



## PRESS RELEASE

### INDIAN BANK'S NET PROFIT AND NIM MOVES UP

The Board of Directors of Indian Bank have adopted the Balance Sheet and Profit & Loss account for the first half of the financial year 2014-15 at its meeting held on November 6, 2014.

Shri. T.M. Bhasin, Chairman and Managing Director informed that Operating Profit and Net profit of the Bank stood at ₹765 crore and ₹314 crore respectively in Q2 of FY 2014-15 recording a q-o-q growth of 20 per cent and 52 per cent respectively. Indian Bank has witnessed 9 per cent higher earnings from Interest Income on Loans and Advances and the Other Income has recorded a q-o-q growth of 50 per cent.

During Q2, Net Interest Income increased by about 10%, Net Interest Margin (NIM) improved by 23 bps to 2.67%, EPS increased from Rs.17.83 to Rs.27.05 and Book Value per share increased from Rs.252.61 to Rs.259.38. The cost of deposits declined by 2 bps and Yield on Advances increased by 13 bps. Return on Assets has also increased by 24 bps. Thus there is a satisfactory all round improvement during the current quarter compared to previous quarter

Regarding Asset Quality, Shri. Bhasin highlighted the robust NPA recovery of ₹241 crore made by the bank in this quarter as against ₹154 crore in Q1 of FY 2014-15 and ₹174 crore in Q2 of FY 2013-14. Gross NPAs to Gross Advances ratio and Net NPAs to Net Advances ratio stood at 4.21 per cent and 2.55 per cent respectively as at end-September 2014. Provision Coverage Ratio was at 57.41 per cent as on September 30, 2014.

Net worth of the Bank has improved to ₹12,057 crore from ₹11,462 crore in September 2013, the Chairman stated. The Capital Adequacy Ratio as per Basel III improved to 13.05 per cent for end-September 2014. Taking into account the plough back of profits in H1, the CRAR improves to 13.54 per cent, out of which, CET I capital stands at 11.05 per cent

Extending its *pan India* presence, the Bank during the quarter opened 110 branches and 131 ATMs taking the total distribution network to 2380 branches and 2189 ATMs. The Bank also has 86 biometric ATMs and 2 e-banking lounges at Alwarpet, Chennai and ISB, Mohali campus.

The Bank has overseas presence in Singapore, Colombo and Jaffna.

The total Business of the Bank recorded a year-on-year (y-o-y) growth of 7.70 per cent to reach ₹2,84,080 crore. During the half year, Bank has shed high cost deposits to the tune of ₹9800 crore and accordingly, total deposits stood at ₹1,64,982 crore, registering a growth of 8.05 per cent. The Core Deposits of the Bank stood at ₹1,47,711 crore recording a growth of 15.15 per

cent. CASA Deposits grew by 12 per cent and its share improved to 28.79 per cent from 28.01 per cent as on September 2013. Gross Advances of the Bank grew at 7.23 per cent to ₹1,19,099 crore.

**PERFORMANCE UNDER PRADHAN MANTRI JAN-DHAN YOJANA (PMJDY):**

- ❖ Indian Bank has opened 17.58 lakh BSBD Accounts under PMJDY with 16.87 lakhs Rupay cards as on date.

**PMJDY IN UT OF PUDUCHERRY:**

- ❖ Puducherry where Indian Bank has SLBC responsibility is the first state to complete opening of SB Accounts for all households under PMJDY.

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**Chennai  
November 6, 2014**

HALFYEAR FY 2014-15 PR