

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

Dear Madam/ Sir,

Sub: Outcome of the Board Meeting held on October 16, 2023 - Unaudited Financial Results for the quarter and half year ended September 30, 2023

Pursuant to Regulation 30, 33, 52 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 and half year ended September 30, 2023 (both standalone and consolidated) along with Limited Review Report issued by the Joint 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.

The Board Meeting commenced at 11:00 am and concluded at 12.35 pm.

The above information is also being hosted on the Bank's website, www.federalbank.co.in as per the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Kindly take the same on record.

Yours faithfully,

For The Federal Bank Limited

Samir P Rajdev
Company Secretary

Encl: as above

M S K A & Associates
602, Floor 6, Raheja Titanium
Western Express Highway, Geetanjali,
Railway Colony, Ram Nagar, Goregaon (E),
Mumbai 400 063.

Suri & Co
Guna Complex, No.443 & 445,
4th Floor Main Building,
Anna Salai, Teynampet,
Chennai 600 018.

Independent Auditor's Review Report on standalone unaudited financial results for the quarter and half year ended September 30, 2023 of The Federal Bank Limited pursuant to the Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The Board of Directors of
The Federal Bank Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results of The Federal Bank Limited ('the Bank') for the quarter and half year ended September 30, 2023 (the 'Statement') attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended ('the Regulations') except, for the disclosures relating to Pillar 3 as at September 30, 2023, including leverage ratio, liquidity coverage ratio and net stable funding 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 Note 8 to the Statement and have not been reviewed by us.
2. This Statement, which is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors, 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 read with relevant rules issued thereunder, in so far as they apply to the Banks, 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 ('RBI Guidelines'), other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing under section 143(10) of the Companies Act 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in AS 25, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, the RBI Guidelines and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed or that it contains material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters, except for the disclosures relating to Pillar 3 disclosures as at September 30, 2023, including leverage ratio, liquidity coverage ratio and net stable funding 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 Note 8 to the Statement and have not been reviewed by us.



5. The Statement includes the standalone financial results of the Bank for the quarter ended June 30, 2023 and corresponding quarter and half year ended September 30, 2022, which were reviewed by another auditors whose report dated July 13, 2023 and October 14, 2022 respectively, expressed an unmodified conclusion on those standalone financial results. The Statement also includes the standalone financial statements of the Bank for the year ended March 31, 2023 which were audited by another auditors whose report dated May 05, 2023 expressed an unmodified opinion on the standalone financial statements.

Our conclusion is not modified in respect of this matter.

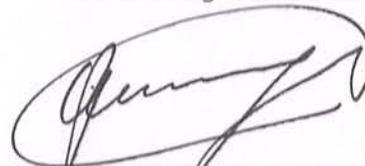
For M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W

