

# Indian Bank Q3 net up 7.3% on credit, deposit growth

**KEY DRIVER.** Lender reports 16.7% increase in retail, agriculture and MSME advances

## Our Bureau

Chennai

Public sector lender Indian Bank reported a 7.3 per cent growth in net profit at ₹3,061 crore in the quarter ended December 2025 (Q3FY26) driven by growth in Retail, Agri, and MSME (RAM) advances and deposits growth. Net Interest Income increased 7.5 per cent year-on-year to ₹6,896 crore.

“We have been able to contain cost of deposits, and also maintain yield on advances up to 8 basis point down, so that has helped in profitability. Besides, CASA balances also remained good and CASA year-on-year growth is also around 10 per cent,” Binod Kumar, Managing Director and Chief Executive Officer, Indian Bank, said.

Among various measures for deposit mobilisation and CASA growth, Kumar said that they have provided fintech solutions to 22 various State government departments, which has helped in maintaining float.

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**BINOD KUMAR**

MD and CEO, Indian Bank



## Scorecard (in ₹ crore)

	Q3FY26	Q3FY25	Growth %
Net profit	3,061	2,852	7.3
Total advances	6,38,848	5,59,199	14.2
Total deposits	7,90,923	7,02,282	12.6
GNPA %	2.23	3.26	-103 bps
NNPA %	0.15	0.21	-6 bps

“Further, in this one quarter, we have opened 80,000 salary accounts,” Kumar said.

### RAM ADVANCES

Total deposits increased 12.6 per cent to ₹7,90,923 crore in Q3FY26 as against ₹7,02,282 crore in Q3FY25.

Domestic CASA ratio stood at 39.08 per cent as on

December 31, 2025.

RAM advances grew 16.7 per cent to ₹3,90,459 crore in Q3FY26. RAM contributes 66.1 per cent of gross domestic advances. Within RAM, retail advances grew the fastest at 18.5 per cent, led by housing and vehicle loans uptick in the quarter, the bank said. The bank also sanctioned more than two

lakh MSME accounts in Q3FY26.

“Corporate credit grew 8.4 per cent this quarter, and we are seeing traction particularly in sectors such as EVs, solar panel manufacturing, solar power plant, solar battery manufacturing and solar cell manufacturing among others,” Kumar said. Data centres and warehouses are also seeing good demand, he added.

The MD and CEO also said the bank has exceeded its guidance for the fiscal year across all parameters such as deposits, advances, and NIM, and hence will likely close the fiscal year 2026 outperforming its own guidance.

The bank also improved its asset quality as Gross Non Performing Assets (GNPA) decreased 103 bps to 2.23 per cent in Q3FY26 ( 3.26 per cent).

Net NPA (NNPA) reduced 6 bps to 0.15 per cent.

The shares of Indian Bank closed the trading day at ₹897, up 5.7 per cent on the BSE.