



Corporate Office: Bangalore

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PRESS RELEASE

SyndicateBank announces Reviewed Financial Results for the Quarter ended 30th Sept, 2014

Performance Highlights for the Second Quarter of Financial Year 2014-15

- ☛ Operating Profit increased to Rs 954 crore in Q2, FY 2014-15 as against Rs.811 crore in Q2, FY 2013-14(up 18% y-o-y)
- ☛ Net Profit in Q2 FY 2014-15, stood at Rs 316 crore.
- ☛ Global Business increased from Rs.346156 crore as at Q2, FY 2013-14 to Rs 415690 crore as at Q2, FY 2014-15 (up 20.09% y-o-y). Whereas, Domestic Business increased from Rs.288383 crore as at Q2, FY 2013-14 to Rs 354156 crore as at Q2, FY 2014-15 (up 22.81% y-o-y)
- ☛ Global Deposits increased from Rs.190820 crore as at Q2, FY 2013-14 to Rs.239215 crore as at Q2, FY 2014-15 (up 25.36% y-o-y). Whereas Domestic Deposits increased from Rs.165710 crore as at Q2, FY 2013-14 to Rs 213492 crore as at Q2, FY 2014-15 (up 28.83% y-o-y).
- ☛ Global Advances increased from Rs.155336 crore as at Q2, FY 2013-14 to Rs 176475 crore as at Q2, FY 2014-15 (up 13.61% y-o-y). Whereas Domestic Advances increased from Rs.122673 crore as at Q2, FY 2013-14 to Rs 140664 crore as at Q2, FY 2014-15 (up 14.67% y-o-y).
- ☛ Domestic CASA deposits increased from Rs.53720 crore as at Q2, FY 2013-14 to Rs 63778 crore as at Q2, FY 2014-15 (up 18.72% y-o-y). Domestic CASA deposits stood at 29.87% of total domestic deposits as at 30.09.2014.
- ☛ Savings Bank deposits has gone up by 11.04% from Rs 39173 crore as on 30.09.2013 to Rs 43496 crore as on 30.09.2014.
- ☛ Gross NPA ratio stood at 3.43% in Q2, FY 2014-15 as against 2.88 % in Q2, FY 2013-14.
- ☛ Net NPA ratio stood at 2.20% in Q2, FY 2014-15 as against 1.66% in Q2, FY 2013-14.
- ☛ Provision Coverage Ratio stood at 65.38% in Q2, FY 2014-15 as against 70.58% in Q2, FY 2013-14.

- ☛ Cost to income ratio stood at 48.71% in Q2, FY 2014-15 as against 51.94% in Q2, FY 2013-14.
- ☛ Book value per share increased from Rs.191.93 in Q2, FY 2013-14 to Rs 197.16 in Q2, FY 2014-15.
- ☛ Global Net Interest margin (NIM) stood at 2.57% in Q2, FY 2014-15 as against 2.90% in Q2, FY 2013-14.
- ☛ Domestic Net Interest margin (NIM) stood at 2.96% in Q2, FY 2014-15 as against 3.38% in Q2, FY 2013-14.
- ☛ The yield on advances stood at 9.63% in Q2, FY 2014-15 as against 9.62% in Q2, FY 2013-14.
- ☛ Net Interest Income increased from Rs.1411 crore in Q2, FY 2013-14 to Rs 1422 crore in Q2, FY 2014-15 (up 0.78% y-o-y).
- ☛ Return on Assets (RoA) annualised stood at 0.50% in Q2, FY 2014-15 as against 0.89% in Q2, FY 2013-14.
- ☛ Earnings per Share (EPS) stood at Rs 25.65 in Q2, FY 2014-15 as against Rs.30.65 in Q2, FY 2013-14.
- ☛ Capital Adequacy Ratio (Basel III) stood at 10.42% as at 30.09.2014 as against 11.58% as at 30.09.2013.

Snap Shot of Performance

	(Rs. Crore)		
Parameter	H1 of FY 2013-14	H1 of FY 2014-15	Growth (%)
Global Deposits	190820	239215	25.36
Global Advances	155336	176475	13.61
Global Business	346156	415690	20.09
Net Profit	922	801	-13.12
Operating Profit	1760	1968	11.82
Interest Income	9006	10311	14.49
Other Income	571	893	56.39
Net Interest Income	2749	2774	0.91
Gross NPA	4472	6049	35.26

Parameter	H1 of FY 2013-14	H1 of FY 2014-15
Cost to income Ratio (%)	46.99	46.34
Earnings per Share (Rs.) annualised	30.65	25.65
Book Value per Share (Rs.)	191.93	197.16
Gross NPA Ratio (%)	2.88	3.43
Net NPA Ratio (%)	1.66	2.20
Return on Assets	0.89	0.65
Cost of Deposits	6.55	6.73
Yield on Advances	9.67	9.52
Net Interest Margin (NIM)	2.87	2.52
Provision Coverage Ratio (%)	70.58	65.38
Capital Adequacy Ratio (Basel III) (%)	11.58	10.42

BRANCH EXPANSION

- ☛ Bank has opened 90 branches during Q2, FY 2014-15 taking total number of branches to 3451 as on date (including a branch in London) comprising of 1128 Rural, 890 Semi Urban, 732 Urban and 700 Metro branches. Bank has presence in all the States and Union Territories of the country.
- ☛ Bank has planned to open 300 branches and 27 Mid Corporate Branches during the FY 2014-15. As on date, we have opened 112 branches and 22 Mid Corporate branches.
- ☛ Bank is also approaching for permission to open branches in Hong Kong, Dubai Financial Centre, South Africa and China.
- ☛ E-opening of 89 Branches & ATMs: In commemoration with its 89th foundation day on 20.10.2014, Bank has announced the e-opening of 89 branches & ATMs across the country with the hands of Hon'ble Union Minister for Chemicals and Fertilizers, Shri Ananth Kumar. Keeping our commitment to serve our customers and to have reach across the breadth and length of the country, Bank has also opened one ATM at Lakshadweep Island with a population of only 250 in Oct 2014.
- ☛ To provide technology driven specialised services, Bank has recently opened "SyndLounge" at Bangalore, Pune, Delhi and Kolkata.

HUMAN RESOURCES INITIATIVES

- ☛ Bank has recruited 1905 Probationary Officers and 1525 Clerks during the current year.
- ☛ In order to meet the global standards and to remain competitive, Bank is recruiting specialists in various fields such as Treasury Management, Credit, Risk Management, IT related services, HRM, etc.

PRIORITY SECTOR CREDIT ACHIEVEMENTS:

- ☛ Priority Sector Credit increased by 11.20% from Rs.45689.46 crore as at 30.09.2013 to Rs.50810.09 crore as at 30.09.2014 which stands at 35.85% of ANBC.
- ☛ Total Agricultural Credit increased by 20.82% from Rs.18998.85 crore as at 30.09.2013 to Rs.22955.78 crore as at 30.09.2014, forming 16.20% of ANBC.
- ☛ Credit to Micro and Small Enterprises (MSE) increased by 3.39% from Rs.15830.91 crore at 30.09.2013 to Rs.16367.69 crore as at 30.09.2014.
- ☛ Credit to Weaker Section increased from Rs.12163.61 crore as at 30.09.2013 to Rs.14312.56 crore as at 30.09.2014, forming 10.10% of ANBC.
- ☛ Credit to Minority Communities increased from Rs.7404.15 crore as at 30.09.2013 to Rs.8017.21 crore as at 30.09.2014, forming 15.77% of Priority Sector Credit.
- ☛ To assist the farmers in taking up timely agricultural operations and increase crop production, credit assistance of Rs.13405.27 crore has been extended as on 30.09.2014.
- ☛ To augment the crop production credit, 6.94 lakhs Syndicate Kisan Credit Cards have been issued with the credit assistance of Rs.6284.88 crore.
- ☛ For the rural households, 45184 General Purpose Credit Cards (GCCs) have been issued amounting to Rs.91.55 crore.

CAPITAL PLANNING

Bank has got adequate CRAR to support credit expansion. But keeping in view Basel III requirement, Bank has sought permission from Government of India for infusion of equity of Rs 1100 crore through QIP.

Bank obtained Board approval for raising additional Tier I Bonds of Rs 1000 crore and Tier II Bonds of Rs 1150 crore.

Bank is planning to raise Tier II Bonds shortly.

FINANCIAL INCLUSION - PMJDY

- ☛ Bank has opened 87.47 lakh Basic Savings Bank Deposit Accounts (BSBDA) as on 30.09.2014.
- ☛ To promote financial literacy in the villages, 6259 financial literacy programmes were organized during the year upto 30.09.2014, in which 2.42 lakh persons were benefitted.
- ☛ Bank has successfully launched PMJDY on 28.08.2014 in the State of Karnataka and UT of Lakshadweep, where Bank is the SLBC/UTLBC Convener and also in all districts where Bank has Lead district responsibility.
- ☛ As on date Bank has opened 2154557 no. of accounts under PMJDY with a balance of Rs.86.12 crore.
- ☛ 3249 SSAs have been allotted to the Bank, out of which 2251 SSAs are covered by Bank Mitras and 561 by Branches. The remaining SSAs will be covered by Bank Mitras shortly.
- ☛ 728509 RuPay Cards have been issued under PMJDY as at 30.09.2014.