For Suri & Co
Chartered Accountants
ICAI Firm Registration Number: 0042835


Swapnil Kale
Partner

Membership Number: 117812
UDIN: 23117812BGXRCG7931

Kochi
October 16, 2023



G. Rengarajan
Partner
Membership Number: 219922
UDIN: 23219922BGWKLY5781

Kochi
October 16, 2023

THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2023

(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	545,528	502,453	402,078	1,047,981	764,964	1,680,363
(a) Interest/discount on advances/bills	435,548	403,958	322,272	839,506	610,954	1,349,184
(b) Income on investments	89,397	81,486	66,737	170,883	129,686	279,557
(c) Interest on balances with Reserve Bank of India and other inter bank funds	9,028	7,093	6,017	16,121	10,497	20,625
(d) Others	11,555	9,916	7,052	21,471	13,827	30,997
2. Other income	73,042	73,241	60,952	146,283	106,214	233,000
3. TOTAL INCOME (1+2)	618,570	575,694	463,030	1,194,264	871,178	1,913,363
4. Interest expended	339,886	310,594	225,895	650,480	428,330	957,147
5. Operating expenses (i)+(ii)	146,239	134,865	115,911	281,104	224,287	476,777
(i) Employees cost	62,631	61,674	51,563	124,305	101,495	217,300
(ii) Other operating expenses	83,608	73,191	64,348	156,799	122,792	259,477
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	486,125	445,459	341,806	931,584	652,617	1,433,924
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	132,445	130,235	121,224	262,680	218,561	479,439
8. Provisions (other than tax) and contingencies	4,390	15,558	26,786	19,948	43,454	74,989
9. Exceptional items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	128,055	114,677	94,438	242,732	175,107	404,450
11. Tax expense	32,673	29,303	24,067	61,976	44,670	103,391
12. Net Profit from Ordinary Activities after tax (10-11)	95,382	85,374	70,371	180,756	130,437	301,059
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	95,382	85,374	70,371	180,756	130,437	301,059
15. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	47,032	42,360	42,191	47,032	42,191	42,324
16. Reserves excluding Revaluation Reserve						2,107,799
17. Analytical Ratios and Other Disclosures:						
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%) Under Basel III	15.50	14.28	13.84	15.50	13.84	14.81
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extraordinary items)	4.17*	4.03*	3.34*	8.20*	6.20*	14.27
(b) Diluted EPS (before and after extraordinary items)	4.12*	3.98*	3.31*	8.10*	6.14*	14.13
(iv) NPA Ratios						
a) Gross NPA	443,605	443,477	403,106	443,605	403,106	418,377
b) Net NPA	122,981	127,459	126,235	122,981	126,235	120,501
c) % of Gross NPA	2.26	2.38	2.46	2.26	2.46	2.36
d) % of Net NPA	0.64	0.69	0.78	0.64	0.78	0.69
(v) Return on Assets (%)	0.34*	0.32*	0.30*	0.66*	0.58*	1.28
(vi) Net Worth	2,603,207	2,224,775	1,961,782	2,603,207	1,961,782	2,141,949
(vii) Outstanding Redeemable Preference Shares	NIL	NIL	NIL	NIL	NIL	NIL
(viii) Capital Redemption Reserve	NIL	NIL	NIL	NIL	NIL	NIL
(ix) Debenture Redemption Reserve	NIL	NIL	NIL	NIL	NIL	NIL
(x) Debt - Equity Ratio #	0.74	0.95	1.04	0.74	1.04	0.90
(xi) Total Debts to Total Assets #	6.67%	7.72%	8.61%	6.67%	8.61%	7.42%
(xii) Operating Margin	21.41%	22.62%	26.18%	22.00%	25.09%	25.06%
(xiii) Net Profit Margin	15.42%	14.83%	15.20%	15.14%	14.97%	15.73%

* Not Annualised

Debt and Total Debts represents Total Borrowings of the Bank



Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue:						
Treasury	88,824	77,243	67,069	166,067	121,933	253,996
Corporate/Wholesale Banking	181,524	164,245	123,736	345,769	231,494	524,048
Retail Banking	342,915	331,117	268,416	674,032	511,777	1,120,482
a) Digital Banking	36,622	30,340	22,729	66,962	40,028	90,354
b) Other Retail Banking	306,293	300,777	245,687	607,070	471,749	1,030,128
Other Banking operations	5,204	2,949	3,630	8,153	5,753	14,350
Unallocated	103	140	179	243	221	487
Total Revenue	618,570	575,694	463,030	1,194,264	871,178	1,913,363
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	618,570	575,694	463,030	1,194,264	871,178	1,913,363
Segment Results (net of provisions):						
Treasury	16,790	11,255	18,469	28,045	31,049	50,577
Corporate/Wholesale Banking	44,512	40,024	14,850	84,536	29,355	95,399
Retail Banking	62,228	60,751	57,855	122,979	109,592	245,789
a) Digital Banking	4,680	3,520	3,203	8,200	2,795	11,359
b) Other Retail Banking	57,548	57,231	54,652	114,779	106,797	234,430
Other Banking operations	4,423	2,507	3,085	6,930	4,890	12,198
Unallocated	102	140	179	242	221	487
Profit before tax	128,055	114,677	94,438	242,732	175,107	404,450
Segment Assets:						
Treasury	5,746,602	5,544,511	4,388,999	5,746,602	4,388,999	5,230,629
Corporate/Wholesale Banking	10,593,983	9,895,207	8,970,342	10,593,983	8,970,342	9,699,651
Retail Banking	11,679,738	11,269,975	9,572,293	11,679,738	9,572,293	10,441,427
a) Digital Banking	554,182	482,219	269,151	554,182	269,151	416,592
b) Other Retail Banking	11,125,556	10,787,756	9,303,142	11,125,556	9,303,142	10,024,835
Other Banking operations	-	-	-	-	-	-
Unallocated	722,279	709,865	779,609	722,279	779,609	662,476
Total	28,742,602	27,419,558	23,711,243	28,742,602	23,711,243	26,034,183
Segment Liabilities:						
Treasury	2,966,715	3,091,221	2,274,543	2,966,715	2,274,543	2,913,818
Corporate/Wholesale Banking	2,969,197	2,625,089	1,985,235	2,969,197	1,985,235	2,424,409
Retail Banking	19,883,203	19,151,679	17,110,829	19,883,203	17,110,829	18,277,723
a) Digital Banking	1,371,578	1,274,681	890,517	1,371,578	890,517	1,203,720
b) Other Retail Banking	18,511,625	17,876,998	16,220,312	18,511,625	16,220,312	17,074,003
Other Banking operations	-	-	-	-	-	-
Unallocated	311,604	314,055	365,759	311,604	365,759	267,609
Total	26,130,719	25,182,044	21,736,366	26,130,719	21,736,366	23,883,559
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	2,779,887	2,453,290	2,114,456	2,779,887	2,114,456	2,316,811
Corporate/Wholesale Banking	7,624,786	7,270,118	6,985,107	7,624,786	6,985,107	7,275,242
Retail Banking	(8,203,465)	(7,881,704)	(7,538,536)	(8,203,465)	(7,538,536)	(7,836,296)
a) Digital Banking	(817,396)	(792,462)	(621,366)	(817,396)	(621,366)	(787,128)
b) Other Retail Banking	(7,386,069)	(7,089,242)	(6,917,170)	(7,386,069)	(6,917,170)	(7,049,168)
Other Banking operations	-	-	-	-	-	-
Unallocated	410,675	395,810	413,850	410,675	413,850	394,867
Total	2,611,883	2,237,514	1,974,877	2,611,883	1,974,877	2,150,624

@ 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.

As per the RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022 on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment Reporting', 'Digital Banking' has been identified as a sub-segment of the existing 'Retail Banking' segment by Reserve Bank of India (RBI). Accordingly the bank has disclosed the business involving digital banking products acquired by DBU, together with existing digital banking products, under the Digital Banking segment.

The business operations of the Bank are substantially concentrated in India and for the purpose of Segment Reporting as per Accounting Standard-17, the bank is considered to operate only in domestic segment.

Statement of Assets and Liabilities of the Bank as at September 30, 2023 is given below:

Particulars	(₹ in Lakhs)		
	As at	As at	As at
	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Audited
CAPITAL AND LIABILITIES			
Capital	47,032	42,191	42,324
Reserves and Surplus	2,564,851	1,932,686	2,108,300
Deposits	23,286,843	18,914,571	21,338,604
Borrowings	1,918,084	2,041,318	1,931,928
Other Liabilities and Provisions	925,792	780,477	613,027
Total	28,742,602	23,711,243	26,034,183
ASSETS			
Cash and Balances with Reserve Bank of India	1,500,131	1,265,431	1,259,085
Balance with Banks and Money at Call and Short Notice	498,462	233,946	509,783
Investments	5,516,914	4,357,131	4,898,335
Advances	19,281,669	16,124,032	17,444,688
Fixed Assets	93,754	71,693	93,397
Other Assets	1,851,672	1,659,010	1,828,895
Total	28,742,602	23,711,243	26,034,183



Notes:

- The above Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2023 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 16, 2023. These results have been subjected to limited review by the Joint Statutory Auditors of the Bank and an unqualified review report has been issued.
- The Bank has consistently applied its significant accounting policies in the preparation of the interim financial results as those followed in the annual financial statements for the year ended March 31, 2023.
- The financial results have been arrived at after considering provision for standard assets (including requirements for exposures to entities with unhedged foreign currency exposures), provision for Non-Performing Assets (NPAs), provision for non-performing investments, provision for 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), profit / loss on revaluation of investments, dividend received from subsidiaries / associates, 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.
- During the quarter and half year ended September 30, 2023, the Bank has allotted 3,098,755 and 4,913,875 equity shares of ₹ 2 each respectively, pursuant to the exercise of stock options by employees.
- During the quarter and half year September 30, 2023, the Bank has issued 230,477,634 equity shares of ₹ 2 each for cash pursuant to a Qualified Institution Placement (QIP) as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 at ₹ 131.90 per share aggregating to ₹ 304,000.00 Lakhs (including share premium). This resulted in an increase of ₹ 4,609.55 Lakhs in Share Capital and ₹ 295,416.80 Lakhs (net of issue expenses) in Share premium account.
- As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III framework. 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 Joint Statutory Auditors of the Bank.
- Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) are given below:

(₹ in Lakhs)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half year ended March 31, 2023 (A) ⁽¹⁾	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year ⁽²⁾	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year ended September 30, 2023 ^{(1),(3)}
Personal Loans	171,125.31	10,550.34	-	14,932.29	146,913.60
Corporate persons	18,780.68	170.67	-	4,836.81	13,902.19
Of which, MSMEs	-	-	-	-	-
Others	26,890.61	1,145.23	-	3,771.09	22,325.98
Total	216,796.60	11,866.24	-	23,540.19	183,141.77

1. Excludes other facilities to the borrowers which have not been restructured.

2. Represents net movement in balance outstanding.

3. Includes accounts which were classified as NPA earlier and subsequently upgraded to standard during the half year ended September 30, 2023.

