

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 January 16, 2023 - Unaudited Financial Results for the quarter ended December 31, 2022

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 December 31, 2022 (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.

The Board Meeting commenced at 11.00 am and concluded at 12.17 pm

Kindly take the same on record.

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

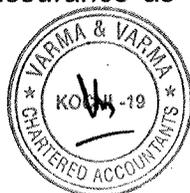
Borkar & Muzumdar

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 and nine months ended 31st December 2022, pursuant to the requirements of Regulation 33 and Regulation 52 read with regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended)

The Board of Directors,
The Federal Bank Limited

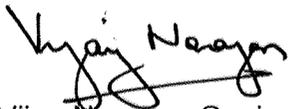
1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of The Federal Bank Limited ('the Bank') for the quarter and nine months ended 31st December, 2022 ('the Statement') attached herewith, being submitted by the Bank pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended, ("Listing Regulations, 2015") except for the disclosures relating to Pillar 3 disclosure under Basel III Capital Regulations, as at 31st December 2022, 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 aforesaid Statement, which have not been reviewed by us.
2. The 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, 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 accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of the Listing Regulations, 2015 including relevant circulars issued by the SEBI from time to time. 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 bank 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations, 2015 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, except for the aforesaid Pillar 3 disclosures as at 31st December 2022, 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 aforesaid Statement, which have not been reviewed by us.

For Varma & Varma
Chartered Accountants
FRN: 004532S



Vijay Narayan Govind
Partner
Membership No.203094
UDIN: 23203094BGXYLS8593

Kochi
16th January 2023



For Borkar & Muzumdar
Chartered Accountants
FRN: 101569W



Kaushal Muzumdar
Partner
Membership No.100938
UDIN: 23100938BGQQQQ4576

Kochi
16th January 2023



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

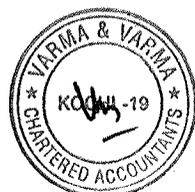
STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

(₹ in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	443,325	402,078	344,256	1,208,289	1,017,752	1,366,076
(a) Interest/discount on advances/bills	358,487	322,272	272,927	969,441	807,529	1,082,975
(b) Income on investments	72,069	66,737	57,402	201,755	174,577	233,867
(c) Interest on balances with Reserve Bank of India and other inter bank funds	4,977	6,017	6,089	15,474	16,413	22,027
(d) Others	7,792	7,052	7,838	21,619	19,233	27,207
2. Other Income	53,400	60,952	48,419	159,614	162,409	208,909
3. TOTAL INCOME (1+2)	496,725	463,030	392,675	1,367,903	1,180,161	1,574,985
4. Interest expended	247,672	225,895	190,366	676,002	574,077	769,880
5. Operating expenses (I)+(II)	121,632	115,911	110,880	345,919	310,119	429,320
(I) Employees cost	56,083	51,563	58,307	157,578	168,330	232,055
(II) Other operating expenses	65,549	64,348	52,573	188,341	141,789	197,265
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	369,304	341,806	301,246	1,021,921	884,196	1,199,200
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	127,421	121,224	91,429	345,982	295,965	375,785
8. Provisions (other than tax) and contingencies	19,869	26,786	21,398	63,323	114,653	122,177
9. Exceptional Items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	107,552	94,438	70,031	282,659	181,312	253,608
11. Tax expense	27,191	24,067	17,858	71,861	46,384	64,626
12. Net Profit from Ordinary Activities after tax (10-11)	80,361	70,371	52,173	210,798	134,928	188,982
13. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	80,361	70,371	52,173	210,798	134,928	188,982
15. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,291	42,191	42,041	42,291	42,041	42,051
16. Reserves excluding Revaluation Reserve						1,836,832
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	13.35	13.84	14.37	13.35	14.37	15.77
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extraordinary items)	3.80*	3.34*	2.48*	10.00*	6.56*	9.13
(b) Diluted EPS (before and after extraordinary items)	3.75*	3.31*	2.46*	9.91*	6.51*	9.06
(iv) NPA Ratios						
a) Gross NPA	414,785	403,106	440,126	414,785	440,126	413,674
b) Net NPA	122,859	126,235	147,118	122,859	147,118	139,262
c) % of Gross NPA	2.43	2.46	3.06	2.43	3.06	2.80
d) % of Net NPA	0.73	0.78	1.05	0.73	1.05	0.96
(v) Return on Assets (%)	0.33*	0.30*	0.26*	0.92*	0.68*	0.94
(vi) Net Worth	2,045,675	1,961,782	1,808,919	2,045,675	1,808,919	1,866,098
(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 #	0.96	1.04	0.45	0.96	0.45	0.82
(xi) Total Debts to Total Assets #	7.86%	8.61%	3.90%	7.86%	3.90%	6.97%
(xii) Operating Margin	25.65%	26.18%	23.28%	25.29%	25.08%	23.86%
(xiii) Net Profit Margin	16.18%	15.20%	13.29%	15.41%	11.43%	12.00%

* Not Annualised

Debt and Total Debts represents Total Borrowings of the Bank



Segment Information@

(₹ in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022 Unaudited	30.09.2022 Unaudited	31.12.2021 Unaudited	31.12.2022 Unaudited	31.12.2021 Unaudited	31.03.2022 Audited
Segment Revenue:						
Treasury	60,885	67,069	52,104	182,818	185,655	235,130
Corporate/Wholesale Banking	138,045	123,736	104,829	369,539	322,883	426,734
Retail Banking	293,526	268,416	230,357	805,303	662,271	898,700
<i>a) Digital Banking</i>	23,960	22,729	14,801	63,988	39,091	56,772
<i>b) Other Retail Banking</i>	269,566	245,687	215,556	741,315	623,180	841,928
Other Banking operations	4,153	3,630	3,500	9,906	7,400	10,800
Unallocated	116	179	1,885	337	1,952	3,621
Total Revenue	496,725	463,030	392,675	1,367,903	1,180,161	1,574,985
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	496,725	463,030	392,675	1,367,903	1,180,161	1,574,985
Segment Results (net of provisions):						
Treasury	9,576	18,469	11,022	40,625	58,623	64,135
Corporate/Wholesale Banking	26,155	14,850	21,396	55,510	38,160	55,657
Retail Banking	68,175	57,855	32,753	177,767	76,287	121,015
<i>a) Digital Banking</i>	4,071	3,203	(667)	6,866	3,768	6,880
<i>b) Other Retail Banking</i>	64,104	54,652	33,420	170,901	72,519	114,135
Other Banking operations	3,530	3,085	2,975	8,420	6,290	9,180
Unallocated	116	179	1,885	337	1,952	3,621
Profit before tax	107,552	94,438	70,031	282,659	181,312	253,608
Segment Assets:						
Treasury	4,907,856	4,388,999	4,105,806	4,907,856	4,105,806	4,768,440
Corporate/Wholesale Banking	9,375,662	8,970,342	7,761,124	9,375,662	7,761,124	7,858,857
Retail Banking	9,982,259	9,572,293	8,365,479	9,982,259	8,365,479	8,798,646
<i>a) Digital Banking</i>	355,734	269,151	187,578	355,734	187,578	204,346
<i>b) Other Retail Banking</i>	9,626,525	9,303,142	8,177,901	9,626,525	8,177,901	8,594,300
Other Banking operations	-	-	-	-	-	-
Unallocated	781,411	779,609	655,228	781,411	655,228	668,688
Total	25,047,188	23,711,243	20,887,637	25,047,188	20,887,637	22,094,631
Segment Liabilities:						
Treasury	2,607,512	2,274,543	1,066,903	2,607,512	1,066,903	1,802,189
Corporate/Wholesale Banking	2,245,069	1,985,235	1,670,529	2,245,069	1,670,529	1,867,906
Retail Banking	17,797,499	17,110,829	16,075,581	17,797,499	16,075,581	16,298,555
<i>a) Digital Banking</i>	1,082,117	890,517	532,804	1,082,117	532,804	627,564
<i>b) Other Retail Banking</i>	16,715,382	16,220,312	15,542,777	16,715,382	15,542,777	15,670,991
Other Banking operations	-	-	-	-	-	-
Unallocated	338,338	365,759	249,306	338,338	249,306	246,597
Total	22,988,418	21,736,366	19,062,319	22,988,418	19,062,319	20,215,247
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	2,300,344	2,114,456	3,038,903	2,300,344	3,038,903	2,966,251
Corporate/Wholesale Banking	7,130,593	6,985,107	6,090,595	7,130,593	6,090,595	5,990,951
Retail Banking	(7,815,240)	(7,538,536)	(7,710,102)	(7,815,240)	(7,710,102)	(7,499,909)
<i>a) Digital Banking</i>	(726,383)	(621,366)	(345,226)	(726,383)	(345,226)	(423,218)
<i>b) Other Retail Banking</i>	(7,088,857)	(6,917,170)	(7,364,876)	(7,088,857)	(7,364,876)	(7,076,691)
Other Banking operations	-	-	-	-	-	-
Unallocated	443,073	413,850	405,922	443,073	405,922	422,091
Total	2,058,770	1,974,877	1,825,318	2,058,770	1,825,318	1,879,384

@ 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). The DBU of the Bank has commenced operations during the quarter and nine months ended December 31, 2022 and accordingly the bank has disclosed the business involving digital banking products acquired by DBU, together with existing digital banking products (including for comparative periods, which are not audited), 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.



Notes:

- 1 The above Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2022 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 16, 2023. These Results have been subjected to limited review by the Statutory Central Auditors of the Bank and an unqualified review report has been issued.
- 2 The Bank has followed, in all material aspects, the same 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, 2022.
- 3 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.
- 4 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.
- 5 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.
- 6 During the quarter and nine months ended December 31, 2022, the Bank has allotted 5,017,460 and 12,006,495 equity shares of ₹ 2 each respectively, pursuant to the exercise of stock options by employees.
- 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 Statutory Central Auditors of the Bank.
- 8 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 nine months ended December 31, 2022 are given below:

i) Details of loans not in default acquired through assignment during the nine months ended December 31, 2022 are given below:

Particulars	Value
Aggregate amount of loans acquired (₹ in lakhs)	9,225.00
Weighted average residual maturity (In years)	6.50
Weighted average holding period by originator (In years)	0.50
Retention of beneficial economic interest by the originator	NIL
Tangible security coverage	93.56%
Rating-wise distribution	AA-

ii) During the nine months ended December 31, 2022, the bank has not acquired any stressed loans and not transferred any loan not in default / Special Mention Accounts (SMA).

iii) During the nine months ended December 31, 2022, the bank has not invested in Security Receipts (SR) issued by Asset Reconstruction Companies (ARC) in respect of stressed loans transferred to ARCs.

- 9 Previous period's figures have been regrouped / reclassified, wherever necessary to conform to current period's classification.

SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

Kochi
January 16, 2023



Varma & Varma

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

Borkar & Muzumdar

Chartered Accountants
121/168, 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 and nine months ended 31st December 2022, pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended)

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 and nine months ended 31st December 2022 (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 2015"), except for the disclosures relating to consolidated Pillar 3 disclosure, as at 31st December 2022, 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 aforesaid Statement, which have not been reviewed by us.
2. The 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, 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 accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of the Listing Regulations, 2015 including relevant circulars issued by the SEBI from time to time. 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 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 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 and consequently does not enable us to obtain an 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 Listing Regulations 2015, 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:
- Fedbank Financial Services Limited (Subsidiary)
 - Federal Operations and Services Limited (Subsidiary)
 - Ageas Federal Life Insurance Company Limited (Associate)
 - 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, 2015 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, except for the disclosures relating to consolidated Pillar 3



disclosure, as at 31st December 2022, 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 aforesaid Statement, which have not been reviewed by us.

7. The statement of consolidated unaudited financial results includes the interim financial results of one subsidiary whose unaudited financial results reflects total revenues of ₹ 32,201.74 Lakhs and ₹ 87,508.88 Lakhs and net profit after tax of ₹ 4,771.42 Lakhs and ₹ 13,239.26 Lakhs for the quarter and nine months ended 31st December 2022 respectively. These interim financial results have been reviewed by other auditors, whose reports have been furnished to us by the Bank's management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the said subsidiary, is based solely on the above reports furnished to us by the Management 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 consolidated unaudited financial results includes the interim financial results of one subsidiary whose unaudited financial results reflects total revenues of ₹ 1581.52 Lakhs and ₹ 4257.39 Lakhs and net profit after tax of ₹ 93.66 Lakhs and ₹ 315.96 Lakhs for the quarter and nine months ended 31st December 2022 respectively. These interim financial results have been reviewed by one of the joint auditors, whose reports have been furnished to us by the Bank's management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, 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.

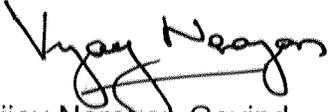
9. The statement of consolidated unaudited financial results also includes the Group's share of net profit after tax of ₹ 375.39 Lakhs and ₹ 1,008.14 Lakhs for the quarter and nine months ended 31st December 2022 respectively, in respect of the two associates, based on their interim financial results which have not been reviewed. These interim financial results have been furnished to us by the Bank's 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 interim financial results. In our opinion and



according to the information and explanations given to us by the Bank's management, these interim financial results are not material to the Group.

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

For Varma & Varma
Chartered Accountants
FRN: 004532S



Vijay Narayan Govind
Partner
Membership No. 203094
UDIN: 23203094BGXYLT5087

Kochi
16th January 2023



For Borkar & Muzumdar
Chartered Accountants
FRN: 101569W



Kaushal Muzumdar
Partner
Membership No. 100938
UDIN: 23100938BGQQQR3798

Kochi
16th January 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 NINE MONTHS ENDED DECEMBER 31, 2022
 (₹ in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a)+(b)+(c)+(d)	469,750	425,893	360,398	1,279,952	1,069,523	1,438,153
(a) Interest/discount on advances/bills	384,986	346,427	289,480	1,041,833	860,281	1,156,431
(b) Income on investments	71,785	66,308	56,833	200,627	172,828	231,649
(c) Interest on balances with Reserve Bank of India and other inter bank funds	4,977	6,017	6,089	15,474	16,413	22,027
(d) Others	8,002	7,141	7,996	22,018	20,001	28,046
2. Other income	56,508	62,765	52,132	166,781	163,669	212,094
3. TOTAL INCOME (1+2)	526,258	488,658	412,530	1,446,733	1,233,192	1,650,247
4. Interest expended	258,490	234,904	196,980	703,770	592,943	795,938
5. Operating expenses (i)+(ii)	132,986	125,639	119,089	376,205	331,331	459,215
(i) Employees cost	62,915	58,047	63,437	176,799	182,212	251,166
(ii) Other operating expenses	70,071	67,592	55,652	199,406	149,119	208,049
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	391,476	360,543	316,069	1,079,975	924,274	1,255,153
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	134,782	128,115	96,461	366,758	308,918	395,094
8. Provisions (other than tax) and contingencies	21,364	28,452	23,980	67,337	122,072	130,466
9. Exceptional Items	-	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	113,418	99,663	72,481	299,421	186,846	264,628
11. Tax expense	28,190	25,572	18,472	75,802	48,482	68,088
12. Net Profit from Ordinary Activities after tax (10-11)	85,228	74,091	54,009	223,619	138,364	196,540
13. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
14. Net Profit for the period (12-13)	85,228	74,091	54,009	223,619	138,364	196,540
15. Minority Interest	1,278	1,164	458	3,546	1,527	2,664
16. Share in Profit of Associates	375	407	426	1,008	1,388	3,103
17. Consolidated Net Profit of the group (14-15+16)	84,325	73,334	53,977	221,081	138,225	196,979
18. Paid-up Equity Share Capital (Face value ₹ 2/- per Equity Share)	42,291	42,191	42,041	42,291	42,041	42,051
19. Reserves excluding Revaluation Reserve						1,883,000
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	13.81	14.30	14.97	13.81	14.97	16.33
(iii) Earnings per Share (EPS) (in ₹)						
(a) Basic EPS (before and after extraordinary items)	3.99*	3.48*	2.57*	10.49*	6.72*	9.52
(b) Diluted EPS (before and after extraordinary items)	3.94*	3.45*	2.55*	10.39*	6.67*	9.44
(iv) NPA Ratios						
a) Gross NPA	430,899	417,310	459,280	430,899	459,280	425,653
b) Net NPA	134,855	136,396	161,315	134,855	161,315	147,977
c) % of Gross NPA	2.42	2.45	3.10	2.42	3.10	2.78
d) % of Net NPA	0.77	0.82	1.11	0.77	1.11	0.98
(v) Return on Assets (%)	0.34*	0.31*	0.25*	0.91*	0.66*	0.91

* Not Annualised



Segment Information[Ⓐ]

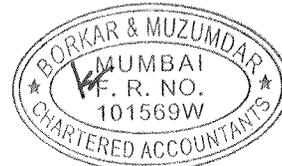
(₹ in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022 Unaudited	30.09.2022 Unaudited	31.12.2021 Unaudited	31.12.2022 Unaudited	31.12.2021 Unaudited	31.03.2022 Audited
Segment Revenue:						
Treasury	61,099	66,222	51,768	182,026	182,225	231,327
Corporate/Wholesale Banking	137,246	122,907	103,817	366,937	319,648	422,307
Retail Banking	321,779	294,019	250,466	882,403	719,413	978,155
a) Digital Banking	23,960	22,729	14,801	63,988	39,091	56,772
b) Other Retail Banking	297,819	271,290	235,665	818,415	680,322	921,383
Other Banking operations	5,920	5,331	4,594	14,932	9,954	14,837
Unallocated	214	179	1,885	435	1,952	3,621
Total Revenue	526,258	488,658	412,530	1,446,733	1,233,192	1,650,247
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	526,258	488,658	412,530	1,446,733	1,233,192	1,650,247
Segment Results (net of provisions):						
Treasury	10,385	18,243	11,276	41,628	57,009	62,722
Corporate/Wholesale Banking	25,960	14,371	21,370	54,693	37,717	54,114
Retail Banking	72,405	62,871	35,570	191,520	83,015	133,433
a) Digital Banking	4,071	3,203	(667)	6,866	3,768	6,880
b) Other Retail Banking	68,334	59,668	36,237	184,654	79,247	126,553
Other Banking operations	4,455	3,999	2,380	11,146	7,153	10,738
Unallocated	213	179	1,885	434	1,952	3,621
Profit before tax	113,418	99,663	72,481	299,421	186,846	264,628
Segment Assets:						
Treasury	4,896,686	4,366,944	4,059,405	4,896,686	4,059,405	4,763,764
Corporate/Wholesale Banking	9,342,502	8,931,093	7,707,515	9,342,502	7,707,515	7,808,465
Retail Banking	10,775,908	10,255,021	8,937,571	10,775,908	8,937,571	9,378,255
a) Digital Banking	355,734	269,151	187,578	355,734	187,578	204,346
b) Other Retail Banking	10,420,174	9,985,870	8,749,993	10,420,174	8,749,993	9,173,909
Other Banking operations	798	851	286	798	286	401
Unallocated	781,411	779,609	654,674	781,411	654,674	673,219
Total	25,797,305	24,333,518	21,359,451	25,797,305	21,359,451	22,624,104
Segment Liabilities:						
Treasury	2,658,030	2,314,458	1,083,754	2,658,030	1,083,754	1,859,584
Corporate/Wholesale Banking	2,249,040	1,988,499	1,681,586	2,249,040	1,681,586	1,877,366
Retail Banking	18,402,087	17,603,969	16,451,320	18,402,087	16,451,320	16,684,108
a) Digital Banking	1,082,117	890,517	532,804	1,082,117	532,804	627,564
b) Other Retail Banking	17,319,970	16,713,452	15,918,516	17,319,970	15,918,516	16,056,544
Other Banking operations	314	483	103	314	103	364
Unallocated	338,338	365,759	247,486	338,338	247,486	246,597
Total	23,647,809	22,273,168	19,464,249	23,647,809	19,464,249	20,668,019
Capital Employed:						
(Segment Assets - Segment Liabilities)						
Treasury	2,238,656	2,052,486	2,975,651	2,238,656	2,975,651	2,904,180
Corporate/Wholesale Banking	7,093,462	6,942,594	6,025,929	7,093,462	6,025,929	5,931,099
Retail Banking	(7,626,179)	(7,348,948)	(7,513,749)	(7,626,179)	(7,513,749)	(7,305,853)
a) Digital Banking	(726,383)	(621,366)	(345,226)	(726,383)	(345,226)	(423,218)
b) Other Retail Banking	(6,899,796)	(6,727,582)	(7,168,523)	(6,899,796)	(7,168,523)	(6,882,635)
Other Banking operations	484	368	183	484	183	37
Unallocated	443,073	413,850	407,188	443,073	407,188	426,622
Total	2,149,496	2,060,350	1,895,202	2,149,496	1,895,202	1,956,085

Ⓐ 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.

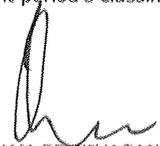
As per the RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022 on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment Reporting', 'Digital Banking' has been identified as a sub-segment of the existing 'Retail Banking' segment by Reserve Bank of India (RBI). The DBU of the Bank has commenced operations during the quarter and nine months ended December 31, 2022 and accordingly the bank has disclosed the business involving digital banking products acquired by DBU, together with existing digital banking products (including for comparative periods, which are not audited), 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.



Notes:

- 1 The above Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2022 were reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on January 16, 2023. These Results have been subjected to limited review by the Statutory Central 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 in the consolidated annual financial statements for the year ended March 31, 2022.
- 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 Statutory Central Auditors of the Bank.
- 8 Previous period's figures have been regrouped / reclassified, wherever necessary to conform to current period's classification.



SHYAM SRINIVASAN
MANAGING DIRECTOR & CEO
(DIN: 02274773)

Kochi
January 16, 2023

