

## Indian Bank profit zooms 52% on higher income, lower provisions

Our Bureau  
Chennai

Public sector lender Indian Bank has reported a massive rise in its net profit for the December 2023 quarter helped by higher income growth and lower provisions amid challenges faced on the margin front.

For the quarter ended December 2023, the bank's net profit grew by 52 per cent to ₹2,119 crore compared with ₹1,396 crore in the year-ago quarter.

However, its operating profit stood at ₹4,097 crore against 4,061 crore, on the back of a single-digit rise in net interest income at 5,815 crore (₹5,499 crore).

While interest income rose 20 per cent at ₹14,198 crore (₹11,834 crore), non-interest income grew by 11 per cent at ₹1,902 crore (₹1,716 crore). Total expenses were higher by 26 per cent at ₹12,003 crore against ₹9,489 crore as the bank continues to be on a growth curve.

"As a result of wage settlement, we signed up for a 17 per cent hike, we provided for the same along with some amount for the consequent increase in pension during the quarter," S L Jain, Managing Director & CEO of Indian Bank said.

Provisions (excluding taxes) were lower by 46 per cent at ₹1,350 crore (₹2,515 crore).

However, fresh slippages were higher at ₹1,429 crore compared with ₹1,192 crore in the year-ago quarter, but



S L Jain, Managing Director and CEO of Indian Bank

lower than ₹1,976 crore in the preceding quarter. Of the ₹1,429 crore slippages, the agriculture sector accounted for a higher amount at ₹592 crore (₹197 crore in Q3 of FY23), followed by MSME (₹411 crore), retail (₹293 crore) and corporate (₹133 crore).

Total recoveries (cash and upgradation) were at ₹2,509 crore (₹2,631 crore).

### BETTER ASSET QUALITY

The bank's asset quality continued to improve as its gross NPA dropped to 4.47 per cent in the December

quarter from 6.53 per cent in the year-ago quarter and 4.97 per cent in the September 2023 quarter. Net NPA fell to 0.53 per cent from 1 per cent in the year-ago quarter and 0.6 per cent in the preceding quarter.

The bank's domestic advances rose 12 per cent at ₹4,74,355 crore in Q3 of this fiscal (₹4,24,162 crore). Retail, agriculture, and MSME loans grew by 14 per cent at ₹99,251 crore, 16 per cent at ₹114,422 crore, and 7 per cent at Rs.83,172 crore. These three segments accounted for 62.58 per cent of the gross domestic loans. Corporate loans grew by 10 per cent at 1,77,510 crore.

Domestic deposits grew 8 per cent at ₹6,29,401 crore (₹5,83,998 crore). Domestic CASA share saw a marginal decline to 41.14 per cent from 41.18 per cent in Q2FY23. The total business of the bank grew by 11 per cent y-o-y and stood at ₹11.64 lakh crore as of December 31, 2023.

## Indian Bank Q3 profit surges 52% to ₹2,119 cr

Indian Bank on Wednesday reported a 52 per cent jump in net profit at Rs 2,119 crore in the December quarter, on the back of improvements in core income and a reduction in bad loans. The Chennai-based lender had earned a net profit of Rs 1,396 crore in the same quarter a year ago. The operating profit of the bank was almost flat at Rs 4,097 crore as against Rs 4,061 crore in December 2022.

## Indian Bank Net Up 52% on Provision Fall

**MUMBAI** Indian Bank's profit increased 52% to ₹2,119 crore in the December quarter on lower provisions. The bank's gross NPAs declined to 4.47% from 6.53% a year earlier leading to a drop in provisions to ₹906 crore from ₹1,474 crore a year ago.



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## Indian Bank Q3 profit surges 52%

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The Chennai-based lender had earned a net profit of ₹1,396 crore in the same quarter a year ago. The operating profit of the bank was almost flat at ₹4,097 crore as against ₹4,061 crore in December 2022.

Total income increased to ₹16,099 crore during the quarter under review as compared to ₹13,551 crore in the same period last year, Indian Bank said in a regulatory filing. Interest income also rose to ₹14,198 crore over ₹11,834 crore for the quarter ended December 2022.

On the asset quality front, the bank's gross Non-Performing Assets (NPAs) declined to 4.47% of the gross loans by the end of December 2023 from 6.53% a year ago.



## Indian Bank Q3 standalone net jumps 52% to ₹2,119 crore

Indian Bank reported standalone net profit for the December quarter rose 52% to ₹2,119 crore from the year-earlier period due to growth in interest income. Net interest income increased 6% to ₹5,815 crore and fee based income by 21% to ₹852 crore. Net interest margin stood at 3.49% (3.47%), the public sector lender said in a statement. Gross non-performing assets decreased by 206 basis points (bps) to 4.47%, while net NPA reduced by 47 bps to 0.53%.

## இந்தியன் வங்கி நிகர லாபம் 52% உயர்வு

புது தில்லி, ஜன. 24: கடந்த டிசம்பர் காலாண்டில், பொதுத்துறையைச் சேர்ந்த இந்தியன் வங்கியின் நிகர லாபம் 52 சதவீதம் உயர்ந்துள்ளது.

இது குறித்து நிறுவனம் புதன்கிழமை வெளியிட்டுள்ள செய்திக்குறிப்பில் தெரிவிக்கப்பட்டுள்ளதாவது:

கடந்த அக்டோபர் முதல் டிசம்பர் வரையிலான நடப்பு நிதியாண்டின் 3-ஆவது காலாண்டில் வங்கியின் நிகர லாபம் ரூ.2,119 கோடியாக உள்ளது. முந்தைய 2022-23-ஆம் நிதியாண்டின் இதே காலாண்டில் இது ரூ.1,396 கோடியாக இருந்தது. அதனுடன் ஒப்பிடுகையில் தற்போது வங்கியின் நிகர லாபம் 52 சதவீதம் அதிகரித்துள்ளது.

2022 அக்டோபர்-டிசம்பர் காலாண்டில் ரூ.4,061 கோடியாக இருந்த வங்கியின் செயல்பாட்டு லாபம் 2023-இன் அதே காலாண்டில் ரூ.4,097 கோடியாக உயர்ந்துள்ளது.

மதிப்பீட்டுக் காலாண்டில் வங்கியின் வாராகக் கடன் விகிதம் 6.53 சதவீதத்திலிருந்து 4.47 சதவீதமாகக் குறைக்கப்பட்டுள்ளது என்று அந்த செய்திக்குறிப்பில் தெரிவிக்கப்பட்டுள்ளது.

## Indian Bank profit up 52% to ₹2,119 cr

FE BUREAU  
Chennai, January 24

INDIAN BANK ON Wednesday reported a 52% jump in its net profit to ₹2,119 crore for the third quarter of FY24 as compared to ₹1,396 crore in the corresponding quarter of last fiscal owing to higher income growth and reduced bad assets.

Total income of the bank stood at ₹16,100 crore as compared to ₹13,550 crore, registering a growth of 19%.

Net interest income (NII) of the bank increased by 6% to



₹5,815 crore from ₹5,499 crore while fee-based income grew by 21% to ₹852 crore. Return on Assets (RoA) was up by 31 bps to 1.11% from

0.80% and return on equity (RoE) increased by 471 bps to 19.92% from 15.21%. Yield on advances up by 59 bps to 8.78% from 8.19%. Its domestic net interest margin (NIM) stood at 3.49%.

Gross non-performing assets decreased by 206 basis points to 4.47% and net NPA reduced by 47 bps to 0.53%.

Slippage ratio contained to 1.28% in comparison to 1.77% in September quarter, marking an improvement of 49 bps. Provision coverage ratio improved by 231 bps to 95.90%.

## Indian Bank Q3 FY24 net profit grows 52%

TIMES NEWS NETWORK

Chennai: Indian Bank reported a net profit of Rs 2,119 crore in the quarter ended December 31, 2023, an increase by 52% when compared with the corresponding quarter of Rs 1,396 crore last year. The Net Interest Income was up by 6% YoY to Rs 5,815 crore in the third quarter of FY24, which was at Rs 5,499 crore during the year ago quarter.

While the RAM (Retail, Agriculture & MSME) advances grew by 13% YoY at Rs 2,96,845 crore in Q3 FY24 against Rs 2,62,811 crore of the previous year, the GNPA decreased by 206 bps to 4.47% in Dec'23 from 6.53%. The NNPA reduced by 47 bps to 0.53% from 1% in Dec 22. Indian Bank MD & CEO S L Jain said, "We all along were saying that our recovery will be better than the slippages. In the current quarter also our recovery was Rs 2,589 crore and slippage of Rs 1,667 crore." The gross advances increased by 13% YoY to Rs 5,09,800 crore in Dec'23 from Rs 4,51,658 crore in the same quarter last year.

## Indian Bank Q3 profit increases 52% to ₹2,119 cr

The public sector Indian Bank on Wednesday reported a 52 per cent jump in net profit at ₹2,119 crore in the December quarter, on the back of improvements in core income and a reduction in bad loans. The lender had earned a net profit of ₹1,396 crore in the same quarter a year ago.

The operating profit was almost flat at ₹4,097 crore as against ₹4,061 crore in December 2022.

Total income increased to ₹16,099 crore during the quarter under review as compared to ₹13,551 crore in the same period last year, Indian Bank said in a regulatory filing.

Interest income also rose to ₹14,198 crore over ₹11,834 crore for the quarter ended December 2022.

On the asset quality front, the bank's gross Non-Performing Assets (NPAs) declined to 4.47 per cent of the gross loans by the end of December 2023 from 6.53 per cent a year ago. Similarly, net NPAs or bad loans came down to 0.53 per cent as compared to 1 per cent in 2022.

PTI

## Indian Bank Q3 profit zooms 52% to Rs 2,119 crore

**CHENNAI:** The public sector Indian Bank on Wednesday reported a 52 per cent jump in net profit at Rs 2,119 crore in the December quarter, on the back of improvements in core income and a reduction in bad loans.

The Chennai-based lender had earned a net profit of Rs 1,396 crore in the same quarter a year ago. The operating profit of the bank was almost flat at Rs 4,097 crore as against Rs 4,061 crore in December 2022.

Total income increased to Rs 16,099 crore during the quarter under review as compared to Rs 13,551 crore in the same period last year, Indian Bank said in a regulatory filing.

Interest income also rose to Rs

14,198 crore over Rs 11,834 crore for the quarter ended December 2022. On the asset quality front, the bank's gross Non-Performing Assets (NPAs) declined to 4.47 per cent of the gross loans by the end of December 2023 from 6.53 per cent a year ago.

Similarly, net NPAs or bad loans came down to 0.53 per cent as compared to 1 per cent in 2022. As a result, provisions for bad loans declined to Rs 906 crore from Rs 1,474 crore a year ago. The bank's provision coverage ratio stood at 95.90 per cent at the end of the December quarter.

The capital adequacy ratio marginally declined to 15.58 per cent from 15.74 per cent at the end of the December quarter of FY22.



S L Jain, Managing Director and CEO of Indian Bank