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Ref. No.: ISC/256/ 2021-22

Date: 28.10.2021

<p>The Vice President National Stock Exchange of India Limited "Exchange Plaza", Bandra Kurla Complex, Bandra East, Mumbai - 400 051.</p> <p>NSE Symbol : INDIANB</p>	<p>The Vice President BSE Limited Phiroze Jeejibhai Towers Dalal Street, Mumbai - 400 001.</p> <p>Scrip Code: 532814</p>
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Dear Sir/Madam,

Subject: Press release on Unaudited / Reviewed Financial Results of the Bank for the Second Quarter and Half Year of FY 2021-22 ended on September 30, 2021

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing a copy of press release on Unaudited/Reviewed Financial Results of the Bank for the Second Quarter and Half Year of FY 2021-22 ended on September 30, 2021.

This is for your information, record and dissemination please.

Yours faithfully,



(Dina Nath Kumar)
AGM & Company Secretary

Encl: a/a.

**Indian Bank announces results for Q2FY22 and H1FY22
Quarterly Operating Profit up by 11% YoY, Net Profit at ₹1089 Cr**

The Board of Directors of Indian Bank approved the Balance Sheet and Profit & Loss for Q2FY22 and H1FY22 at their meeting held on 28 October 2021 at Chennai

Highlights-Q2FY22

- **Operating profit up by 11% at ₹3276 Cr**
- **Net Profit up by 164% YoY at ₹1089 Cr**
- **Deposit increased by 10% YoY**
- **CASA grew by 8%, CA YoY growth 14%, SB YoY growth 8%. CASA ratio maintained at 41%**
- **Advances increased by 5% YoY**
- **Retail, Agri, MSME advances grew by 14%, 16% and 8 % respectively. RAM sector grew by 13%. RAM contribution to domestic advances is 60%.**
- **GNPA decreased by 13 bps on QoQ basis, NNPA reduced by 21 bps to 3.26 % from 3.47 % QoQ.**
- **Capital Adequacy Ratio at 15.88%. CET improved by 11 bps from 11.57% to 11.68% QoQ. Tier I improved by 12bps from 12.22% to 12.34% QoQ**

Profitability: Q2 FY22

Operating Profit and Net Profit

- The Bank's **Operating Profit** has registered a growth of **11% YoY** to **₹3276 Cr** for Q2FY22 as against **₹2942 Cr** for Q2FY21.
- The Bank's **Net Profit** for the quarter grew by **164% YoY** to **₹1089 Cr** from **₹412 Cr** in Q2FY21.



- For the Half year ended September 21 Operating Profit at ₹6691 Cr grew by 17 % and Net Profit at ₹2271 crore recorded a growth of 191%.

Net Interest Income and Net Interest Margin

- The Bank's **Net Interest Income (NII)** declined by 1% YoY to ₹4084 Cr in Q2FY22 from ₹4144 Cr in Q2FY21. On QoQ sequential basis it grew by 2%.
- **Net Interest Margin (NIM) (Domestic)** improved by 4 basis points (bps) on QoQ sequential basis. It stood at 2.89% for Q2FY22 as against 3.06% for Q2FY21.
- **Net Revenues** (Net interest income plus other income) for Q2FY22 grew by 6% to ₹6050 Cr from ₹5702 Cr for Q2FY21. It was ₹5815 Cr in previous quarter.

Non-Interest Income

- **Non- Interest Income** for Q2FY22 up by 26% YoY and 8% QoQ. It stood at ₹1966 Cr as against ₹1558 Cr in Q2FY21 on account of increase in recovery of bad debts (450%) and Forex income (42%).

Ratios

- **Return on Equity (RoE)** for Q2FY22 was 13.31% as against 5.88% as on Q2FY21.
- **Return on Average Assets (RoA)** was at 0.69% for Q2FY22 as against 0.28% in Q2FY21. There is an improvement of 41 basis points from the corresponding quarter of the previous financial year.
- **Cost-to-Income Ratio** stood at 45.85% in Q2FY22 as against 48.41% in Q2FY21 and 41.26% in Q1FY22. Due to higher contribution for employees, the ratio increased on QoQ basis.

Provisions and contingencies

- **Provisions & Contingencies** for Q2FY22 were at ₹2187 Cr as against ₹2530 Cr for the corresponding quarter of previous year and ₹2234 Cr in Q1FY22.

Operating Expenses

- **Operating Expenses** increased by 1% to ₹2774 Cr in Q2FY22 as against ₹2760 Cr in the corresponding quarter of FY21.
- In Operating expenses there was growth of 1% YoY sequentially due to provisioning on account of pension.

