



संदर्भ सं./Ref. No.: 284/CO/2914/INRC/SE/2019-20

दिनांक/Date: 31.10.2019

The Vice President (Listing)  
National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block G, Bandra Kurla  
Complex, Bandra (E), Mumbai – 400051  
(NSE Symbol: SYNDIBANK)

The Vice President (Listing)  
BSE Limited  
Phiroze Jeejeebhoy Towers, Dalal  
Street, Mumbai – 400001  
(BSE Script Code: 532276)

**Sub.: Press Release- Financial Results- Q2 FY 2019-20**

A copy of the Press Release w.r.t. Financial Results of the Bank for the half Year/2<sup>nd</sup> quarter ended 30.09.2019 is enclosed herewith.

This is for your kind information and records.

Thanking you

Yours faithfully,

(संतोष कुमार बारिक/Santosh Kumar Barik)  
कंपनी सचिव/Company Secretary





**Syndicate Bank**  
**PRESS RELEASE**

**Q2 FY 2019-20 RESULTS**

**HIGHLIGHTS**

- ❖ Achieving Excellence in all the key parameters.
- ❖ Bank has reported Net Profit of Rs 251 crore in Q2 FY 2019-20 as against Net Loss of Rs. 1543 crore in Q2 of FY 2018-19.
- ❖ The Operating Profit for Sept-2019 quarter increased by 68% Y-o-Y at Rs.956 crore as against Rs.570 crore reported in Sept-2018 quarter.
- ❖ The Net Interest Income (NII) has increased by 11%, from Rs.1572 Crore in Sept-2018 quarter to Rs.1739 Crore in Sept-2019 quarter.
- ❖ Domestic NIM has increased by 39 bps from 2.68% in Sept- 18 Quarter to 3.07% in Sept-19 Quarter.
- ❖ Overall Cost to income ratio has declined from 72.35% as on Quarter ended Sept-18 to 61.52% as on Quarter ended Sept-19.
- ❖ Gross NPA Ratio declined from 12.98% as on 30.09.2018 to 11.45% as on 30.09.2019.
- ❖ Net NPA Ratio declined from 6.83% as on 30.09.2018 to 5.98% as on 30.09.2019
- ❖ Provision Coverage Ratio has improved from 64.02% as on Sept-18 to 68.64% as on Sept-2019.
- ❖ Global Business of the bank increased from Rs 4,75,225 Crores as on 30.06.2019 to Rs 4,81,081 Crore as on 30.09.2019.
- ❖ The CRAR Ratio as on Sept-19 stood at 13.78% improved from 10.95% as on Sept 18. CET has improved from 6.04% as on Q2-FY 2018-19 to 8.96% as on Q2-FY 2019-20.
- ❖ The share of Domestic CASA has improved from 33.46% to 35.65% Y-o-Y.
- ❖ The Bank's credit portfolio continues to be diversified with share of Retail, Agriculture, MSME (RAM) at 56% of the domestic advances.



## **Performance Highlights for the Second Quarter of FY 2019-20**

### **Interest Income:**

The interest income for quarter ended Sept-2019 increased to Rs.5,407 crore as against Rs.5,399 crore in its corresponding period of previous year..

### **Other Income:**

The other income increased by 52% to Rs.746 crore for the quarter ended Sept-2019 as against Rs.490 crore in corresponding quarter of previous year. The increase is mainly due increase in treasury income on account of increase in profit on sale of investments and increase in recovery in written off advances.

### **Interest Expenses:**

The Interest expenses for the Sept-2019 quarter decreased to Rs 3,668 crore as against Rs.3,827 crore in corresponding quarter of previous year, reduced by 4%.

### **Net Interest Income (NII):**

The Net Interest Income (NII) has improved by 11%, from Rs.1572 Crore in Sept-2018 quarter to Rs.1739 Crore in Sept-2019 quarter.

### **Operating expenses:**

The operating expenses for the quarter ended Sept-2019 quarter was Rs.1,529 crore against Rs.1,492 crore in its corresponding period of previous year.

### **Operating Profit:**

The operating Profit for Sept-2019 quarter increased by 68% and is Rs.956 crore as against Rs.570 crore reported in Sept-2018.

### **Provisions & Contingencies:**

The Bank has made provision and contingencies of Rs.705 crore during Sept-2019 quarter against Rs.2,112 crore during Sept-2018 quarter , showing decline of 67%.

