

**PRESS RELEASE****RBL BANK ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> SEP 2020**

The Board of Directors of RBL Bank Limited approved the financial results for the quarter ended 30<sup>th</sup> Sep 2020 at its meeting held on Wednesday, 28<sup>th</sup> Oct 2020.

**Results Summary for Q2FY21**

- **Strong operating performance:**
  - Total Revenue grew 6% YOY to ₹1,388 crores
  - Net Interest Income grew 7% YOY to ₹932 crores; NIM flat YoY at 4.34%; However, sequentially down due to proactive reversal of interest income on Non-Wholesale Advances expected to slip by Q3 FY21
  - Other Income was ₹456 crores, up 37% QoQ; Core Fee income was ₹362 crores, up 52% QoQ. Non-Wholesale constituted 82% of the Bank's Core Fee income.
  - Cost to Income was 48.2% against 50.9% for Q2FY20
  - Operating profit grew 12% YOY to ₹720 crores
  - Net profit was ₹144 crores, up 165% YoY
- **CASA Continues Strong Growth; Total Deposits Grew 4% Sequentially:**
  - Total deposits grew 3% YoY and 4% QOQ to ₹64,506 crores
  - SA deposits grew 26% YoY and 7% QoQ
  - CASA grew 21% YOY and 8% QOQ to Rs. 20,064 crores. CASA ratio increased to 31.1% vs. 30.1% in Q1 FY21 (26.5% in Q2 FY20). Average CASA ratio for Q2FY21 was 28.7%
  - Retail Deposits (as per LCR definition) grew 11% QoQ
- **Advances Growth:**
  - Advances book at ₹56,162 Crores. Non -Wholesale advances grew 23% YOY and 7% QOQ
  - Wholesale : Non-Wholesale mix at 43:57
- **Well capitalized with sound liquidity:**
  - Overall capital adequacy at 16.50% with Common Equity Tier 1 ratio of 15.12% at the end of Q2FY21
  - Average Liquidity Coverage Ratio at 171% for Q2FY21
- **Asset quality:**
  - Gross NPA ratio at 3.34% (3.45% in Q1FY21), Net NPA at 1.38% (1.65% in Q1FY21), Provision Coverage Ratio at 74.75% vs 70.46% in Q1FY21 (58.45% in Q2FY20); 11% increase in 2 quarters
  - COVID related provisions of Rs. 310 crore in Q2FY21; total cumulative provisions of Rs. 664 crore (121bps of advances)
- **Network**
  - The bank added 6 branches during Q2FY21 taking total number of branches to 398 as at 30<sup>th</sup> Sep, 2020. In addition the Bank also has 1,219 business correspondent branches, of which 254 are banking outlets.
  - RBL Finserve Limited ("RBL Finserve") (Formerly Swadhaar Finserve Private Limited), a 100% subsidiary of the Bank, accounts for 674 business correspondent branches.

**Key Financials:**

₹ in crore	Q2 FY21	Q1 FY21	QoQ	Q2 FY20	YoY	H1 FY21	H1 FY20
Net Interest Income	932	1,041	(10%)	869	7%	1,973	1,686
Other Income	456	333	37%	442	3%	790	923
Net Total Income	1,388	1,375	1%	1,310	6%	2,763	2,609
Operating Profit	720	690	4%	643	12%	1,409	1,246
Net profit (after tax)	144	141	2%	54	165%	285	321

₹ in crore	Sep 30, 2020	June 30, 2020	QoQ	Sep 30, 2019	YoY
Advances (Net)	56,162	56,683	(1%)	58,476	(4%)
Deposits	64,506	61,736	4%	62,829	3%
CASA	20,064	18,566	8%	16,620	21%
Investments (Net)	21,277	19,884	7%	19,778	8%

**Key ratios:**

Particulars (in %)	Q2 FY21	Q1 FY21	Q2 FY20	H1 FY21	H1 FY20
Net Interest Margin	4.34	4.85	4.35	4.65	4.33
Cost to Income	48.2	49.8	50.9	49.0	52.3
Return on Assets	0.62	0.60	0.25	0.61	0.77
Return on Equity	5.23	5.24	2.73	5.23	8.19
Gross NPA	3.34	3.45	2.60	3.34	2.60
Net NPA	1.38	1.65	1.56	1.38	1.56
Provision Coverage Ratio	74.75	70.46	58.45	74.75	58.45

Commenting on the performance Mr. Vishwavir Ahuja, MD & CEO, RBL Bank said “We are seeing growth revival especially in our retail businesses and being well positioned on capital and liquidity we are growing in our chosen segments. As a Bank, we have again achieved a robust set of numbers in this quarter and prudently added to our provisioning buffers. Despite the positive signals, we continue to focus on balance sheet protection, risk mitigation and capital conservation in the near term. “

₹1 crore = ₹10 million