- Disclosures as per 'Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021' dated September 24, 2021 for the loans transferred / acquired during the half year ended September 30, 2023 are given below:

i) Details of loans not in default acquired through assignment during the half year ended September 30, 2023 are given below:

Particulars	Value
Aggregate amount of loans acquired (₹ in lakhs)	91,253.22
Weighted average residual maturity (in years)	9.15
Weighted average holding period by originator (in years)	1.35
Retention of beneficial economic interest by the originator (₹ in lakhs)	10,139.25
Tangible security coverage	172.30%

The loans acquired are not rated as the same are to non-corporate borrowers.



ii) Details of non-performing assets (NPAs) transferred are given below:

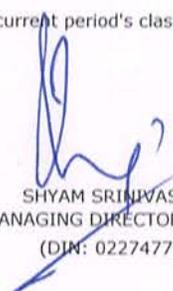
Particulars	₹ in lakhs except number of accounts		
	To ARCs	To Permitted Transferees	To other Transferees
Number of accounts	6	-	-
Aggregate principal outstanding of loans transferred	1,824.09	-	-
Weighted average residual tenor of the loans transferred (in years)	1.83	-	-
Net book value of loans transferred (at the time of transfer)	167.77	-	-
Aggregate consideration	1,200.00	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-
Provisions reversed to the profit and loss account on account of sale of stressed loans	492.29	-	-

iii) During the half year ended September 30, 2023, the Bank has not acquired any stressed loans and not transferred any loan not in default / Special Mention Accounts (SMA).

iv) During the half year ended September 30, 2023, the Bank has invested ₹510.00 lakhs in Security Receipts (SR) issued by an Asset Reconstruction Company (ARC) pursuant to transfer of Non-Performing asset to ARC, which is unrated.

- 11 On October 11, 2023, the Bank has issued 72,682,048 equity shares of ₹ 2 each for cash pursuant to a Preferential Allotment as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 at ₹131.91 per share aggregating to ₹ 95,874.89 Lakhs (including share premium).
- 12 The figures for the quarter ended June 30, 2023, quarter and half year ended September 30, 2022 and year ended March 31, 2023 were reviewed / audited by previous Joint Statutory Auditors.
- 13 Previous period's figures have been regrouped / reclassified, wherever necessary to conform to current period's classification.

Kochi
October 16, 2023


SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)



THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)

STANDALONE UNAUDITED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

(₹ in Lakhs)

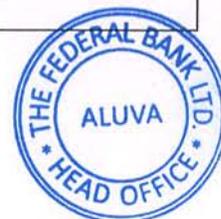
Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022
Cash Flow from Operating Activities		
Net Profit Before Taxes	242,732	175,107
Adjustments for:		
Depreciation on Bank's Property	10,366	7,423
Provision / Depreciation on Investments	(1,958)	1,537
Amortisation of Premium on Held to Maturity Investments	8,645	8,687
Provision / Charge for Non Performing Advances	24,250	35,500
Provision for Standard Assets and Contingencies	(3,900)	8,104
(Profit)/Loss on Sale of Fixed Assets (net)	(156)	(5)
Dividend From Subsidiaries / Associates	(1,525)	(771)
Employees Stock Option Expense	74	50
	278,528	235,632
Adjustments for working capital changes:-		
(Increase)/ Decrease in Investments [excluding Held to Maturity Investments]	(236,878)	50,081
(Increase)/ Decrease in Advances	(1,861,231)	(1,666,700)
(Increase)/ Decrease in Other Assets	(19,714)	(140,188)
Increase/ (Decrease) in Deposits	1,948,239	744,512
Increase/ (Decrease) in Other Liabilities and Provisions	316,666	266,496
	147,082	(745,799)
Direct taxes paid (net)	(65,039)	(44,069)
Net Cash Flow from / (Used in) Operating Activities	360,571	(554,236)
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(10,795)	(15,820)
Proceeds from Sale of Fixed Assets	227	103
Dividend From Subsidiaries / Associates	1,525	771
(Increase)/ Decrease in Held to Maturity Investments	(388,388)	(499,489)
Net Cash generated / (Used in) Investing Activities	(397,431)	(514,435)
Cash Flow from Financing Activities		
Proceeds from Issue of Share Capital	4,708	140
Proceeds from Share Premium (Net of Share Issue Expenses)	299,486	4,011
Proceeds from Issue of Subordinate Debt	-	-
Increase/(Decrease) in Borrowings (Excluding Subordinate Debt)	(13,845)	502,006
Dividend Paid	(23,491)	(37,866)
Net Cash generated from Financing Activities	266,858	468,291
Effect of Exchange Fluctuation on Translation Reserve	(273)	(1,278)
Net Increase / (Decrease) in Cash and Cash Equivalents	229,725	(601,658)
Cash and Cash Equivalents at the beginning of the period	1,768,868	2,101,035
Cash and Cash Equivalents at the end of the period	1,998,593	1,499,377

Note:

Cash and Cash Equivalents comprise of Cash in hand (including foreign currency notes), Balances with Reserve Bank of India, Balances with banks and money at call and short notice.

Kochi
October 16, 2023

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)



Independent Auditor's Review Report on consolidated unaudited financial results for the quarter and half year ended September 30, 2023 of The Federal Bank Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The Board of Directors of
The Federal Bank Limited

1. We have reviewed the accompanying statement of consolidated unaudited 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 and half year ended September 30, 2023 ('the Statement'), being submitted by the Bank pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations') except, for the disclosures relating to consolidated Pillar 3 as at September 30, 2023, including leverage ratio, liquidity coverage ratio and net stable funding 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 Note 7 to the Statement and have not been reviewed by us.
2. This Statement, which is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors, 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, read with relevant rules issued thereunder, in so far as they apply to the Banks, 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') and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 Regulations, to the extent applicable.

4. The Statement includes the financial results / financial information of the Bank and the following entities:

Sr. No	Name of the Entity	Relationship with the Bank
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



5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of the other auditor referred to in paragraph 6 below and based on the financial information certified by the Management for the subsidiary and the associates as stated in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in AS 25 prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, RBI Guidelines and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, 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 RBI in respect of income recognition, asset classification, provisioning and other related matters except, for the disclosures relating to consolidated Pillar 3 disclosure as at September 30, 2023, including leverage ratio, liquidity coverage ratio and net stable funding 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 Note 7 to the Consolidated Statement and have not been reviewed by us.
6. We did not review the interim financial results of one subsidiary included in the Statement, whose interim financial results reflect total assets of Rs. 2,940.31 lakhs as at September 30, 2023 and total revenues of Rs. 1,906.56 lakhs and Rs. 3,692.30 lakhs and total net profit after tax of Rs. 142.58 lakhs and Rs. 279.58 lakhs for the quarter and half year ended September 30, 2023, respectively, and net cash flows of Rs. (505.62) lakhs for the half year ended September 30, 2023, as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management of the Bank 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 the reports of the other auditors.

Our conclusion is not modified in respect of the above matter.

7. The Statement includes the interim financial information of one subsidiary which have not been reviewed by their auditor, whose interim financial information reflect total assets of Rs. 10,01,246 lakhs as at September 30, 2023 and total revenues of Rs. 39,415 lakhs and Rs. 76,721 lakhs and total net profit after tax of Rs. 4,540 lakhs and Rs. 9,683 lakhs for the quarter and half year ended September 30, 2023, respectively, and net cash flows of Rs. 46,042 lakhs for the half year ended September 30, 2023, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of Rs. 654.63 lakhs and Rs. 870.57 lakhs for the quarter and half year ended September 30, 2023 respectively, as considered in the Statement, in respect of two associates, based on their interim financial information which have not been reviewed by their auditors. These interim financial information 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 associates is based solely on such management prepared unaudited interim financial information. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of the above matter.



8. The Statement includes the consolidated financial results of the Bank for the quarter ended June 30, 2023 and corresponding quarter and half year ended September 30, 2022, which were reviewed by another auditors whose report dated July 13, 2023 and October 14, 2022 respectively, expressed an unmodified conclusion on those consolidated financial results. The Statement also includes the consolidated financial statements of the Bank for the year ended March 31, 2023 which were audited by another auditors whose report dated May 05, 2023 expressed an unmodified opinion on the consolidated financial statements.

Our conclusion is not modified in respect of the above matter.

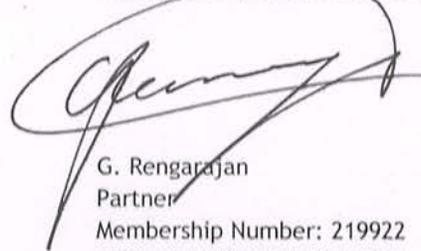
For M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W



Swapnil Kale
Partner
Membership Number: 117812
UDIN: 23117812BGXRCF4558

Kochi
October 16, 2023

For Suri & Co
Chartered Accountants
ICAI Firm Registration Number: 0042835



G. Rengarajan
Partner
Membership Number: 219922
UDIN: 23219922BGWKLZ3968

Kochi
October 16, 2023

THE FEDERAL BANK LIMITED
 REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
 (CIN: L65191KL1931PLC000368)

CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2023
 (₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	579,128	534,977	425,893	1,114,105	810,202	1,781,178
(a) Interest/discount on advances/bills	469,147	436,293	346,427	905,440	656,847	1,450,788
(b) Income on investments	89,237	81,475	66,308	170,712	128,842	278,188
(c) Interest on balances with Reserve Bank of India and other inter bank funds	9,028	7,093	6,017	16,121	10,497	20,625
(d) Others	11,716	10,116	7,141	21,832	14,016	31,577
2. Other income	75,692	74,131	62,765	149,823	110,273	243,623
3. TOTAL INCOME (1+2)	654,820	609,108	488,658	1,263,928	920,475	2,024,801
4. Interest expended	354,414	325,451	234,904	679,865	445,280	997,524
5. Operating expenses (i)+(ii)	160,378	146,944	125,639	307,322	243,219	521,120
(i) Employees cost	71,349	69,326	58,047	140,675	113,884	244,024
(ii) Other operating expenses	89,029	77,618	67,592	166,647	129,335	277,096
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	514,792	472,395	360,543	987,187	688,499	1,518,644
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	140,028	136,713	128,115	276,741	231,976	506,157
8. Provisions (other than tax) and contingencies	5,757	16,469	28,452	22,226	45,973	79,863
9. Exceptional items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	134,271	120,244	99,663	254,515	186,003	426,294
11. Tax expense	34,255	31,070	25,572	65,325	47,612	108,718
12. Net Profit from Ordinary Activities after tax (10-11)	100,016	89,174	74,091	189,190	138,391	317,576
13. Extraordinary items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	100,016	89,174	74,091	189,190	138,391	317,576
15. Minority interest	1,260	1,378	1,164	2,638	2,268	4,510
16. Share in Profit of Associates	654	216	407	870	633	3,406
17. Consolidated Net Profit of the group (14-15+16)	99,410	88,012	73,334	187,422	136,756	316,472
18. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	47,032	42,360	42,191	47,032	42,191	42,324
19. Reserves excluding Revaluation Reserve						2,169,416
20. Analytical Ratios and Other Disclosures:						
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
(ii) Capital Adequacy ratio (%)						
Under Basel III	15.92	14.72	14.30	15.92	14.30	15.24
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extraordinary items)	4.35*	4.16*	3.48*	8.51*	6.50*	15.01
(b) Diluted EPS (before and after extraordinary items)	4.29*	4.11*	3.45*	8.40*	6.44*	14.85
(iv) NPA Ratios						
a) Gross NPA	461,712	461,079	417,310	461,712	417,310	434,352
b) Net NPA	136,278	140,434	136,396	136,278	136,396	132,344
c) % of Gross NPA	2.27	2.37	2.45	2.27	2.45	2.35
d) % of Net NPA	0.68	0.74	0.82	0.68	0.82	0.73
(v) Return on Assets (%)	0.34*	0.32*	0.31*	0.66*	0.58*	1.28