### **Net Profit/Loss:**

The Bank made net profit of Rs. 251 crores for the Quarter ended Sept-2019 against a net loss of Rs.1,543 crores during Sept-2018.



### **Other Financial Ratio:**

#### **Quarter Ended Comparison**

| <b>Parameter</b>                    | <b>Q 2, Ended<br/>FY 2018-19</b> | <b>Q 2, Ended<br/>FY 2019-20</b> |
|-------------------------------------|----------------------------------|----------------------------------|
| Cost of Deposits (%)                | 5.21                             | 5.10                             |
| Cost of Funds (%)                   | 5.04                             | 4.84                             |
| Yield on Advances (%)               | 7.30                             | 7.53                             |
| Yield on Funds (%)                  | 7.11                             | 7.14                             |
| Net Interest Margin (NIM) (Ann) (%) | 2.38                             | 2.65                             |
| Cost to income Ratio (%)            | 72.35                            | 61.52                            |
| Earnings Per Share (Ann.) Rs.       | (43.52)                          | 3.74                             |
| Return of Assets (Ann.) (%)         | (2.03)                           | 0.33                             |

### **Business Parameters:**

#### **Business:**

The Bank's Total Business increased to Rs.4,81,081 crore as on Sept of 2019 as against Rs.4,77,265 crore recorded in Sept of 2018. The Domestic Business increased to Rs.4,20,045 crores as on Sept 2019 as compared to Rs.4,13,344 crore reported in its earlier corresponding period.

#### **Deposits:**

The Bank's Total deposits stood at Rs.2,59,443 crore as on Sept 2019 as against Rs. 2,68,222 crore in its corresponding period of a year ago.

#### **Advance:**

The total Advance as on Sept 2019 increased to Rs.2,21,638 crore as against Rs.2,09,043 crore in its corresponding period of a year ago. Retail and Agriculture advances have shown growth of 7% and 4% respectively.

#### **Priority Sector Advance:**

|                         |                   |                   |                   | (Rs. in Crore)   |
|-------------------------|-------------------|-------------------|-------------------|------------------|
| <b>Sectoral Advance</b> | <b>30.09.2018</b> | <b>31.03.2019</b> | <b>30.09.2019</b> | <b>% of ANBC</b> |
| Priority Sector         | 71,311            | 73,733            | 72,603            | 41.77            |
| Agriculture             | 32,410            | 34,439            | 33,832            | 19.47            |
| Other Priority Sector   | 38,901            | 39,294            | 38,771            | 22.31            |

#### **Investments:**

Investment Portfolio stood at Rs 71,857 crore as on Sept 2019 against Rs.81,463 crore during corresponding period of previous year i.e. Sept 2018.

### **Other Performance Indicators:**

#### **Capital Adequacy Ratio (CAR):**

The CAR (Basel III) stood at 13.78% as on Sept 2019 as against 10.95 % in its corresponding period of previous year. The Tier 1 capital has improved from 8.07% as on Sept 2018 to 10.95% as on Sept 2019. The CET improved from 6.04% as on Sept 2018 to 8.96% as on Sept 2019.

#### **Net Interest Margin (NIM)**

Domestic NIM improved by 39 bps from 2.68% in Sept 2018 quarter to 3.07% in Sept 2019 quarter. Global NIM improved by 27 bps from 2.38% in Sept 2018 quarter to 2.65% in Sept 2019 quarter.

#### **NPA Management:**

The Gross NPA declined to Rs.25,382 crore as at Sept 2019 from Rs.27,131 crore during Sept 2018 and in percentage terms, the Gross NPA ratio is 11.45% as at Sept 2019 against 12.98% in Sept 2018.

The Net NPA declined to Rs. 12,481 crore as at Sept 2019 from Rs. 13,321 crore during Sept 2018 and in percentage terms, the Net NPA ratio is 5.98% as at Sept 2019 against 6.83% in Sept 2018.

| Period  | Gross NPA | Net NPA | (In %) |
|---------|-----------|---------|--------|
|         |           |         | PCR    |
| Sept-18 | 12.98     | 6.83    | 64.02  |
| Sept-19 | 11.45     | 5.98    | 68.64  |

#### **Net worth:**

The Net worth of the Bank stood at Rs.12,222 crore as on Sept 2019 in comparison to Rs. 8,317 crore as on Sept 2018 and Rs. 12,488 crore as on Mar 2019.