

SD/ F24/76/2021-22

July 23, 2021

<b>The Manager</b> <b>The National Stock Exchange of India Limited</b> <b>Exchange Plaza,</b> <b>Bandra-Kurla Complex,</b> <b>Bandra (E),</b> <b>Mumbai – 400 051.</b>	<b>The Manager</b> <b>Department of Corporate Services</b> <b>BSE Limited</b> <b>Phiroze Jeejeebhoy Towers,</b> <b>Floor 25, Dalal Street,</b> <b>Mumbai – 400 001</b>
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Re.: Scrip Symbol: FEDERALBNK/Scrip Code: 500469

Dear Sir,

**Sub: Outcome of the Board Meeting held on July 23, 2021 and Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in relation to allotment of equity shares on preferential basis**

Pursuant to Regulation 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are sending herewith the Unaudited Financial Results of the Bank for the quarter ended June 30, 2021 (both standalone and consolidated) along with Limited Review Report issued by the Joint Central Statutory Auditors of the Bank, which were reviewed and recommended by Audit Committee of the Board and duly approved by the Board of Directors at their respective meetings held today.

Further to our intimation pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 vide letter No SD/ F24/ 44 /2021-22 dated June 16, 2021 and intimation of proceedings of the 90<sup>th</sup> Annual General Meeting of the Federal Bank held on July 09, 2021 vide letter No. SE/AGM/65/2021-22 dated July 09, 2021, this is to inform that the Board of Directors ("Board") of the Bank had at its meeting held today approved the allotment of 10,48,46,394 (Ten Crore Forty Eight Lakhs Forty Six Thousand Three Hundred and Ninety Four) equity shares ("Shares") of face value of Rs. 2/- ( Indian Rupees Two only) each fully paid up to the subscribers as per the list placed below ("**Allottees**") at the issue price of Rs. 87.39/- (Rupees Eighty Seven and Thirty Nine paise) per Equity Share (including a premium of Rs. 85.39/- per Equity Share):

Sr. No	Name of Allottees	No. of Shares	Issue Price (Rs.)	Total Subscription price received (Rs.)
1.	International Finance Corporation ( "IFC" )	31453918	87.39	2748757894.02
2.	IFC Financial Institutions Growth Fund, LP ( "FIG" )	36696238	87.39	3206884238.82
3.	IFC Emerging Asia Fund, LP ( "EAF" )	36696238	87.39	3206884238.82
	<b>Total</b>	10,48,46,394		916,25,26,371.66

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With the allotment of the above shares, the paid-up equity share capital of the Bank stands increased from present level of 199,62,83,738 equity shares to 210,11,30,132 equity shares of Rs. 2/- each.

The Board Meeting commenced at 11.30 am and concluded at 01:15 pm.

Kindly take the same on record.

Thanking you,  
Yours faithfully,  
**For The Federal Bank Limited**

**Samir P Rajdev**  
**Company Secretary**

**Encl:** As Above

**Varma & Varma**

Chartered Accountants,  
No.53/2600, Kerala Varma Tower  
Off Kunjanbava Road,  
Vytilla,  
Kochi -682019

**Borkar & Muzumdar**

Chartered Accountants  
21/168, Anand Nagar Om Co-op  
Hsg Society, Anand Nagar Lane  
Off Nehru Road, Santacruz(East)  
Mumbai - 400 055

Limited Review Report on unaudited standalone financial results of The Federal Bank Limited for the quarter ended 30<sup>th</sup> June 2021, pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

The Board of Directors,  
The Federal Bank Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of The Federal Bank Limited ('the Bank') for the quarter ended 30<sup>th</sup> June 2021 ('the Statement') attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended), except for the disclosures relating to Pillar 3 disclosure under Basel III Capital Regulations, as at 30<sup>th</sup> June 2021, including Leverage Ratio and Liquidity Coverage Ratio as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Statement, which have not been reviewed by us.
2. The Statement is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard -25 'Interim Financial Reporting' ('AS-25'), prescribed under section 133 of the Companies Act, 2013, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (the 'RBI') from time to time (the 'RBI Guidelines'), SEBI circular CIR/CFD/FAC/62/2016 dated 5th July, 2016 (hereinafter referred to as the 'SEBI Circular'), and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial

Information Performed by the Independent Auditor of the Entity” issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Our review primarily is conducted on the basis of review of the books of account and records of the Bank. We have also relied on the information and explanations furnished to us by the Bank and the returns as considered necessary by us for the review.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results prepared in accordance with applicable accounting standards, the RBI Guidelines, the SEBI circular and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.
6. We draw attention to Note No.9 of the accompanying Statement of Unaudited Standalone Financial results, regarding the impact of COVID-19 pandemic on the Bank’s operations and financial position, which will depend on various uncertain aspects including actions taken to mitigate the same and other regulatory measures.

