

SD/ 24 / /2013

Secretarial Department
17 January,2013

The National Stock Exchange of India Limited
Exchange Plaza,
Bandra-Kurla Complex,
Bandra (E),
Mumbai – 400 051.

Fax No. 022 –26598237/38

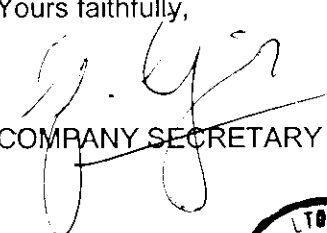
Dear Sir,

As required under the Listing Agreement entered into by us with your Stock Exchange, we are forwarding the Unaudited Financial Results of the Bank for the quarter ended 31 December , 2012, which was approved by the Bank's Board of Directors at its meeting dated 17 January,2013.

Kindly acknowledge

Thanking you,

Yours faithfully,


COMPANY SECRETARY



The Federal Bank Ltd. Registered Office: Secretarial Department, Federal Towers, P O Box No.103, Aluva, Kerala, India 683 101

E-mail: girishkumar@federalbank.co.in| Phone : 0484-2622645

THE FEDERAL BANK LIMITED
REGD.OFFICE: P.B.NO. 103, FEDERAL TOWERS, ALUVA-683101.
UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2012

(₹ in Lakhs)

	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Interest earned (a)-(b)-(c)+(d)	152177	152563	146683	458411	407937	555839
	(a) Interest discount on advances/bills	115091	115300	108423	346724	311130	418976
	(b) Income on Investments	35823	35418	36744	106757	93747	131574
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	1148	1278	1018	4097	2204	3488
	(d) Others	115	567	498	833	856	1801
2	Other Income	20385	13941	13793	46759	37179	53234
3	TOTAL INCOME (1+2)	172562	166504	160476	505170	445116	609073
4	Interest expended	102442	101972	93880	308921	261718	360499
5	Operating Expenses (i)-(ii)	30726	29568	24724	87240	69994	97927
	(i) Employees Cost	16349	15944	13845	47531	39765	54385
	(ii) Other operating expenses	14377	13624	10879	39709	30229	43542
6	TOTAL EXPENDITURE (4)+(5) (excluding Provisions and Contingencies)	133168	131540	118604	396161	331712	458426
7	OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)	39394	34964	41872	109009	113404	150647
8	Provisions (other than Tax) and Contingencies	7439	3045	11525	16762	32146	33697
9	Exceptional Items	-	-	-	-	-	-
10	Profit from Ordinary Activities before tax (7-8-9)	31955	31919	30347	92247	81258	116950
11	Tax expense	10877	10409	10160	30624	27339	39271
12	Net Profit from Ordinary Activities after tax (10-11)	21078	21510	20187	61623	53919	77679
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit for the period (12-13)	21078	21510	20187	61623	53919	77679
15	Paid-up Equity Share Capital (Face value ₹ 10/- each)	17105	17105	17105	17105	17105	17105
16	Reserves excluding Revaluation Reserve	-	-	-	-	-	552987
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL	NIL
	(ii) Capital Adequacy ratio (%)						
	(a) Under Basel I	13.17	14.20	13.71	13.17	13.71	13.83
	(b) Under Basel II	14.92	15.79	15.91	14.92	15.91	16.64
	(iii) Earnings per Share (EPS) (in ₹)						
	(a) Basic and diluted EPS before Extra ordinary items	12.32*	12.58*	11.80*	36.03*	31.52*	45.41
	(b) Basic and diluted EPS after Extra ordinary items	12.32*	12.58*	11.80*	36.03*	31.52*	45.41
	(iv) NPA Ratios						
	a) Gross NPA	156398	143533	136344	156398	136344	130083
	b) Net NPA	36204	24503	24364	36204	24364	19900
	c) % of Gross NPA	3.85	3.83	3.97	3.85	3.97	3.35
	d) % of Net NPA	0.92	0.68	0.74	0.92	0.74	0.53
	(v) Return on Asset (%)	0.34*	0.36*	0.35*	1.02*	1.00*	1.41
18	Public Shareholding:						
	Number of Shares (in Lakhs)	1674.28	1671.54	1671.94	1674.28	1671.94	1669.07
	Percentage of shareholding #	97.88	97.72	97.75	97.88	97.75	97.58
19	Promoters and Promoter group share holding						
	(a) Pledged/Encumbered						
	- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
	(b) Non-encumbered						
	- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL

* Not annualised

excludes shares held by custodian against which Global Depository Receipts have been issued.



