



Secretarial Department

October 17, 2025

Ref. FEDFINA/ CS/97/ 2025-26

The Manager, Listing Department National Stock Exchange of India Limited, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051 SYMBOL – FEDFINA	The Manager, Department of Corporate Services, BSE Limited, Rotunda Building, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001 Scrip code: 544027
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Subject: Press release

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Press Release on the Financial and Operational performance of the Company for the Quarter ended September 30, 2025.

The above is submitted for your kind information and appropriate dissemination.

Thanking you,

Yours Truly,

For Fedbank Financial Services Limited

Parthasarathy Iyengar
Company Secretary & Compliance Officer
Mem. No: A21472

Encl – As above

Fedbank Financial Services Limited delivers 24.2% PAT growth in Q2 FY26 to ₹80.2 Cr

Mumbai, 17th Oct, 2025: Fedbank Financial Services Limited, a leading retail focused NBFC specializing in Loan Against Property and Gold Loans, announces its financial results for the Second Quarter (Q2 FY26)

Financial Highlights

Particulars (₹ Cr)	Q2FY25	Q1FY26	Q2FY26	QoQ	YoY	FY 24	FY 25	YoY
Interest Income	457.7	491.6	501.1	1.9%	9.5%	1,458.0	1,858.6	27.5%
Interest Expenses	214.2	218.0	213.8	-1.9%	-0.2%	679.6	853.8	25.6%
Net Interest Income (Core)	243.4	273.6	287.2	5.0%	18.0%	778.3	1,004.9	29.1%
Net Gain on Direct Assignment	21.4	-5.5	6.6	-221.3%	-69.1%	33.7	65.9	95.9%
Net Interest Income	264.9	268.2	293.9	9.6%	10.9%	812.1	1,070.8	31.9%
Other Income	40.0	31.1	28.3	-9.0%	-29.2%	131.3	155.2	18.2%
Net Total Income	304.9	299.3	322.2	7.6%	5.7%	943.4	1,226.0	30.0%
Operating Expenses	178.6	174.2	183.2	5.1%	2.6%	549.5	705.9	28.5%
Operating Profit	126.3	125.1	139.0	11.1%	10.1%	393.9	520.1	32.0%
Credit Cost	39.9	24.7	31.5	27.5%	-20.9%	65.9	216.4	228.6%
Profit Before tax	86.4	100.3	107.5	7.1%	24.4%	328.1	303.8	-7.4%
Tax Expenses	21.9	25.3	27.3	7.8%	24.9%	83.4	78.6	-5.8%
Profit After Tax	64.6	75.0	80.2	6.9%	24.2%	244.7	225.2	-8.0%
Shareholder's Fund	2402.4	2634.4	2709.8	2.9%	12.8%	2,260.8	2,547.4	12.7%
Book Value Per Share (₹)	64.6	70.6	72.5	2.7%	12.3%	61.2	68.3	11.7%

- Net Interest income is up 10.9% YoY to ₹293.9 Cr in Q2 FY26.
- Operating Profit is up 10.1% YoY to ₹139.0 Cr in Q2 FY26.
- Profit after tax is up 24.2% YoY to ₹80.2 Cr in Q2 FY26.

Particulars (₹ Cr)	Q2FY25	Q1FY26	Q2FY26	QoQ	YoY	FY 24	FY 25	YoY
Asset Under Management	14,218	15,697	16,136	2.8%	13.5%	12,192	15,812	29.7%
Disbursements	3,810	5,933	5,205	-12.3%	36.6%	13,579	18,788	38.4%

Numbers/Percentages have been rounded-off

- AUM increased by 13.5% YoY to ₹16,136 Cr in Q2 FY26.
- Disbursements for Q2 FY26 came in at ₹5,205 Cr, growth of 36.6% YoY.

Key Financial Ratios

Ratios	Q2FY25	Q1FY26	Q2FY26	QoQ	YoY	FY 24	FY 25	YoY
Cost to Income	58.6%	58.2%	56.9%	-135 bps	-172 bps	58.2%	57.6%	- 67 bps
Return on Average Assets	2.1%	2.3%	2.4%	15 bps	31 bps	2.4%	1.8%	- 57 bps
Return on Average Equity	10.9%	11.6%	12.0%	42 bps	107 bps	13.5%	9.4%	- 417 bps
Gross NPA	1.9%	2.0%	1.9%	-9 bps	3 bps	1.7%	2.0%	36 bps
Net NPA	1.5%	1.2%	1.3%	6 bps	-17 bps	1.3%	1.2%	- 10 bps
CRAR	21.4%	22.4%	21.6%	-76 bps	24 bps	23.5%	21.9%	- 154 bps

- Entering this quarter, the Company has successfully sold a deep delinquent pool of Gross Non-Performing Assets amounting to Rs. 79.5 crores, which includes a technically written-off principal outstanding value of Rs. 41.0 crores, to an Asset Reconstruction Company (ARC) for an upfront cash payment of Rs. 32.6 crores, representing approximately 41% of the principal outstanding value. This entire pool consisted of Small Ticket Loan Against Property (LAP) and Affordable home loan segments, with a net carrying value of Rs. 22.2 crores. Additionally, there was an interest amounting to Rs. 5.2 crores on the aforementioned pool that had to be written off.
- Gross Stage III and Net Stage III is down 9bps and 7bps to 1.9% and 1.3% respectively.
- Our credit cost for Q2 stands at 0.9%.

Key Operational Information

Operational Information	Q2FY25	Q1FY26	Q2FY26	QoQ	YoY	FY 24	FY 25	YoY
Branches	665	668	699	4.6%	5.1%	621	694	11.8%
Employees	4,743	4,797	4,894*	2.0%	3.2%	13,579	18,788	38.4%

*Excludes apprentices employed under NAPS scheme

- The company co-located 49 MSE LAP branches with Gold Loan branches during the quarter. We have launched 57 new Gold Loan branches this quarter.
- Branch count stood at 699, spread across 17 states and union territories.

About Fedbank Financial Services Limited:

Fedbank Financial Services Limited, also known as Fedfina, is a Mumbai-based, retail-focused non-banking finance company (NBFC). Fedfina, promoted by Federal Bank Limited, was established in 1995 and received its NBFC license in 2010. Fedfina is a leading retail focused NBFC specializing in Loan Against Property and Gold Loans. The company's operations are built on a collateralized lending model targeting the emerging self-employed customer segment. Fedfina maintains a significant presence across India, extending to 18 states and union territories. As of March 2025, it operates 694 branches, predominantly located in Southern and Western regions of India.

For further details and product portfolio, please visit www.fedfina.com

For details please contact: investor@fedfina.com

Disclaimer:

Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political, or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Fedbank Financial Services Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances