

PRESS RELEASE

RBL BANK ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2021

The Board of Directors of RBL Bank Limited approved the financial results for the quarter ended 30th June 2021 at its meeting held on Monday, 2nd Aug 2021.

Results Summary for Q1FY22

- **Healthy operating performance:**
 - Total Revenue grew 21% YOY to ₹1,664 crore
 - Net Interest Income de-grew 7% YOY to ₹970 crore; NIM at 4.36%
 - Other Income was ₹695 crore, up 108% YOY;
 - Cost to Income was 51.5% against 49.8% for Q1FY21
 - Operating profit grew 17% YOY to ₹807 crore
 - Net loss was ₹459 crore

- **CASA Continues Strong Growth; Total Deposits Grew 21% YOY:**
 - Total deposits grew 21% YOY and 2% QOQ to ₹74,471 crore
 - CASA grew 35% YOY and 8% QOQ to ₹25,071 crore. CASA ratio at 33.7% vs. 30.1% in Q1FY21
 - Retail Deposits (as per LCR definition) grew 47% YOY and 8% QOQ to ₹29,505 crore

- **Advances Growth:**
 - Advances book at ₹56,527 crore. Retail advances grew 7% YOY to ₹32,071 crore
 - Retail: Wholesale mix at 57:43

- **Well capitalized with sound liquidity:**
 - Overall capital adequacy at 17.2% with Common Equity Tier 1 ratio of 16.1% at the end of Q1FY22
 - Average Liquidity Coverage Ratio at 134% for Q1FY22

- **Asset quality:**
 - Gross NPA ratio at 4.99% vs. 4.34% in Q4FY21, Net NPA ratio at 2.01% vs. 2.12% in Q4FY21,
 - Provision Coverage Ratio at 76.3% vs 72.2% in Q4FY21 and 70.5% in Q1FY21, up 5.8% YoY

- **Network**
 - The bank added 6 branches during Q1FY22 taking total number of branches to 435 as at 30th June, 2021. In addition, the Bank also has 1,422 business correspondent branches, of which 271 are banking outlets.
 - RBL Finserve Limited (“RBL Finserve”), a 100% subsidiary of the Bank, accounts for 759 business correspondent branches.

Key Financials:

₹ in crore	Q1 FY22	Q4 FY21	QoQ	Q1 FY21	YoY	FY21
Net Interest Income	970	906	7%	1,041	(7%)	3,788
Other Income	695	688	1%	333	108%	2,058
Net Total Income	1,664	1,594	4%	1,375	21%	5,845
Operating Profit	807	877	(8%)	690	17%	3,091
Net profit (after tax)	(459)	75	-	141	-	508

₹ in crore	June 30, 2021	Mar 31, 2021	QoQ	June 30, 2020	YoY
Advances (Net)	56,527	58,623	(4%)	56,683	0%
Deposits	74,471	73,121	2%	61,736	21%
CASA	25,071	23,264	8%	18,566	35%
Investments (Net)	25,314	23,230	9%	19,884	27%

Key ratios:

Particulars (in %)	Q1 FY22	Q4 FY21	Q1 FY21	FY21
Net Interest Margin	4.36	4.17	4.85	4.48
Cost to Income	51.5	45.0	49.8	47.1
Return on Assets	(1.88)	0.32	0.60	0.54
Return on Equity	(14.51)	2.40	5.24	4.35
Gross NPA	4.99	4.34	3.45	4.34
Net NPA	2.01	2.12	1.65	2.12
Provision Coverage Ratio	76.3	72.2	70.5	72.2

Commenting on the performance Mr. Vishwavir Ahuja, MD & CEO, RBL Bank said “ While our revenues and operating profits have held up well and continue to grow year on year, the effect of the second wave of the COVID pandemic on our asset quality was rather severe and different from the first wave given the nature of our businesses, despite the planned counter – cyclicity in our business mix. Economic activity and growth revival is now visible, hence we have decided to take a firm view and clear the decks for the future, by taking accelerated/more than adequate provisions, preparing the Bank to return to normalized levels of business, provisioning, growth and profitability. Additionally, we have set a clear road map for our Transformation 2.0 journey encompassing a larger digital agenda, expansion of our branch footprint, and building out our secured retail assets business and are confident that given our business traction and competitive strengths in certain businesses, this will reflect positively in our financial performance going forward”.

Rs 1 crore = Rs 10 million