Segment Information (a)

(₹ in Lakhs)

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue:						
Treasury	47521	41879	42614	131732	107729	153030
Corporate/Wholesale Banking	48825	54025	50708	166349	146112	199210
Retail Banking	75146	69331	66406	203825	189099	252904
Other Banking operations	1070	1269	748	3264	2176	3929
Unallocated	-	-	-	-	-	-
Total Revenue	172562	166504	160476	505170	445116	609073
Less: Inter Segment Revenue	-	-	-	-	-	-
Income from Operations	172562	166504	160476	505170	445116	609073
Segment Results (net of provisions):						
Treasury	11461	3898	6,938	21631	6413	4213
Corporate/Wholesale Banking	7238	11104	3088	24887	13185	25701
Retail Banking	12706	15899	19800	43566	60141	85039
Other Banking operations	550	1018	521	2163	1519	1997
Unallocated	-	-	-	-	-	-
Profit before tax	31955	31919	30347	92247	81258	116950
Capital employed:						
Treasury	278609	249979	270511	278609	270511	203795
Corporate/Wholesale Banking	129975	121854	106861	129975	106861	132935
Retail Banking	142174	134019	109008	142174	109008	122107
Other Banking operations	20469	47976	26908	20469	26908	55758
Unallocated	61031	57351	51498	61031	51498	56038
Total	632258	611179	564786	632258	564786	570633

(a) For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the revised RBI guidelines. The Bank has only the Domestic geographic segment.

Notes:

- The above financial results, subjected to limited review by statutory central auditors, have been taken on record by the Audit Committee and approved by the Board of Directors at its meeting held on 17th January, 2013.
- As a prudent policy, the Bank holds provisions for Non Performing Assets over and above the minimum required under the Reserve Bank of India (RBI) norms. Further, provision for restructured advances has been made as per RBI guidelines.
- The Pension liability arising on exercise of second option by employees (other than separated/retired employees) is being amortized equally over a period of 5 years commencing from the year ended on 31.03.2011, and accordingly an amount of ₹25.26 Crore, being the proportionate liability in respect thereof, for the nine months ended 31.12.2012 (₹ 8.41 Crore for the quarter ended 31.12.2012) have been charged to Profit and Loss Account and the balance amount of ₹ 75.78 Crore yet to be written off is carried forward to be amortised in future periods as permitted by the Reserve Bank of India vide letter no. DBOD.BP.BC.15896/21.04.018/2010-11 dated 08.04.2011.
- Number of Investor complaints received and disposed off during the quarter ended 31st December 2012:
 - Pending at the beginning and end of the quarter : NIL.
 - Received and disposed off during the quarter : 52
- Figures for the previous periods have been recast/regrouped wherever necessary.

**Deloitte
Haskins & Sells**

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**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
THE FEDERAL BANK LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of **THE FEDERAL BANK LIMITED** ("the Bank") for the quarter and nine months ended 31st December, 2012 ("the Statement"). This Statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 Auditors 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 misstatements. A review is limited primarily to inquiries of the Bank personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an opinion.
3. In the conduct of our review, we have reviewed 33 branches and we have relied on the review reports in respect of returns including non-performing assets received from the branch auditors of 39 branches, specifically appointed for this purpose by the bank. These review reports cover 57.52 percent of the advances portfolio of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.
4. Attention is drawn to Note No. 3 of the Statement regarding proportionate charge of pension liability of the bank amounting to Rs.8.41Crore and Rs.25.26 Crore for the quarter and nine months ended 31st December, 2012 respectively and the balance unamortised liability of Rs.75.78Crore as at 31st December, 2012, pursuant to the exemption granted by the Reserve Bank of India and made applicable to the Bank vide letter no. DBOD No.BP.BC.15896 / 21.04.018 / 2010-11 dated April 8, 2011, from the application of the provisions of the Accounting Standard (AS) 15, Employee Benefits.



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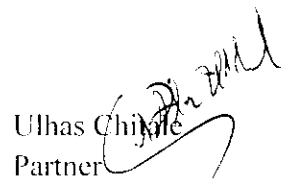
5. Based on our review conducted as stated above, read with our comments in Para 4, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, 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.
6. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholdings, non-encumbered shares of promoter and promoter group shareholders in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Registrars.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Registration No.008072S)



M. Ramachandran
Partner
(Membership No.16399)

For **M P Chitale & Co.**
Chartered Accountants
(Registration No. 101851W)



Ulhas Chitale
Partner
(Membership No. 32292)

KOCHI, 17th January, 2013.