



Corporate Office: Bengaluru
28th October, 2015

PRESS RELEASE

**Syndicate Bank Announces
Reviewed Financial Results for the Half Year ended
30th September, 2015**

GLOBAL BUSINESS



Performance Highlights for the Second Quarter of Financial Year 2015-16

- ☞ Global Business increased from ₹415690 crore as at Q2, FY 2014-15 to ₹471900 crore as at Q2, FY 2015-16 (up 14% y-o-y).
- ☞ Domestic Business increased from ₹354156 crore as at Q2, FY 2014-15 to ₹390747 crore as at Q2, FY 2015-16 (up 10% y-o-y).
- ☞ Global Deposits increased from ₹239215 crore as at Q2, FY 2014-15 to ₹263722 crore as at Q2, FY 2015-16 (up 10% y-o-y).
- ☞ Domestic Deposits increased from ₹213492 crore as at Q2, FY 2014-15 to ₹228619 crore as at Q2, FY 2015-16 (up 7% y-o-y).
- ☞ Global Advances increased from ₹176475 crore as at Q2, FY 2014-15 to ₹208178 crore as at Q2, FY 2015-16 (up 18% y-o-y).
- ☞ Domestic Advances increased from ₹140664 crore as at Q2, FY 2014-15 to ₹162128 crore as at Q2, FY 2015-16 (up 15% y-o-y).
- ☞ Domestic CASA deposits increased from ₹63778 crore as at Q2, FY 2014-15 to ₹72462 crore as at Q2, FY 2015-16 (up 14% y-o-y). Domestic CASA deposits stood at 31.70% of total domestic deposits as at 30.09.2015.
- ☞ Savings Bank deposits increased from ₹43496 crore as at 30.09.2014 to ₹49579 crore as at 30.09.2015 (up 14% y-o-y).
- ☞ Operating Profit increased to ₹1225 crore in Q2, FY 2015-16 as against ₹954 crore in Q2, FY 2014-15 (up 28% y-o-y).
- ☞ Net Profit increased to ₹332 crore in Q2, FY 2015-16 as against ₹316 crore in Q2, FY 2014-15 (up 5 % y-o-y).
- ☞ Gross NPA ratio stood at 3.72% in Q2, FY 2015-16 as against 3.43 % in Q2, FY 2014-15.
- ☞ Net NPA ratio stood at 2.37% in Q2, FY 2015-16 as against 2.20% in Q2, FY 2014-15.
- ☞ Provision Coverage Ratio stood at 63.37% in Q2, FY 2015-16 as against 65.38% in Q2, FY 2014-15.
- ☞ Cost to income ratio stood at 50.88% in Q2, FY 2015-16 as against 48.71% in Q2, FY 2014-15.
- ☞ Book value per share increased from ₹197.16 in Q2, FY 2014-15 to ₹207.18 in Q2, FY 2015-16.

- ☛ Global Net Interest margin (NIM) stood at 2.46% in Q2, FY 2015-16 as against 2.57% in Q2, FY 2014-15.
- ☛ Domestic Net Interest margin (NIM) stood at 2.88% in Q2, FY 2015-16 as against 2.96% in Q2, FY 2014-15.
- ☛ The yield on advances stood at 9.02% in Q2, FY 2015-16 as against 9.63% in Q2, FY 2014-15.
- ☛ Net Interest Income increased from ₹1428 in Q2, FY 2014-15 to ₹1595 crore in Q2, FY 2015-16 (up 12% y-o-y).
- ☛ Return on Assets (RoA) (Annualised) stood at 0.45% in Q2, FY 2015-16 as against 0.50% in Q2, FY 2014-15.
- ☛ Earnings per Share (EPS) (Annualised) stood at ₹19.15 in Q2, FY 2015-16 as against ₹ 25.65 in Q2, FY 2014-15.
- ☛ Capital Adequacy Ratio (Basel III) stood at 10.46% as at 30.09.2015 as against 10.42% as at 30.09.2014.

SNAP SHOT OF PERFORMANCE

Parameter	H1 of FY 2014-15	H1 of FY 2015-16
Cost to income Ratio (%)	46.33	48.45
Earnings per Share (₹) Annualised	25.65	19.15
Book Value per Share (₹)	197.16	207.18
Gross NPA Ratio (%)	3.43	3.72
Net NPA Ratio (%)	2.20	2.37
Return on Assets (%)	0.65	0.43
Cost of Deposits (%)	6.73	6.55
Yield on Advances (%)	9.52	8.98
Net Interest Margin (NIM) (%)	2.52	2.31
Provision Coverage Ratio (%)	65.38	63.37
Capital Adequacy Ratio (Basel II) (%)	10.74	10.80
Capital Adequacy Ratio (Basel III) (%)	10.42	10.46

PRIORITY SECTOR CREDIT ACHIEVEMENTS

- ☞ Priority Sector Credit increased by 16.08% from ₹50810.09 Crore as at 30.09.2014 to ₹58979.78 Crore as at 30.09.2015 forming 36.39% of ANBC.
- ☞ Total Agricultural Credit increased by 8.56% from ₹22955.78 Crore as at 30.09.2014 to ₹24919.94 Crore as at 30.09.2015, forming 15.37% of ANBC.
- ☞ Credit to Micro, and Small Enterprises (MSE) increased by 25.64% from ₹16367.69 Crore as at 30.09.2014 to ₹20563.99 Crore as at 30.09.2015.
- ☞ Credit to Weaker Section increased from ₹14312.56 Crore as at 30.09.2014 to ₹17401.28 Crore as at 30.09.2015, forming 10.74% of ANBC.
- ☞ Credit to Minority Community increased from ₹8017.21 Crore as at 30.09.2014 to ₹9425.31 Crore as at 30.09.2015, forming 15.98% of Priority Sector Credit.
- ☞ To assist the farmers in taking up timely agricultural operations and increase crop production, credit assistance of ₹7405.30 Crore has been extended by issuing 7.04 lakhs Syndicate Kisan Credit Cards as on 30.09.2015.
- ☞ For the rural households, 31191 General Purpose Credit Cards (GCCs) have been issued amounting to ₹52.66 Crore.

MSME

- ☞ The total outstanding advances to MSME Sector grew by 27.38 % from ₹20143 crore as at 30.09.2014 to ₹25658 crore as at 30.09.2015.

RETAIL CREDIT

- ☞ The total outstanding advances under Retail Credit portfolio grew by 20.06% from ₹20290.39 crore as at 30.09.2014 to ₹24360.18 crore as at 30.09.2015.

RECOVERY

- ☞ During Q2, FY 2015-16 upgradation of NPAs for ₹523.44 crore and Recoveries of ₹638.66 crore have been made, which includes cash recovery of ₹ 123.58 crore in prudentially written Off Accounts.
- ☞ To accelerate recovery performance under NPA, during the current financial year two Bruhat Synd Adalats were conducted. Bank has mobilized 37058 proposals involving one time settlement amount of ₹352.53 crore.

BRANCH EXPANSION

- ☛ Bank has opened 50 branches during Q2, FY 2015-16 taking total number of branches to 3565 as on 30.09.15 (including a branch in London) comprising of 1174 Rural, 945 Semi Urban, 781 Urban and 664 Metro branches. Bank has presence in all the States and 6 Union Territories of the country.

HUMAN RESOURCE INITIATIVES

- ☛ Bank has recruited 1470 Probationary Officers and 1663 Clerks during the current year.
- ☛ Bank has also recruited 284 Specialist in the field of Treasury Management, Credit, Risk Management, IT related services & HRM etc.

REGIONAL RURAL BANKS

- ☛ We have sponsored 3 RRBs- Prathama Bank, Karnataka Vikas Grameena Bank and Andhra Pragathi Grameena Bank having a branch network of 1391. All three RRBs are profit making and have a total business of ₹45753 crore.

SYND SAMAGRA GRAM VIKAS YOJANA

- ☛ Our bank has adopted 26 villages in our Lead Districts across the country for all round development and ₹5.20 crore is being utilized for development.

SLBC CONVENER

- ☛ Our Bank is convener of SLBC in Karnataka State and Union Territory of Lakshadweep and is taking proactive steps for implementation of Government directives.

FINANCIAL INCLUSION

- ☛ Bank has opened 3.94 lakh Basic Savings Bank Deposit Accounts (BSBDA) during Q2 FY 2015-16. The balance outstanding overall in 1.10 crore BSBD accounts is ₹3658.87 crore as on 30.09.2015.
- ☛ To promote financial literacy in the villages, 6891 financial literacy programmes were organized upto 30.09.2015 (from April 2015 to Sept 2015), in which 2.93 lakh persons were benefitted.

PMJDY

- ☛ Bank has opened 39.20 lakh accounts under PMJDY having a balance of ₹677.15 crore as at 30.09.2015. During Q2 FY 2015-16, 2.05 lakh PMJDY accounts were opened.
- ☛ 34.96 lakh RuPay Cards have been issued under PMJDY as at 30.09.2015.

DIRECT BENEFIT TRANSFER (LPG)

- ☛ During the period 15.11.2014 to 30.09.2015 under re-launched DBTL, 117.83 lakh credits have been received by our Bank with benefit amounting to ₹290.50 crore credited to beneficiaries' accounts. During Q2 FY 2015-16, 41.90 lakh credits have been received with benefit amounting to ₹76.87 crore credited to beneficiaries' accounts.

INFORMATION TECHNOLOGY

- ☛ Bank has added 165 new ATMs during Q2, FY 2015-16, taking total number of ATMs to 3592.
- ☛ Bank has issued 7.65 lakh new VISA/Maestro/Rupay/Rupay Kisan Debit Cards and 1437 Credit Cards during Q2 FY 2015-16. Overall 154.08 lakh Debit Cards have been issued of which 118.25 Lakh are active cards. Credit Card base has increased to 63440 of which 29802 are active cards.
- ☛ Bank has installed 2137 POS Terminals up to 30.09.2015.

