

PRESS RELEASE

RBL BANK ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2020

The Board of Directors of RBL Bank Limited approved the financial results for the quarter ended 30th June 2020 at its meeting held on Tuesday, 28th July 2020.

Results Summary

- **Strong operating performance:**
 - Total Revenue for Q1FY21 grew by 6% YOY to ₹1,375 crores
 - Net Interest Income in Q1FY21 grew by 27% YOY to ₹1,041 crores; NIM at 4.85%
 - Other Income for Q1FY21 was ₹334 crores. Core Fee income for Q1FY21 was ₹239 crores. Non-Wholesale constituted 75% of the Bank's Core Fee income.
 - Cost to Income for Q1FY21 at 49.8% against 53.6% for Q1FY20
 - Operating profit for Q1FY21 grew by 14% YOY to ₹690 crores
 - Net profit for Q1FY21 was ₹141 crores
- **CASA Continues Strong Growth; Total Deposits Traction regains momentum:**
 - Total deposits grew 7% QOQ to ₹61,736 crores
 - CASA grew 18% YOY and 8% QOQ to Rs. 18,566 crores. CASA ratio was 30.1%. Average CASA ratio for Q1FY21 was 29.3%
 - The share of Retail Term Deposits and CASA in the Total Deposits was 60% at end of Q1FY21
- **Advances Growth:**
 - Advances book at ₹56,683 Crores. Non -Wholesale advances growth of 24% YOY while Wholesale advances reduced 18% YOY, in line with planned portfolio recalibration
 - Non-Wholesale advances accounted for 53% of net advances of the bank
- **Well capitalized with sound liquidity:**
 - Overall capital adequacy at 16.35% with Common Equity Tier 1 ratio of 15.16% at the end of Q1FY21
 - Average Liquidity Coverage Ratio at 164% for Q1FY21, surplus liquidity currently at Rs. 13,600 crore
- **Asset quality:**
 - Gross NPA ratio at 3.45% (3.62% in Q4FY20), Net NPA at 1.65% (2.05% in Q4FY20), Provision Coverage Ratio at 70.46% (64.04% in Q4FY20)
 - COVID related provisions of Rs. 240 crore in Q1FY21; total cumulative provisions of Rs. 350 crore in Q4FY20 and Q1FY21
- **Network**
 - The bank added 6 branches during Q1FY21 taking total number of branches to 392 as at 30th June, 2020. In addition the Bank also has 1,221 business correspondent branches, of which 263 are banking outlets.
 - RBL Finserve Limited ("RBL Finserve") (Formerly Swadhaar Finserve Private Limited), a 100% subsidiary of the Bank, accounts for 661 business correspondent branches.

Key Financials:

₹ in crore	Q1 FY21	Q4 FY20	QoQ	Q1 FY20	YoY	FY20
Net Interest Income	1,041	1,021	2%	817	27%	3,630
Other Income	334	501	(33%)	481	(31%)	1,910
Net Total Income	1,375	1,522	(10%)	1,299	6%	5,540
Operating Profit	690	752	(8%)	603	14%	2,714
Net profit (after tax)	141	114	23%	267	(47%)	506

₹ in crore	June 30, 2020	March 31, 2020	QoQ	June 30, 2019	YoY
Advances (Net)	56,683	58,019	(2%)	56,837	0%
Deposits	61,736	57,812	7%	60,811	2%
CASA	18,566	17,116	8%	15,706	18%
Investments (Net)	19,884	18,150	10%	16,639	20%

Key ratios:

Particulars (in %)	Q1 FY21	Q4 FY20	Q1 FY20	FY20
Net Interest Margin	4.85	4.93	4.31	4.56
Cost to Income	49.8	50.6	53.6	51.0
Return on Assets	0.60	0.52	1.31	0.59
Return on Equity	5.24	4.28	13.78	5.74
Gross NPA	3.45	3.62	1.38	3.62
Net NPA	1.65	2.05	0.65	2.05
Provision Coverage Ratio	70.46	64.04	69.13	64.04

Commenting on the performance Mr. Vishwavir Ahuja, MD & CEO, RBL Bank said “The quarter was a mixed bag. While on one hand, rising infection rates added to uncertainty, on the other hand, as we transitioned to unlocking in large parts of the country we saw business activity pick up sharply in the second half of the quarter. As a Bank, we have achieved a robust set of numbers in this challenging business environment. We will continue to maintain surplus liquidity, high capital levels and tight risk filters in the near term. “

₹1 crore = ₹10 million