



July 28, 2025

Ref. FEDFINA/ CS/51/ 2025-26

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| <p>The Manager, Listing Department National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051</p> <p>SYMBOL – FEDFINA</p> | <p>The Manager, Department of Corporate Services, BSE Limited, Rotunda Building, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001</p> <p>Scrip code: 544027</p> |
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Subject: Press release

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Press Release on the Financial and Operational performance of the Company for the Quarter ended June 30, 2025.

The above is submitted for your kind information and appropriate dissemination.

Thanking you,

Yours Truly,

For Fedbank Financial Services Limited

Rajaraman Sundaresan
Company Secretary & Compliance Officer
Mem. No: F3514

Encl – As above

Fedbank Financial Services Limited delivers 6.8% PAT growth in Q1 FY26 to ₹75.0 Cr

Mumbai, 28th July, 2025: Fedbank Financial Services Limited, a leading retail focused NBFC specializing in Loan Against Property and Gold Loans, announces its financial results for the first Quarter (Q1 FY26)

Financial Highlights

| Particulars (₹ Cr) | Q1FY25 | Q4FY25 | Q1FY26 | QoQ | YoY | FY 24 | FY 25 | YoY |
|-----------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------|--------------|
| Interest Income | 430.5 | 495.5 | 491.6 | -0.8% | 14.2% | 1,458.0 | 1,858.6 | 27.5% |
| Interest Expenses | 202.4 | 215.9 | 218.0 | 1.0% | 7.7% | 679.6 | 853.8 | 25.6% |
| Net Interest Income (Core) | 228.1 | 279.6 | 273.6 | -2.1% | 20.0% | 778.3 | 1,004.9 | 29.1% |
| Net Gain on Direct Assignment | 21.5 | 3.8 | -5.5 | -245.3% | -125.4% | 33.7 | 65.9 | 95.9% |
| Net Interest Income | 249.6 | 283.4 | 268.2 | -5.4% | 7.4% | 812.1 | 1,070.8 | 31.9% |
| Other Income | 39.0 | 38.3 | 34.2 | -10.6% | -12.2% | 131.3 | 155.2 | 18.2% |
| Net Total Income | 288.6 | 321.7 | 302.4 | -6.0% | 4.8% | 943.4 | 1,226.0 | 30.0% |
| Operating Expenses | 159.8 | 190.4 | 174.2 | -8.5% | 9.0% | 549.5 | 705.9 | 28.5% |
| Operating Profit | 128.8 | 131.2 | 128.2 | -2.3% | -0.5% | 393.9 | 520.1 | 32.0% |
| Credit Cost | 35.2 | 32.6 | 27.8 | -14.6% | -20.9% | 65.9 | 216.4 | 228.6% |
| Profit Before tax | 93.6 | 98.7 | 100.4 | 1.7% | 7.2% | 328.1 | 303.8 | -7.4% |
| Tax Expenses | 23.4 | 27 | 25.3 | -6.2% | 8.3% | 83.4 | 78.6 | -5.8% |
| Profit After Tax | 70.2 | 71.7 | 75.0 | 4.7% | 6.8% | 244.7 | 225.2 | -8.0% |
| Shareholder's Fund | 2,322.2 | 2,547.4 | 2634.4 | 3.4% | 13.4% | 2,260.8 | 2,547.4 | 12.7% |
| Book Value Per Share (₹) | 62.6 | 68.3 | 70.6 | 3.3% | 12.7% | 61.2 | 68.3 | 11.7% |

- Net Interest income is up 7.4% YoY to ₹268.2 Cr in Q1 FY26.
- Profit after tax is up 6.8% YoY to ₹75.0 Cr in Q1 FY26.

| Particulars (₹ Cr) | Q1FY25 | Q4FY25 | Q1FY26 | QoQ | YoY | FY 24 | FY 25 | YoY |
|-------------------------------|--------|--------|--------|-------|-------|--------|--------|-------|
| Asset Under Management | 13,188 | 15,812 | 15,697 | -0.7% | 19.0% | 12,192 | 15,812 | 29.7% |
| Disbursements | 5,005 | 5,578 | 5,933 | 6.4% | 18.5% | 13,579 | 18,788 | 38.4% |

Numbers/Percentages have been rounded-off

- Consequent to the discontinuation of Unsecured Lending disbursals effective from Q3FY25, the company executed a 100% direct assignment in May-25 amounting to ₹770 crore, leading to its de-recognition from the AUM. Post this AUM increased by 19.0% YoY to ₹15,697 Cr in Q1 FY26.
- Disbursements for Q1 FY26 came in at ₹5,933 Cr, growth of 18.5% YoY.

Key Financial Ratios

| Ratios | Q1FY25 | Q4FY25 | Q1FY26 | QoQ | YoY | FY 24 | FY 25 | YoY |
|--------------------------|--------|--------|--------|----------|---------|-------|-------|-----------|
| Cost to Income | 55.4% | 59.2% | 57.6% | -158 bps | 225 bps | 58.2% | 57.6% | - 67 bps |
| Return on Average Assets | 2.4% | 2.2% | 2.3% | 5 bps | -17 bps | 2.4% | 1.8% | - 57 bps |
| Return on Average Equity | 12.3% | 11.4% | 11.6% | 14 bps | -68 bps | 13.5% | 9.4% | - 417 bps |
| Gross NPA | 2.0% | 2.0% | 2.0% | -2 bps | 2 bps | 1.7% | 2.0% | 36 bps |
| Net NPA | 1.6% | 1.2% | 1.2% | 1 bps | -36 bps | 1.3% | 1.2% | - 10 bps |
| CRAR | 22.8% | 21.9% | 22.4% | 48 bps | -44 bps | 23.5% | 21.9% | - 154 bps |

- The company has sold NPA of 25 cr to an ARC under an 85-15 SR structure. Post this our Gross Stage III is 2.0% in Q1 FY26 vs 2.0% in Q4 FY25, the Net Stage III came in at 1.2%.
- Credit cost for Q1 FY25 came in at 0.8%.

Key Operational Information

| Operational Information | Q1FY25 | Q4FY25 | Q1FY26 | QoQ | YoY | FY 24 | FY 25 | YoY |
|-------------------------|--------|--------|--------|-------|-------|--------|--------|-------|
| Branches | 619 | 694 | 668 | -3.7% | 7.9% | 621 | 694 | 11.8% |
| Employees | 4,344 | 4,568 | 4,797 | 5.0% | 10.4% | 13,579 | 18,788 | 38.4% |

- The company co-located 23 MSE LAP branches with Gold Loan branches during the quarter. This has resulted in the branch count reducing to 668 branches.
- Branch count stood at 668, spread across 18 states and union territories.

About Fedbank Financial Services Limited:

Fedbank Financial Services Limited, also known as Fedfina, is a Mumbai-based, retail-focused non-banking finance company (NBFC). Fedfina, promoted by Federal Bank Limited, was established in 1995 and received its NBFC license in 2010. Fedfina is a leading retail focused NBFC specializing in Loan Against Property and Gold Loans. The company's operations are built on a collateralized lending model targeting the emerging self-employed customer segment. Fedfina maintains a significant presence across India, extending to 18 states and union territories. As of March 2025, it operates 694 branches, predominantly located in Southern and Western regions of India.

For further details and product portfolio, please visit www.fedfina.com

For details please contact: investor@fedfina.com

Disclaimer:

Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political, or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Fedbank Financial Services Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances