

## Press Release

# South Indian Bank Q2FY16 PAT at Rs. 93.38cr

## Growth of 22.38% YoY

### Strong growth in Retail (ex. Gold) & SME Loans

17<sup>th</sup> October, 2015, Thrissur - The Board of Directors of South Indian Bank (SIB) today announced Un-audited Financial Results for the Quarter & Half Year Ended 30<sup>th</sup> September, 2015.

### Key Performance Highlights

Particulars (Rs. Cr)	Q2FY16	Q2FY15	Growth
Net Interest Income	388.35	358.35	8.37%
Other Income	121.21	93.63	29.46%
Profit After Tax	93.38	76.30	22.38%
Advances	40,215	35,871	12.11%
Deposits	53,036	46,693	13.58%
GNPA	2.24%	1.55%	69bps
NNPA	1.39%	0.90%	49bps
NIM	2.81%	2.88%	-7bps
CASA	12,072	10,315	17.03%

## Business Performance – Brief Highlights

**1. Deposits** – Rs 53,036 Crores as on September 2015 ; a growth of 13.58% YoY

- Core Deposits increased by 19.04 % YoY to Rs. 44,421 Crores
- Non - Core Deposits decreased by 8.12% YoY to Rs. 8,615 Crores
- Term Deposits increased by 12.61% YoY to Rs. 40,964 Crores
- CASA Deposits increased by 17.03% YoY to Rs. 12,072 Crores

**Improvement of CASA through concentrated efforts at branch level**

**2. Advances** – Rs 40,215 Crores as on September 2015; a growth of 12.11 % YoY

- Agri and MSME advances increased by 26% on YoY basis.
- Home loan and Auto loan portfolios also increased by 38% and 53% respectively.

**The Bank has been focusing on various Retail sectors for asset growth. These sectors have registered substantial growth YoY. The Bank has maintained Asset quality in a challenging economic environment.**

**3. Total Income** – Rs 3,006.70 Crores for H1FY16 ; a growth of 4.70% YoY

- Net Interest Income increased by 4.21 % YoY to Rs. 728.69 Crores
- Other Income increased by 4.77 % YoY to Rs. 225.04 Crores

**Net Interest Margin reduced by 13bps in H1FY16 predominantly led by reduction in base rate of the bank.**

4. **Restructured Assets** – Rs 2,313 Crores as on 30<sup>th</sup> September 2015

- Restructured Standard Advances Rs.2,000 Crores
- Restructured NPA Advances Rs. 313 Crores
- Major Restructured standard Advances include Power Distribution Companies which constitute 44.26 % and Construction EPC constitutes 31.19 %

5. **Non Performing Assets** - Gross NPA stood at 2.24% and Net NPA stood at 1.39% as on 30<sup>th</sup> September 2015

**We continue to work closely with clients on ways to reduce NPAs and improve profitability.**

6. **Capital Adequacy** – Capital Adequacy Ratio of 11.86 based on Basel III Guidelines

- Tier I Capital Ratio 9.58
- Tier II Capital Ratio 2.28

The Bank raised Rs 300 Crores of Tier II Capital by way of issuance of Basel III Compliant Tier II Bonds. These Bonds have been rated as A+ by CARE and IND Rating and will be listed on BSE.

**The Capital raised together with retained earnings will be sufficient for the next few quarters and would largely be deployed in-line with our strategy to grow as a strong retail lender.**

7. **Branches** – Total of 831 branches and 1,260 ATM's as on 30<sup>th</sup> September 2015

- Branches Opened 9 Branches (H1 FY 2015-16)
- ATMs Opened 65 (H1FY 2015-16)

## Financial Snapshot

Particulars (Rs. Cr)	Q2-FY16	Q2-FY15	Growth
EPS (Rs. Per Equity share)	<b>0.69</b>	0.48	<b>43.75%</b>
B.V. (Rs. Per Equity share)	<b>27.76</b>	26.47	
<b>Advances</b>			
- <i>SME</i>	8,756	7,799	12.27%
- <i>Corporate</i>	16,857	14,356	17.42%
- <i>Agriculture</i>	5,352	3,407	57.09%
- <i>Retail (excluding Gold)</i>	7,595	6,644	14.31%
- <i>Gold</i>	1,655	3,655	-54.84%
<b>Deposits</b>			
- <i>Current</i>	<b>2,157</b>	1,859	16.03 %
- <i>Savings</i>	<b>9,915</b>	8,456	17.25 %
- <i>Term</i>	<b>40,964</b>	36,378	12.61 %
<b>Capital Adequacy %</b>			
- <i>Tier 1</i>	9.58	10.69	
- <i>Tier 2</i>	2.28	1.44	
<b>CASA %</b>	<b>22.76%</b>	22.09%	
<b>Gross NPA %</b>	<b>2.24</b>	1.55	
<b>Net NPA %</b>	<b>1.39</b>	0.90	
<b>Provisioning Coverage %</b>	<b>55.30</b>	62.91	
<b>ROAA – Annualized</b>	<b>0.53</b>	0.75	
<b>Presence</b>			
- <i>Branches</i>	831	805	
- <i>ATM</i>	1,260	1,063	

## About South Indian Bank

South Indian Bank Limited (SIB) is 85 year old private sector bank headquartered at Thrissur City in Kerala with diversified business mix. The First Kerala based bank to implement Core Banking System. Mr. V G Mathew joined SIB in January, 2014 as Executive Vice president and appointed as MD & CEO in October, 2014. The bank is now focused on Retail & MSME Business with the help of 831 Branches and 1,260 ATM network across India as on 30th September, 2015.

## Safe Harbor Statement

No representation or warranty, express or implied is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of such information or opinions contained herein. The information contained in this presentation is only current as of its date. Certain statements made in this presentation may not be based on historical information or facts and may be “forward looking statements”, including those relating to the Company’s general business plans and strategy, its future financial condition and growth prospects, and future developments in its industry and its competitive and regulatory environment. Actual results may differ materially from these forward-looking statements due to a number of factors, including future changes or developments in the Company’s business, its competitive environment and political, economic, legal and social conditions in India. This communication is for general information purpose only, without regard to specific objectives, financial situations and needs of any particular person. This presentation does not constitute an offer or invitation to purchase or subscribe for any shares in the Company and neither any part of it shall form the basis of or be relied upon in connection with any contract or commitment whatsoever. The Company may alter, modify or otherwise change in any manner the content of this presentation, without obligation to notify any person of such revision or changes. This presentation cannot be copied and/or disseminated in any manner.



**For more Information, please contact:**

**South Indian Bank Limited**

CIN: L65191KL1929PLC001017

C.P. Gireesh – Chief Financial Officer

Email: [cpgireesh@sib.co.in](mailto:cpgireesh@sib.co.in)

**Strategic Growth Advisors Pvt. Ltd.**

CIN: U74140MH2010PTC204285

Ms. Payal Dave / Mr. Shogun Jain

[dpayal@sgapl.net](mailto:dpayal@sgapl.net) / [jshogun@sgapl.net](mailto:jshogun@sgapl.net)