Our conclusion on the Statement is not modified in respect of this matter.

7. The review of unaudited quarterly financial results for the quarter ended 30<sup>th</sup> June 2020 included in the Statement were carried out and reported by predecessor auditors who have expressed unmodified conclusion vide review report dated 15<sup>th</sup> July 2020, whose report has been furnished to us and which has been relied upon by us for the purpose of our review of the Statement.

Our conclusion on the Statement is not modified in respect of this matter.

For Varma & Varma  
Chartered Accountants  
FRN:004532S

For Borkar & Muzumdar  
Chartered Accountants  
FRN:101569W

Vijay Narayan Govind  
Partner  
M. No. 203094  
UDIN: 21203094AAAABR5586

Kaushal Muzumdar  
Partner  
M. No. 100938  
UDIN: 21100938AAAABD3599

Kochi-19  
23<sup>rd</sup> July 2021

Mumbai-55  
23<sup>rd</sup> July 2021

<b>THE FEDERAL BANK LIMITED</b>				
<b>REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101</b>				
<b>(CIN: L65191KL1931PLC000368)</b>				
<b>STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021</b>				
<b>(₹ in Lakhs)</b>				
<b>Particulars</b>	<b>Quarter ended</b>			<b>Year ended</b>
	<b>30.06.2021</b>	<b>31.03.2021</b>	<b>30.06.2020</b>	<b>31.03.2021</b>
	<b>Unaudited</b>	<b>Audited (Refer Note 12 below)</b>	<b>Unaudited</b>	<b>Audited</b>
1. Interest earned (a)+(b)+(c)+(d)	335,571	336,634	344,415	1,375,791
(a) Interest/discount on advances/bills	267,112	265,844	270,598	1,079,512
(b) Income on investments	59,059	57,669	60,612	234,894
(c) Interest on balances with Reserve Bank of India and other inter bank funds	3,662	6,620	7,067	36,817
(d) Others	5,738	6,501	6,138	24,568
2. Other income	65,015	46,537	48,837	194,491
<b>3. TOTAL INCOME (1+2)</b>	<b>400,586</b>	<b>383,171</b>	<b>393,252</b>	<b>1,570,282</b>
4. Interest expended	193,728	194,596	214,771	822,420
5. Operating expenses (i)+(ii)	93,340	100,066	85,243	369,172
(i) Employees cost	52,830	52,523	49,585	203,418
(ii) Other operating expenses	40,510	47,543	35,658	165,754
<b>6. TOTAL EXPENDITURE (4+5)</b> (excluding provisions and contingencies)	<b>287,068</b>	<b>294,662</b>	<b>300,014</b>	<b>1,191,592</b>
<b>7. OPERATING PROFIT (3-6)</b> (Profit before provisions and contingencies)	<b>113,518</b>	<b>88,509</b>	<b>93,238</b>	<b>378,690</b>
8. Provisions (other than tax) and contingencies	64,183	24,233	39,462	164,963
9. Exceptional items	-	-	-	-
<b>10. Profit from Ordinary Activities before tax (7-8-9)</b>	<b>49,335</b>	<b>64,276</b>	<b>53,776</b>	<b>213,727</b>
11. Tax expense	12,606	16,495	13,699	54,697
<b>12. Net Profit from Ordinary Activities after tax (10-11)</b>	<b>36,729</b>	<b>47,781</b>	<b>40,077</b>	<b>159,030</b>
13. Extraordinary items (net of tax expense)	-	-	-	-
<b>14. Net Profit for the period (12-13)</b>	<b>36,729</b>	<b>47,781</b>	<b>40,077</b>	<b>159,030</b>
15. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	39,926	39,923	39,875	39,923
16. Reserves excluding Revaluation Reserve				1,571,937
17. Analytical Ratios				
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%)				
Under Basel III	14.64	14.62	14.17	14.62
(iii) Earnings per Share (EPS) (in ₹)				
(a) Basic EPS (before and after extra ordinary items)	1.84*	2.39*	2.01*	7.97
(b) Diluted EPS (before and after extra ordinary items)	1.83*	2.38*	2.01*	7.94
(iv) NPA Ratios				
a) Gross NPA	464,933	460,239	365,559	460,239
b) Net NPA	159,324	156,928	147,746	156,928
c) % of Gross NPA	3.50	3.41	2.96	3.41
d) % of Net NPA	1.23	1.19	1.22	1.19
(v) Return on Assets (%)	0.19*	0.25*	0.22*	0.85