* Not Annualised



Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue:						
Treasury	89,241	76,433	66,222	165,674	120,927	253,555
Corporate/Wholesale Banking	180,218	163,630	122,907	343,848	229,691	520,704
Retail Banking	378,773	364,558	294,019	743,331	560,624	1,228,710
<i>a) Digital Banking</i>	36,622	30,340	22,729	66,962	40,028	90,354
<i>b) Other Retail Banking</i>	342,151	334,218	271,290	676,369	520,596	1,138,356
Other Banking operations	6,485	4,347	5,331	10,832	9,012	21,225
Unallocated	103	140	179	243	221	607
Total Revenue	654,820	609,108	488,658	1,263,928	920,475	2,024,801
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	654,820	609,108	488,658	1,263,928	920,475	2,024,801
Segment Results (net of provisions):						
Treasury	17,793	11,024	18,243	28,817	31,243	52,460
Corporate/Wholesale Banking	44,463	39,858	14,371	84,321	28,733	94,335
Retail Banking	66,419	66,019	62,871	132,438	119,115	261,538
<i>a) Digital Banking</i>	4,680	3,520	3,203	8,200	2,795	11,359
<i>b) Other Retail Banking</i>	61,739	62,499	59,668	124,238	116,320	250,179
Other Banking operations	5,494	3,203	3,999	8,697	6,691	15,817
Unallocated	102	140	179	242	221	2,144
Profit before tax	134,271	120,244	99,663	254,515	186,003	426,294
Segment Assets:						
Treasury	5,725,569	5,542,708	4,366,944	5,725,569	4,366,944	5,206,924
Corporate/Wholesale Banking	10,529,830	9,840,909	8,931,093	10,529,830	8,931,093	9,672,729
Retail Banking	12,626,779	12,132,226	10,255,021	12,626,779	10,255,021	11,256,964
<i>a) Digital Banking</i>	554,182	482,219	269,151	554,182	269,151	416,592
<i>b) Other Retail Banking</i>	12,072,597	11,650,007	9,985,870	12,072,597	9,985,870	10,840,372
Other Banking operations	351	1,413	851	351	851	1,313
Unallocated	722,279	709,865	779,609	722,279	779,609	662,476
Total	29,604,808	28,227,121	24,333,518	29,604,808	24,333,518	26,800,406
Segment Liabilities:						
Treasury	3,005,480	3,149,951	2,314,458	3,005,480	2,314,458	2,942,093
Corporate/Wholesale Banking	2,971,838	2,628,875	1,988,499	2,971,838	1,988,499	2,414,080
Retail Banking	20,596,656	19,795,561	17,603,969	20,596,656	17,603,969	18,928,892
<i>a) Digital Banking</i>	1,371,578	1,274,681	890,517	1,371,578	890,517	1,203,720
<i>b) Other Retail Banking</i>	19,225,078	18,520,880	16,713,452	19,225,078	16,713,452	17,725,172
Other Banking operations	356	330	483	356	483	294
Unallocated	311,604	314,055	365,759	311,604	365,759	267,609
Total	26,885,934	25,888,772	22,273,168	26,885,934	22,273,168	24,552,968
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	2,720,089	2,392,757	2,052,486	2,720,089	2,052,486	2,264,831
Corporate/Wholesale Banking	7,557,992	7,212,034	6,942,594	7,557,992	6,942,594	7,258,649
Retail Banking	(7,969,877)	(7,663,335)	(7,348,948)	(7,969,877)	(7,348,948)	(7,671,928)
<i>a) Digital Banking</i>	(817,396)	(792,462)	(621,366)	(817,396)	(621,366)	(787,128)
<i>b) Other Retail Banking</i>	(7,152,481)	(6,870,873)	(6,727,582)	(7,152,481)	(6,727,582)	(6,884,800)
Other Banking operations	(5)	1,083	368	(5)	368	1,019
Unallocated	410,675	395,810	413,850	410,675	413,850	394,867
Total	2,718,874	2,338,349	2,060,350	2,718,874	2,060,350	2,247,438

⑥ 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.

As per the RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022 on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment Reporting', 'Digital Banking' has been identified as a sub-segment of the existing 'Retail Banking' segment by Reserve Bank of India (RBI). Accordingly the bank has disclosed the business involving digital banking products acquired by DBU, together with existing digital banking products, under the Digital Banking segment.

The business operations of the Bank are substantially concentrated in India and for the purpose of Segment Reporting as per Accounting Standard-17, the bank is considered to operate only in domestic segment.

Statement of Assets and Liabilities of the group as at September 30, 2023 is given below:

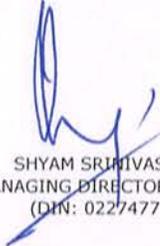
Particulars	(₹ in Lakhs)		
	As at 30.09.2023 Unaudited	As at 30.09.2022 Unaudited	As at 31.03.2023 Audited
CAPITAL AND LIABILITIES			
Capital	47,032	42,191	42,324
Reserves and Surplus	2,633,166	1,985,210	2,169,917
Minority Interest	38,676	32,949	35,197
Deposits	23,283,278	18,911,141	21,298,850
Borrowings	2,635,991	2,549,788	2,586,198
Other Liabilities and Provisions	966,665	812,239	667,920
Total	29,604,808	24,333,518	26,800,406
ASSETS			
Cash and Balances with Reserve Bank of India	1,501,697	1,267,727	1,260,424
Balance with Banks and Money at Call and Short Notice	590,148	243,013	519,969
Investments	5,491,392	4,330,736	4,870,224
Advances	20,038,969	16,729,924	18,195,675
Fixed Assets	98,326	75,546	97,171
Other Assets	1,884,276	1,686,572	1,856,943
Total	29,604,808	24,333,518	26,800,406



Notes:

- 1 The above Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2023 were reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on October 16, 2023. These results have been subjected to limited review by the Joint Statutory Auditors of the Bank and an unqualified review report has been issued.
- 2 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.
- 3 There has been no material change in the accounting policies adopted in the preparation of the interim financial results as compared to those followed for the year ended March 31, 2023.
- 4 The financial results have been arrived at after considering provision for standard assets (including requirements for exposures to entities with unhedged foreign currency exposures), provision for Non-Performing Assets (NPAs), provision for non-performing investments, provision for income-tax and other usual and necessary provisions.
- 5 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), profit / loss on revaluation of investments, recoveries from advances written off etc.
- 6 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.
- 7 As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio , liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III framework. 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 Joint Statutory Auditors of the Bank.
- 8 During the quarter and half year September 30, 2023 , the Bank has issued 230,477,634 equity shares of ₹ 2 each for cash pursuant to a Qualified Institution Placement (QIP) as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 at ₹ 131.90 per share aggregating to ₹ 304,000.00 Lakhs (including share premium). This resulted in an increase of ₹ 4,609.55 Lakhs in Share Capital and ₹ 295,416.80 Lakhs (net of issue expenses) in Share premium account.
- 9 The figures for the quarter ended June 30, 2023, quarter and half year ended September 30, 2022 and year ended March 31, 2023 were reviewed / audited by previous Joint Statutory Auditors.
- 10 Previous period's figures have been regrouped / reclassified, wherever necessary to conform to current period's classification.

Kochi
October 16, 2023


SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)



THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101
(CIN: L65191KL1931PLC000368)

CONSOLIDATED UNAUDITED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

(₹ in Lakhs)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022
Cash Flow from Operating Activities		
Net Profit Before Taxes	252,747	184,368
Adjustments for:		
Depreciation on Group's Property	11,195	8,215
Provision / Depreciation on Investments	(1,954)	1,502
Amortisation of Premium on Held to Maturity Investments	8,645	8,686
Provision / Charge for Non Performing Advances	27,307	39,576
Provision for Standard Assets and Contingencies	(4,679)	6,582
(Profit)/ Loss on Sale of Fixed Assets (net)	(156)	(5)
Employees Stock Option Expense	38	49
	293,143	248,973
Adjustments for working capital changes:-		
(Increase)/ Decrease in Investments [excluding Held to Maturity Investments]	(239,471)	65,083
(Increase)/ Decrease in Advances	(1,870,601)	(1,774,354)
(Increase)/ Decrease in Other Assets	(23,776)	(144,610)
Increase/ (Decrease) in Deposits	1,984,428	743,389
Increase/ (Decrease) in Other Liabilities and Provisions	303,425	264,128
	154,005	(846,364)
Direct taxes paid (net)	(68,882)	(47,956)
Net Cash Flow from / (Used in) Operating Activities	378,266	(645,347)
Cash Flow from Investing Activities		
Purchase of Fixed Assets	(12,421)	(16,650)
Proceeds from Sale of Fixed Assets	228	105
(Increase)/ Decrease in Held to Maturity Investments	(388,388)	(499,489)
Net Cash generated / (Used in) Investing Activities	(400,581)	(516,034)
Cash Flow from Financing Activities		
Proceeds from Issue of Share Capital	4,708	140
Proceeds from Share Premium (Net of Share Issue Expenses)	299,767	4,074
Increase / (Decrease) in Minority Interest	3,264	2,390
Proceeds from Issue of Subordinate Debt	20,000	-
Increase/(Decrease) in Borrowings (Excluding Subordinate Debt)	29,793	591,049
Dividend Paid	(23,491)	(37,866)
Net Cash generated from Financing Activities	334,041	559,787
Effect of Exchange Fluctuation on Translation Reserve	(274)	(1,277)
Increase/(Decrease) in Cash and Cash Equivalents	311,452	(602,871)
Cash and Cash Equivalents at the beginning of the period	1,780,393	2,113,611
Cash and Cash Equivalents at the end of the period	2,091,845	1,510,740

Note:

Cash and Cash Equivalents comprise of Cash in hand (including foreign currency notes), Balances with Reserve Bank of India, Balances with banks and money at call and short notice.

Kochi
October 16, 2023

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

