capital Adequacy Ratio (CRAR) of the Bank, computed as per Basel III guidelines, stood at 14.62% as on 31<sup>st</sup> March 2021. The Net Worth of the Bank was at ₹ 16,123.61 Cr as on 31<sup>st</sup> March 2021.

## **Dividend**

The Board of directors at its meeting held today has recommended a dividend of 35% per equity share having face value of ₹ 2 for the year ended 31st March 2021. The dividend will be paid after the approval of shareholders at the Annual General Meeting.

## **Awards & Accolades**

- MD & CEO conferred with Business Standard Banker of the year award
- Adjudged Best Bank and Fastest Growing Bank by Business Today and KPMG respectively
- Great Place to Work by GTPW
- Winner – Most Innovative Project and Runner Up – Best IT Risk & Cyber Security Initiatives and Best Technology Bank of the year at the IBA's 16<sup>th</sup> Annual Technology Awards

## **Major Partnership**

- Partners with fintech epiFi to offer neo banking services
- Partners with DGV to automate the payment life cycle of GCMMF (Gujarat Cooperative Milk Marketing Federation Ltd.) covering 36 lakh farmers who are supplying milk to Amul
- Partners with Mashreq Bank to ease remittances to the country

## **Footprint**

The Bank has 1272 branches, 1947 ATMs/ Recyclers as on 31<sup>st</sup> March 2021. 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).

## **Q4FY21 Vs Q4FY20**

- Total Deposits registered a growth of 13.37% to reach ₹ 1,72,644.48 Cr from ₹ 1,52,290.09 Cr
- NRE deposits reached ₹ 63,958.84 Cr from ₹ 57,223.13 Cr registering a growth of 11.77%
- Gross Advances increased from ₹ 1,24,153.18 Cr to ₹ 1,34,876.71 Cr registering a growth of 8.64%
- Gold Loans continue to register a staggering growth, reaching ₹ 15,816.00 Cr from ₹ 9,301.00 Cr, registering a growth of 70.05%

- Retail Advances grew by 18.57% to reach ₹ 44,910.14 Cr from ₹ 37,877.97 Cr
- Agri advances reached ₹ 16,076.43 Cr from ₹ 13,051.26 Cr registering a growth of 23.18 %
- Business Banking advances grew by 12.93% to reach ₹ 11,890.05 Cr from ₹ 10,528.75 Cr

#### **Major Financial Indicators (Standalone Nos.)**

(₹ in Cr)

Business Figures	Year Ended On		
	31-03-2021	31-03-2020	Growth %)
Total Deposits	1,72,644.48	1,52,290.09	↑13.37%
CASA	58,370.48	46,450.24	↑25.66%
Gross Advances	1,34,876.71	1,24,153.18	↑08.64%
Retail Advances	44,910.14	37,877.97	↑18.57%
Agri Advances	16,076.43	13,051.26	↑23.18%
Business Banking Advances	11,890.05	10,528.75	↑12.93%
Gross NPA (%)	3.41%	2.84%	
Net NPA (%)	1.19%	1.31%	
<b>Capital</b>			
Equity Capital	399.23	398.53	
Net Worth	16,123.61	14,517.61	↑11.06%
Capital Adequacy (%)	14.62%	14.35%	
Tier I (%)	13.85%	13.29%	
Tier II (%)	0.77%	1.06%	

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A presentation for investors is being placed separately on our Bank's website: [www.federalbank.co.in](http://www.federalbank.co.in)