Assets and Liabilities

- **Advances** grew by 5% to ₹385730 Cr in Q2FY22 from ₹365896 Cr a year ago, primarily driven by growth in RAM sector (13%) of which growth in Retail, Agriculture and MSME was 14%, 16% and 8% respectively.
- **The Bank has focused on capital light growth in credit.**



- **Total Deposits** grew by **10% YoY** and **2% QoQ** and stood at **₹551472 Cr** in Sep'21 as against **₹501956 Cr** in Sep'20.
- **CASA Deposits** grew by **8% YoY** and by **2% QoQ** and touched **₹225309 Cr** in Q2FY22. Share of CASA to Total Deposits stood at **41%** in Q2FY22. Current account deposits grew by **14%** and Savings account deposits by **8% YoY** in Q2FY22.
- **Total Business** recorded YoY growth of **8%** reaching the level of **₹937202 Cr** in Sep'21 as against **₹867852 Cr** in Sep'20. On a sequential QoQ basis it increased by **1%**.
- **Priority Sector portfolio** increased to **₹141906 Cr** in Sep'21 from **₹138244 Cr** in same quarter of the previous year. Priority sector advances as a percentage of ANBC stood at **44%** as against the regulatory requirement of **40%**.
- **RAM constitutes 60% of the total advances.**

Capital Adequacy

- For Q2FY22, Bank's total Capital Adequacy Ratio (CRAR) was at **15.88%**, increased by **224 bps YoY**. On a sequential quarter basis, it decreased by **4 bps** from **15.92%** in Q1FY22 due to call up option exercised by Bank for Tier II Bond.
- Tier-I CRAR was at **12.34%** in Q2FY22 against **10.74%** in Q2FY21, up by **160 bps YoY**. On a sequential quarter basis, it increased by **12 bps** from **12.22%** in Q1FY22.

Asset Quality

- **GNPA** was at **9.56%** of Gross Advances as on Sep'21 brought down by **33 bps YoY** and **13 bps QoQ**.
- The **Net NPA** ratio stood at **3.26%** at 30th Sep'21 as against **2.96%** in Sep'20. It was at **3.47%** on 30th Jun'21.
- Fresh slippages were lesser at **₹3952 Cr** compared to **₹4204 Cr** in Q1.
- Cash recovery was higher at **₹831 Cr** during Q2 and AUC recovery was higher at **₹775 Cr** compared to Q1. Fresh slippage was high due to Corporate loans and crop loans.

Focus areas

Banks mantra is "**Customer Centric Digitisation and Increased Earnings**". **Focus areas continue to be improving CASA, Quality advances, increase in Fee based income, improving collection efficiency, Recovery of NPAs and digitization.**

Collective conviction, zeal and enthusiasm of team Indian Bank will ensure the 'Quality Growth' and 'Enhanced Profitability'.



Key Summary of Q2FY22 results

	Q2FY21	Q1FY22	Q2FY22	QoQ%	YoY%	H1FY21	H1FY22	YoY%
Earnings & Profit								
Interest Income	10057	9623	9476	-2	-6	20177	19098	-5
Interest Expenses	5913	5629	5391	-4	-9	12159	11020	-9
Net Interest Income	4144	3994	4084	2	-1	8018	8078	1
NIM % Domestic	3.06	2.85	2.89	4 bps	-17 bps	2.97	2.87	-10 bps
Non-Interest Income	1558	1821	1966	8	26	2925	3787	29
Operating Profit	2942	3416	3276	-4	11	5735	6691	17
Loan loss provisions	1880	1747	2216	27	18	3710	3962	7
Net Profit	412	1182	1089	-8	164	782	2271	191

In Rs Cr	Q2FY21	Q1FY22	Q2FY22	QoQ%	YoY%
Balance Sheet					
Gross Advances (Global)	365896	389626	385730	-1	5
Domestic Corporate	155926	159011	148007	-7	-5
Domestic RAM	200701	218730	226501	4	13
Of which: Home Loans	39548	40995	43138	5	9
Deposits(Global)	501956	540082	551472	2	10
Domestic CASA	207048	220109	224544	2	8
Domestic Term Deposits	286855	311267	318011	2	11
CASA ratio % (Global)	41	41	41		
Gross NPA	36198	37759	36886	-2	2
Net NPA	10053	12653	11749	-7	17
Slippages during the quarter	249	4204	3952	-6	1487

Ratios %	Q2FY21	Q1FY22	Q2FY22	QoQ bps	YoY bps
Asset Quality					
GNPA	9.89	9.69	9.56	-13	-33
NNPA	2.96	3.47	3.26	-21	30
PCR (with AUC)	84.39	82.00	83.32	132	-107
PCR (without AUC)	72.23	66.49	68.15	166	-408

Ratio %	Q2FY21	Q1FY22	Q2FY22	QoQ bps	YoY bps
Capital Ratios					
CET -I	10.57	11.57	11.68	11	111
Tier -1	10.74	12.22	12.34	12	160
CAR	13.64	15.92	15.88	-4	224

