IDBI Bank's Q3 2011 net up 58% to Rs.454 Crore

Highlights of Q3 FY 11 financial results vis-à-vis Q3 FY 10 (December 31, 2010)

• **Net profit** up 58% to Rs.454 Crore (from Rs. 287 Crore)
• **NII** grew by 68% to Rs. 1204 Crore (from Rs. 717 Crore)
• **NIM** increased to 2.28% (from 1.59% )
• **Business** up 12% to Rs. 2,84,729 Crore (from Rs. 2,54,075 Crore)
• **Advances** up by 21% to Rs. 1,34,491 Crore (from Rs. 1,11,278 Crore)

Mumbai, January 25, 2011: The Board of Directors of **IDBI Bank Ltd. (IDBI)** met in Mumbai today to consider the financial results for the quarter ended December 31, 2010, which are as under:

### Working results: (Rs. Crore)

<table>
<thead>
<tr>
<th></th>
<th>Q3 2010-11</th>
<th>Q3 2009-10</th>
<th>9 mths 2010-11</th>
<th>9 mths 2009-10</th>
<th>FY 2009-10</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total Income</strong></td>
<td>5159</td>
<td>4433</td>
<td>14984</td>
<td>12935</td>
<td>17563</td>
</tr>
<tr>
<td><strong>Interest income</strong></td>
<td>4712</td>
<td>4006</td>
<td>13576</td>
<td>11178</td>
<td>15261</td>
</tr>
<tr>
<td><strong>Non-Interest Income</strong></td>
<td>447</td>
<td>427</td>
<td>1408</td>
<td>1757</td>
<td>2302</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>4025</td>
<td>3793</td>
<td>11993</td>
<td>10902</td>
<td>14837</td>
</tr>
<tr>
<td><strong>Interest expenses</strong></td>
<td>3508</td>
<td>3289</td>
<td>10355</td>
<td>9684</td>
<td>13005</td>
</tr>
<tr>
<td><strong>Operating expenses</strong></td>
<td>517</td>
<td>504</td>
<td>1637</td>
<td>1218</td>
<td>1831</td>
</tr>
<tr>
<td><strong>Operating Profit</strong></td>
<td>1134</td>
<td>640</td>
<td>2991</td>
<td>2033</td>
<td>2726</td>
</tr>
<tr>
<td><strong>Provisions (net)</strong></td>
<td>680</td>
<td>353</td>
<td>1857</td>
<td>1320</td>
<td>1695</td>
</tr>
<tr>
<td><strong>Net Profit</strong></td>
<td>454</td>
<td>287</td>
<td>1134</td>
<td>713</td>
<td>1031</td>
</tr>
</tbody>
</table>

**Profitability:**

IDBI reported a **net profit** of Rs. 454 Crore for the **quarter ended December 31, 2010** as against Rs. 287 Crore in the corresponding quarter. This amounts to an increase in net profit by 58% for the quarter compared to corresponding period last year.
**Net Interest Income** (NII) for the quarter ended December 31, 2010 stood at Rs. 1204 Crore as against Rs. 717 Crore in the corresponding quarter of the previous year, recording a growth of 68%.

**Fee based income** during the quarter increased to Rs. 359 Crore as against Rs. 350 Crore in the previous quarter, recording a growth of 3%.

**Total business** (deposits and advances) as of December 31, 2010 stood at Rs. 2,84,729 Crore as against Rs. 2,54,075 Crore as of December 31, 2009, registering a growth of 12%.

**Deposits** increased to Rs. 1,50,239 Crore at end- December 2010 from Rs. 1,42,798 Crore at end- December 2009, reflecting a growth of 5%.

**Advances** increased by 21% to Rs. 1,34,491 Crore, as compared to Rs. 1,11,278 Crore as at end- December 2009.

**Aggregate assets** as of December 31, 2010, stood at Rs. 2,21,098 Crore as against Rs. 2,03,311 Crore as on December 31, 2009, registering a growth of 8.75%

**CAR:**
The Bank’s CAR stood at 14.10% (Tier I - 8.84%) as of December 31, 2010 as against 11.54% (Tier I - 6.60%) as of December 31, 2009. The increase in CAR is mainly due to fresh infusion of equity capital of Rs. 3119.04 Crore by Government of India. Gross NPA at Rs. 3021 Crore were 2.22% of gross advances and Net NPA at Rs. 1610 Crore were 1.20% of Net Advances. Provision Coverage (including technical write-offs) was 75.61% as against norm of 70%.

**Significant developments from October 2010 till date**

- Keeping in view credit demand, inflation and liquidity scenario, IDBI Bank has recently increased the retail term deposit rates in different maturity buckets. The deposit rates offered by the Bank are now among the most competitive rates in the industry. The highest interest offered by IDBI Bank on retail term deposits now stands at 9.25%. Moreover, there will not be any premature penalty for new or renewed FDs booked from January 1, 2011. Senior citizens now get 50-75 bps over and above the normal rates.
• In response to increase in cost of funds and keeping in view the market conditions, IDBI Bank also increased its Base Rate and BPLR to 9.0% and 13.75% respectively, with effect from January 1, 2011.

• With increasing focus towards the Micro, Small & Medium Enterprises (MSME) sector, IDBI Bank has signed a MoU with the Small Industries Development Bank of India (SIDBI) for joint financing of MSMEs. Further, the Bank has signed another MoU with World Resources Institute (WRI) for financing MSMEs for implementing ESCO (Energy Saving Company) projects.

• IDBI Bank has become a Registrar for Unique Identification Authority of India (UIDAI). A Memorandum of Understanding (MoU) was signed by the Bank and Unique Identification Authority of India (UIDAI), on January 10, 2011. IDBI Bank plans to dovetail its Financial Inclusion Plan with the UID enrolment for new customers. It will also facilitate issuance of Aadhaar number for its existing customers which will enable the Bank to deploy Aadhaar based services across various delivery channels like ATMs and Micro ATMs.

• IDBI Bank was conferred the Award for the Fastest Growing Bank at Best Bank Awards organized by Business Today. IDBI Bank was the recipient of the Award in the Large Banks Category.

• IDBI Bank has been identified for award of "The most admired Debt Financier in Infrastructure Sector" by KPMG and Infrastructure Today.

• IDBI Bank was conferred the Award for Brand Excellence at the World Brand Congress 2010 organized by CMO, Asia. IDBI Bank was the recipient of the Award in the Banking Category.

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