\* Not Annualised

## Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (Refer Note 12 below)	Unaudited	Audited
<b>Segment Revenue:</b>				
Treasury	79,785	57,592	93,782	273,996
Corporate/Wholesale Banking	112,056	103,540	115,894	456,152
Retail Banking	208,745	221,795	183,576	839,890
Other Banking operations	-	-	-	-
Unallocated	-	244	-	244
<b>Total Revenue</b>	<b>400,586</b>	<b>383,171</b>	<b>393,252</b>	<b>1,570,282</b>
Less: Inter Segment Revenue	-	-	-	-
<b>Income from Operations</b>	<b>400,586</b>	<b>383,171</b>	<b>393,252</b>	<b>1,570,282</b>
<b>Segment Results (net of provisions):</b>				
Treasury	37,914	13,207	42,628	72,223
Corporate/Wholesale Banking	(2,535)	17,355	(8,149)	22,275
Retail Banking	13,956	33,470	19,299	118,985
Other Banking operations	-	-	-	-
Unallocated	-	244	(2)	244
<b>Profit before tax</b>	<b>49,335</b>	<b>64,276</b>	<b>53,776</b>	<b>213,727</b>
<b>Segment Assets</b>				
Treasury	4,611,516	4,525,111	4,219,642	4,525,111
Corporate/Wholesale Banking	7,066,184	7,146,590	7,013,384	7,146,590
Retail Banking	7,740,698	7,813,657	6,529,646	7,813,657
Other Banking operations	-	-	-	-
Unallocated	585,373	651,381	819,363	651,381
<b>Total</b>	<b>20,003,771</b>	<b>20,136,739</b>	<b>18,582,035</b>	<b>20,136,739</b>
<b>Segment Liabilities</b>				
Treasury	1,092,816	1,413,771	1,396,438	1,413,771
Corporate/Wholesale Banking	1,468,615	1,602,533	1,227,165	1,602,533
Retail Banking	15,594,228	15,306,693	14,227,797	15,306,693
Other Banking operations	-	-	-	-
Unallocated	199,260	201,381	238,354	201,381
<b>Total</b>	<b>18,354,919</b>	<b>18,524,378</b>	<b>17,089,754</b>	<b>18,524,378</b>
<b>Capital employed:</b>				
(Segment Assets - Segment Liabilities)				
Treasury	3,518,700	3,111,340	2,823,204	3,111,340
Corporate/Wholesale Banking	5,597,569	5,544,057	5,786,219	5,544,057
Retail Banking	(7,853,530)	(7,493,036)	(7,698,151)	(7,493,036)
Other Banking operations	-	-	-	-
Unallocated	386,113	450,000	581,009	450,000
<b>Total</b>	<b>1,648,852</b>	<b>1,612,361</b>	<b>1,492,281</b>	<b>1,612,361</b>

@ For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines.

**Notes:**

- The above Standalone Unaudited Financial Results for the quarter ended June 30, 2021 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on July 23, 2021. These Results have been subjected to "Limited review" by the Statutory Central Auditors of the Bank and an unqualified review report has been issued.
- The Bank has followed the same significant accounting policies in the preparation of the quarterly financial results as those followed in the annual financial statements for the year ended March 31, 2021.
- The working results have been arrived at after considering provision for standard assets, including requirements for exposures to entities with Unhedged Foreign Currency Exposures, non-performing assets (NPAs), depreciation on investments, income-tax and other usual and necessary provisions.
- Other income includes fees earned from providing services to customers, commission from non-fund-based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), recoveries from advances written off etc.
- The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.
- The Business operations of the Bank are largely concentrated in India and for the purpose of Segment reporting, the bank is considered to operate only in domestic segment, though the bank has its operations in International Finance Service Centre (IFSC) Banking Unit in Gujarat International Finance Tec-city (GIFT). The business conducted from the same is considered as part of Indian operations.
- During the quarter ended June 30, 2021, the Bank has allotted 130,990 equity shares of ₹ 2 each, pursuant to the exercise of stock options by employees.