CAPITAL

- ☛ Bank has raised ₹1000 crore Basel III Compliant Tier II bonds in Sept 2015

CORPORATE INITIATIVES

- To augment substantial business under Retail Credit Portfolio, Bank conducted three Retail and MSME Campaigns during the period from 21.05.2015 to 30.05.2015, 22.06.2015 to 25.06.2015 and 01.08.2015 to 30.09.2015. During the Campaign period, Bank has mobilized 7373 Car loans amounting to ₹419.77 crore and 8250 Housing Loans amounting to ₹1173.99 crore.
- Credit linked Subsidy Scheme –“Pradhan Mantri Awas Yojana (PMAY)” under “Housing for All Mission” for Urban Poor has been implemented with effect from 17.06.2015 and will be effective up to 31.03.2022.
- To maximize the Aadhaar seeding of Pensioners' accounts for effective implementation of 'Jeevanpramaan' scheme (which facilitates an additional option to the pensioners to submit Life Certificate online-Digital Life Certificate), Bank has launched Pensioners Mela / Campaign for Aadhaar Seeding from 01.08.2015 to 14.08.2015. The campaign proved to be successful bringing remarkable increase in pensioners accounts.
- Bank has organized MURDA credit campaign from 01.09.2015 to 02.10.2015. During the campaign period branches have sanctioned 109716 loans amounting to ₹424.93 crore, of which 98005 accounts amounting to ₹110.30 crore is Shishu loans. Each branch has sanctioned approximately 28 loans as against target of 25 loans given by Ministry of Finance.

- Bank has launched “Synd MUDRA Card” for meeting the working capital need of the borrowers of MFIs who are pursuing productive ventures. This card can be operated through a ATM Debit Card hosted on “RuPay” platform. During the period from 08.04.2015 to 30.09.2015 Bank has sanctioned 2.14 lakh accounts amounting to ₹1348.98 crore and disbursed ₹1165.63 crore.
- In order to take forward the “Make in India” mission of the Government, Bank has launched a new lending product “Skill Loan Scheme” from 18.08.2015 in line with existing IBA Model Education Loan Scheme for Vocational Courses. Skill development courses are aligned to National Occupations Standards and Qualification Packs and leading to a certificate/diploma/degree by the Training Institutes as per National Skill Qualification Framework (NSQF). The loan amount sanctioned under the scheme will range from ₹5000 to ₹1,50,000. No collateral security is required.
- Bank has made Online Grievance Redressal System live from 18.08.2015. The online grievance system provides for online registration of grievance through bank’s website. The online grievance system provides access to the customers for recording the complaint, compliant status tracking and receiving response from the bank.
- Bank has launched “Education Loan Campaign” from 06.07.2015 to 31.12.2015 to increase the disbursement by 25% under the education loan scheme. During the campaign 7013 accounts were added amounting to ₹317 crore.

CSR ACTIVITIES

- ☞ Bank has undertaken various CSR activities during the quarter for the benefit of the society including the following:
 - Donated hearing aids to an NGO catering to hearing impaired people
 - Donated wheel chairs/ambulance/van, water purifier and waste disposal unit to hospital/trust
 - Donated a battery operated ambulance to Government Medical College
 - Donated funds for construction of public utility hall in temple
 - Donated school van to Mutt
 - Donated water cooler/water filter/school bags, equipment for Audio Visual Room to Government schools
 - Donated towards construction of toilet blocks in public places
 - Donated to education society for construction of toilets and providing drinking water facilities to their schools
 - Donated computers to education institutions
 - Donated towards installation of Mineral RO Plant in a Gram Panchayat
 - Donated to Societies/Humanitarian Service Organisations/Orphanage for their various purpose etc.

ACCOLADES/AWARDS

- Adjudged first for receiving Rajbhasha Kirti Puraskar for the Financial Year 2014-15 among Nationalized Banks and Financial Institutions of Region 'C' for outstanding implementation of Official Language Policy.
- Our Hindi Magazine 'Jagriti' got award in Hindi House Journal Competition conducted by Reserve Bank of India.

NEW PRODUCTS

Bank has implemented the following Government insurance focused deposit schemes/gift products:-

- Suraksha Deposit Scheme
- Jeevan Suraksha Deposit Scheme
- Jeevan Suraksha Deposit Cheque

GOING FORWARD

- ☞ Bank has taken shareholders' approval to raise equity capital up to ₹2000 crore to augment its capital base by way of Qualified Institutional Placement (QIP) Issue, Rights Issue, follow on Public Issue or any other mode approved by Government of India or Reserve Bank of India to comply with Basel-III norms and cater to its growing business.
- ☞ Bank has planned to recruit 2400 Probationary Officers, 500 Specialist Officers and 1850 clerks during the Current Year 2015-16.

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