- 8 In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015 and RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 - 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments', Banks are required to make Pillar 3 disclosure requirements including Leverage Ratio disclosure requirements that are to be made along with the publication of Financial Results. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <https://www.federalbank.co.in/regulatory-disclosures>. These disclosures have not been subjected to audit or review by the Statutory Central Auditors of the Bank.
- 9 On account of uncertainties arising from the COVID-19 pandemic across the world and in India, including the 'second wave' which has resulted in imposition of renewed restrictions in various parts of the country, the extent to which the same will impact the Bank's operations and financial position in future will depend on various aspects including actions taken to mitigate its impact and other regulatory measures. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period. The extent to which the COVID-19 pandemic will continue to impact the Bank's results will depend on the future developments related to the situation, which are highly uncertain, as well as the outcomes of the actions to contain the same.
- 10 Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below.

(₹ in lakhs except number of accounts)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	4,025	93,514.99	-	-	9,351.50
Corporate persons	7	14,180.77	-	90.65	1,427.14
Of which, MSMEs	-	-	-	-	-
Others	92	3,951.86	-	-	395.19
<b>Total</b>	<b>4,124</b>	<b>111,647.62</b>	<b>-</b>	<b>90.65</b>	<b>11,173.83</b>

- 11 In accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework — 2.0: Resolution of Covid — 19 related stress of Individuals and Small Business", the number of borrower accounts where modifications were sanctioned and implemented and the aggregate exposure to such borrowers are as under

(₹ in lakhs except number of accounts)

No. of Accounts	13
Aggregate Exposure as on June 30, 2021	600.67

- 12 The figures for the quarter ended March 31, 2021 are the balancing figures between audited figures in respect of the financial year 2020-21 and the published year to date figures upto December 31, 2020, which were subjected to limited review.
- 13 The figures for the quarter ended June 30, 2020 were reviewed by predecessor statutory auditors.
- 14 Previous period's / year's figures have been regrouped / reclassified, where necessary to conform to current period's classification.

Kochi  
July 23, 2021

SHYAM SRINIVASAN  
MANAGING DIRECTOR & CEO  
(DIN: 02274773)



**Varma & Varma**

Chartered Accountants,  
No.53/2600, Kerala Varma Tower  
Off Kunjanbava Road,  
Vytilla,  
Kochi -682019

**Borkar & Muzumdar**

Chartered Accountants  
21/168, Anand Nagar Om Co-op  
Hsg Society, Anand Nagar Lane  
Off Nehru Road, Santacruz(East)  
Mumbai - 400 055

Limited Review Report on unaudited consolidated financial results of The Federal Bank Limited for the quarter ended 30<sup>th</sup> June 2021, pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

The Board of Directors,  
The Federal Bank Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of The Federal Bank Limited (the 'Bank') and its Subsidiaries (the Bank and its subsidiaries together referred to as 'the Group') and its share of the net profit after tax of its Associates for the quarter 30<sup>th</sup> June 2021 (the 'Statement'), attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'), except for the disclosures relating to consolidated Pillar 3 disclosure, as at 30<sup>th</sup> June 2021, including Leverage Ratio and Liquidity Coverage Ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Statement, which have not been reviewed by us.
2. The Statement is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard -25 'Interim Financial Reporting' ('AS-25'), prescribed under section 133 of the Companies Act, 2013, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (the 'RBI') from time to time (the 'RBI Guidelines'), SEBI circular CIR/CFD/FAC/62/2016 dated 5th July, 2016 (hereinafter referred to as the 'SEBI Circular'), and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. Our review primarily is conducted on the basis of review of the books of account and records of the Bank. We have also relied on the information and explanations furnished to us by the Bank and the returns as considered necessary by us for the review.
5. This Statement includes the results of the following entities:
  - a. Fedbank Financial Services Limited (Subsidiary)
  - b. Federal Operations and Services Limited (Subsidiary)
  - c. Ageas Federal Life Insurance Company Limited (Associate)
  - d. Equirus Capital Private Limited (Associate)
6. Based on our review conducted and procedures performed as stated in Paragraphs 3 and 4 above and based on the consideration of the review reports of other auditors referred to in Paragraphs 7 and 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, the RBI Guidelines, the SEBI circular and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including the manner in which it is to be disclosed, except for the disclosures relating to consolidated Pillar 3 disclosure, as at 30<sup>th</sup> June 2021, including Leverage Ratio and Liquidity Coverage Ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Statement, which have not been reviewed by us, or that it contains any material misstatement.

7. The statement of unaudited consolidated financial results includes the interim financial statements / financial information/ financial results of the two subsidiaries whose unaudited financial results reflect total revenues of Rs 19,738 Lakhs and Rs 831.22 Lakhs and total net profit after tax of Rs 1,475 Lakhs and Rs 56.60 Lakhs for the quarter ended 30<sup>th</sup> June 2021, as considered in the unaudited consolidated financial results. These interim financial statements/financial information/ financial results have been reviewed by one of the Joint auditors of the Bank, whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on their reports and the procedures performed by us as stated in Paragraphs 3 and 4 above.

Our conclusion on the Statement is not modified in respect of this matter.

8. The statement of unaudited consolidated financial results includes the Group's share of net profit after tax of Rs 239.42 Lakhs for the quarter ended 30<sup>th</sup> June 2021, as considered in the unaudited consolidated financial results in respect of one associate whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by another auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the said associate, is based solely on the report of the other auditor and the procedures performed by us as stated in Paragraphs 3 and 4 above.

Our conclusion on the Statement is not modified in respect of this matter.

9. The statement of unaudited consolidated financial results also includes the Group's share of net profit after tax of Rs 264.32 lakhs for the quarter ended 30<sup>th</sup> June 2021, as considered in the unaudited consolidated financial results in respect of one associate, based on their interim financial results which have not been reviewed/audited. According to the information and explanations given to us by the Management, these interim financial statements /financial information /financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of this matter.

10. We draw attention to Note No.10 of the accompanying Statement, regarding the impact of COVID-19 pandemic on the Bank's operations and financial position, which will depend on various uncertain aspects including actions taken to mitigate the same and other regulatory measures.

Our conclusion on the Statement is not modified in respect of this matter.

11. The review of unaudited consolidated financial results for the quarter ended 30<sup>th</sup> June 2020 included in the Statement were carried out and reported by predecessor auditors who have expressed unmodified conclusion vide review reports dated 15<sup>th</sup> July 2020, whose report has been furnished to us and which has been relied upon by us for the purpose of our review of the Statement.

Our conclusion on the Statement is not modified in respect of this matter.

For Varma & Varma  
Chartered Accountants  
FRN:004532S

For Borkar & Muzumdar  
Chartered Accountants  
FRN:101569W

Vijay Narayan Govind  
Partner  
M. No. 203094  
UDIN: 21203094AAAABS5459

Kaushal Muzumdar  
Partner  
M. No. 100938  
UDIN: 21100938AAAABE7149

Kochi-19  
23<sup>rd</sup> July 2021

Mumbai-55  
23<sup>rd</sup> July 2021

**THE FEDERAL BANK LIMITED**  
**REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101**  
**(CIN: L65191KL1931PLC000368)**  
**CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021**  
(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (Refer Note 13 below)	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	352,498	351,586	357,211	1,431,408
(a) Interest/discount on advances/bills	284,295	281,071	282,774	1,135,314
(b) Income on investments	58,463	57,110	60,654	233,829
(c) Interest on balances with Reserve Bank of India and other inter bank funds	3,662	6,619	7,067	36,816
(d) Others	6,078	6,786	6,716	25,449
2. Other income	62,279	48,057	48,331	195,786
<b>3. TOTAL INCOME (1+2)</b>	<b>414,777</b>	<b>399,643</b>	<b>405,542</b>	<b>1,627,194</b>
4. Interest expended	200,016	200,321	219,655	843,496
5. Operating expenses (i)+(ii)	98,955	106,484	89,595	389,867
(i) Employees cost	56,990	56,200	52,656	217,202
(ii) Other operating expenses	41,965	50,284	36,939	172,665
<b>6. TOTAL EXPENDITURE (4+5)</b> (excluding provisions and contingencies)	<b>298,971</b>	<b>306,805</b>	<b>309,250</b>	<b>1,233,363</b>
<b>7. OPERATING PROFIT (3-6)</b> (Profit before provisions and contingencies)	<b>115,806</b>	<b>92,838</b>	<b>96,292</b>	<b>393,831</b>
8. Provisions (other than tax) and contingencies	67,100	25,563	40,935	172,975
9. Exceptional items	-	-	-	-
<b>10. Profit from Ordinary Activities before tax (7-8-9)</b>	<b>48,706</b>	<b>67,275</b>	<b>55,357</b>	<b>220,856</b>
11. Tax expense	13,150	17,250	14,199	56,136
<b>12. Net Profit from Ordinary Activities after tax (10-11)</b>	<b>35,556</b>	<b>50,025</b>	<b>41,158</b>	<b>164,720</b>
13. Extraordinary items (net of tax expense)	-	-	-	-
<b>14. Net Profit for the period (12-13)</b>	<b>35,556</b>	<b>50,025</b>	<b>41,158</b>	<b>164,720</b>
15. Minority interest	384	567	364	1,524
16. Share in Profit of Associates	504	2,666	156	3,237
<b>17. Consolidated Net Profit of the group (14-15+16)</b>	<b>35,676</b>	<b>52,124</b>	<b>40,950</b>	<b>166,433</b>
18. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	39,926	39,923	39,875	39,923
19. Reserves excluding Revaluation Reserve				1,609,799
20. Analytical Ratios				
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%)				
Under Basel III	15.36	15.19	14.53	15.19
(iii) Earnings per Share (EPS) (in ₹)				
(a) Basic EPS (before and after extra ordinary items)	1.79*	2.61*	2.05*	8.34
(b) Diluted EPS (before and after extra ordinary items)	1.77*	2.59*	2.05*	8.31
(iv) NPA Ratios				
a) Gross NPA	479,318	464,639	371,207	464,639
b) Net NPA	171,242	160,471	152,566	160,471
c) % of Gross NPA	3.51	3.35	2.94	3.35
d) % of Net NPA	1.28	1.18	1.23	1.18
(v) Return on Assets (%)	0.17*	0.26*	0.22*	0.86

\* Not Annualised

**Segment Information@**

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2021	31.03.2021	30.06.2020	31.03.2021
	Unaudited	Audited (Refer Note 13 below)	Unaudited	Audited
<b>Segment Revenue:</b>				
Treasury	76,597	57,114	93,782	273,135
Corporate/Wholesale Banking	110,684	102,437	114,942	451,907
Retail Banking	227,496	239,848	196,818	901,908
Other Banking operations	-	-	-	-
Unallocated	-	244	-	244
<b>Total Revenue</b>	<b>414,777</b>	<b>399,643</b>	<b>405,542</b>	<b>1,627,194</b>
Less: Inter Segment Revenue	-	-	-	-
<b>Income from Operations</b>	<b>414,777</b>	<b>399,643</b>	<b>405,542</b>	<b>1,627,194</b>
<b>Segment Results (net of provisions):</b>				
Treasury	35,345	13,322	42,275	72,226
Corporate/Wholesale Banking	(2,737)	16,289	(8,038)	21,547
Retail Banking	16,098	37,420	21,122	126,839
Other Banking operations	-	-	-	-
Unallocated	-	244	(2)	244
<b>Profit before tax</b>	<b>48,706</b>	<b>67,275</b>	<b>55,357</b>	<b>220,856</b>
<b>Segment Assets</b>				
Treasury	4,566,638	4,479,657	4,197,586	4,479,657
Corporate/Wholesale Banking	7,010,074	7,083,959	6,953,817	7,083,959
Retail Banking	8,215,751	8,282,563	6,894,109	8,282,563
Other Banking operations	-	-	-	-
Unallocated	585,205	650,474	819,363	650,474
<b>Total</b>	<b>20,377,668</b>	<b>20,496,653</b>	<b>18,864,875</b>	<b>20,496,653</b>
<b>Segment Liabilities</b>				
Treasury	1,111,142	1,403,276	1,395,636	1,403,276
Corporate/Wholesale Banking	1,480,815	1,609,960	1,249,280	1,609,960
Retail Banking	15,873,983	15,611,703	14,439,516	15,611,703
Other Banking operations	-	-	-	-
Unallocated	198,806	199,818	238,354	199,818
<b>Total</b>	<b>18,664,746</b>	<b>18,824,757</b>	<b>17,322,786</b>	<b>18,824,757</b>
<b>Capital employed:</b>				
(Segment Assets - Segment Liabilities)				
Treasury	3,455,496	3,076,381	2,801,950	3,076,381
Corporate/Wholesale Banking	5,529,259	5,473,999	5,704,537	5,473,999
Retail Banking	(7,658,232)	(7,329,140)	(7,545,407)	(7,329,140)
Other Banking operations	-	-	-	-
Unallocated	386,399	450,656	581,009	450,656
<b>Total</b>	<b>1,712,922</b>	<b>1,671,896</b>	<b>1,542,089</b>	<b>1,671,896</b>

@ For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines.

**Notes:**

- The above Consolidated Unaudited Financial Results for the quarter ended June 30, 2021 were reviewed by the Audit Committee and subsequently taken on record and approved by the Board of Directors at its meeting held on July 23, 2021. These Results have been subjected to "Limited review" by the Statutory Central Auditors of the Bank and an unqualified review report has been issued.
- The Consolidated Financial Results of the Group comprise the financial results of The Federal Bank Limited and its subsidiaries viz. Fedbank Financial Services Limited & Federal Operations and Services Limited and its associates viz. Ageas Federal Life Insurance Company Limited & Equirus Capital Private Limited.
- There has been no material change in the accounting policies adopted during the quarter ended June 30, 2021 as compared to those followed for the year ended March 31, 2021.
- The working results have been arrived at after considering provision for standard assets, including requirements for exposures to entities with Unhedged Foreign Currency Exposures, non-performing assets (NPAs), depreciation on investments, income-tax and other usual and necessary provisions.
- Other income includes fees earned from providing services to customers, commission from non-fund-based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), recoveries from advances written off etc.
- The Capital Adequacy Ratio is computed on the basis of RBI guidelines applicable on the relevant reporting dates and the ratio for the corresponding previous period is not adjusted to consider the impact of subsequent changes if any, in the guidelines.
- The Business operations of the Bank are largely concentrated in India and for the purpose of Segment reporting, the bank is considered to operate only in domestic segment, though the bank has its operations in International Finance Service Centre (IFSC) Banking Unit in Gujarat International Finance Tec-city (GIFT). The business conducted from the same is considered as a part of Indian operations.

- 8 During the quarter ended June 30, 2021, the Bank has allotted 130,990 equity shares of ₹ 2 each, pursuant to the exercise of stock options by employees.
- 9 In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III Capital Regulations dated July 01, 2015 and RBI Circular DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 - 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments', Banks are required to make Pillar 3 disclosure requirements including Leverage Ratio disclosure requirements that are to be made along with the publication of Financial Results. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <https://www.federalbank.co.in/regulatory-disclosures>. These disclosures have not been subjected to audit or review by the Statutory Central Auditors of the Bank.
- 10 On account of uncertainties arising from the COVID-19 pandemic across the world and in India, including the 'second wave' which has resulted in imposition of renewed restrictions in various parts of the country, the extent to which the same will impact the Bank's operations and financial position in future will depend on various aspects including actions taken to mitigate its impact and other regulatory measures. The Bank's capital and liquidity position is strong and would continue to be the focus area for the Bank during this period. The extent to which the COVID-19 pandemic will continue to impact the Bank's results will depend on the future developments related to the situation, which are highly uncertain, as well as the outcomes of the actions to contain the same.
- 11 Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below.

(₹ in lakhs except number of accounts)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	4,025	93,514.99	-	-	9,351.50
Corporate persons	7	14,180.77	-	90.65	1,427.14
Of which, MSMEs	-	-	-	-	-
Others	92	3,951.86	-	-	395.19
<b>Total</b>	<b>4,124</b>	<b>111,647.62</b>	<b>-</b>	<b>90.65</b>	<b>11,173.83</b>

- 12 In accordance with the RBI Cir. No. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework – 2.0: Resolution of Covid – 19 related stress of Individuals and Small Business", the number of borrower accounts where modifications were sanctioned and implemented and the aggregate exposure to such borrowers are as under

(₹ in lakhs except number of accounts)

No. of Accounts	13
Aggregate Exposure as on June 30, 2021	600.67

- 13 The figures for the quarter ended March 31, 2021 are the balancing figures between audited figures in respect of the financial year 2020-21 and the published year to date figures upto December 31, 2020, which were subjected to limited review.
- 14 The figures for the quarter ended June 30, 2020 were reviewed by predecessor statutory auditors.
- 15 Previous period's / year's figures have been regrouped / reclassified, where necessary to conform to current period's classification.

Kochi  
July 23, 2021

SHYAM SRINIVASAN  
MANAGING DIRECTOR & CEO  
(DIN: 02274773)