DIRECT BENEFIT TRANSFER

- ☛ Under DBT, 131926 beneficiaries' accounts have been opened with our Bank and benefits amounting to Rs.2599.09 lakhs have been credited to beneficiaries accounts.
- ☛ Bank has established 799 ATMs in DBT Districts to facilitate DBT beneficiaries to withdraw benefits credited to their accounts without any hassles. 474 Business Correspondent Outlets have also been established in DBT Districts.

REGIONAL RURAL BANKS

- ☛ We have 3 RRBs- Prathama Bank, Karnataka Vikas Grameena Bank and Andhra Pragathi Grameena Bank under our sponsorship. All are profit making having total business of Rs.39034 crore and 1306 branches. Andhra Pragathi Grameena Bank has highest networth among RRBs and is far away from all other RRBs in the country under the same parameter.

SLBC CONVENER

- ☛ As a convener of SLBC in Karnataka State and Union Territory of Lakshadweep, Bank is taking all proactive steps for implementation of Government directions. Bank has got 27 lead districts spread across the country.

INFORMATION TECHNOLOGY

- ☛ Bank has added 515 new ATMs during Q2, FY 2014-15, taking total number of ATMs to 2916.
- ☛ Bank has issued 14.20 lakh new VISA/Maestro/Rupay/Rupay Kisan Debit cards and 1180 credit cards during Q2 FY 2014-15, leading to a total number of debit card issued to 61.95 lakh active cards (106.61 lakh total cards issued) and credit card base to 26725 active cards (79321 total cards issued).
- ☛ Bank has installed 1835 POS Terminals.

CORPORATE INITIATIVES

- ☛ In order to give a focused thrust to the Housing and Vehicle loan sector, Bank has launched an Incentive Based Campaign for Housing Loans and Vehicle loans from 01.07.2014 to 30.09.2014 which has brought sizeable growth in housing and vehicles loan portfolio of the Bank, yielding long term benefits.
- ☛ During the Financial Year 2014-15, Bank has adopted the theme of “One Non-Single Premium Policy Per Week” by Each Branch & to achieve Numero Uno Position in LIC Business in the FY 2014-15, “Synd Life Insurance Challenge” Campaign has been launched, not only to augment fee-based income but also to provide a Comprehensive Insurance option to the valued customers.
- ☛ Bank launched “CASA Advantage Campaign” from 21/07/2014 to 30.09.2014 with an emphasis on building CASA deposits base, particularly Savings Bank deposits for the bank by canvassing more accounts, bringing government funds, accounts of schools & colleges, public & private organisation and targeting NextGen young customers. Bank has opened 21.60 lakh accounts under the campaign, with an initial balance of Rs.244.28 crore.
- ☛ For effective control and business development, Bank has opened 3 new Regional Offices at Ludhiana, Varanasi and Visakhapatnam during 2Q of FY 2014-15.

CSR Activities

- ☞ As a part of its CSR activities, Bank has undertaken various activities viz. donated 89 Water Coolers to deserving Government Schools, distributed school bags and notebooks to students, blankets/utensils to needy people, donated towards river rejuvenation projects, donated 1 day PL encashment of all staff towards J&K flood relief. Bank has also earmarked Rs.2 crore under Swachh Bharat Abhiyan.
- ☞ Bank has taken steps to observe “Swachh Bharat Abhiyan” by voluntarily involving all staff members at all its offices.
- ☞ In commemorating its 89th Foundation Day, Bank has voluntarily organized a blood donation camps across the country covering 89 locations on 18.10.2014 and voluntarily collected 2600 units of blood. All staff members, customers and other public actively participated during the campaign.

NEW PRODUCTS

On the occasion of 89th Foundation Day, Bank has launched the following new products:-

- 1) **SyndPrivilege Tab Banking:** To provide the customers the comfort of opening account at their doorstep in the office or at home, Bank has launched a sophisticated new product “SyndPrivilege Tab Banking”.
- 2) **SyndBalashakti:** To inculcate savings habits among minors of 10 years and above, Bank has launched a new product “SyndBalashakti”.
- 3) **Synd Mahila Shakthi:** Visualizing the huge potentials of women entrepreneurs, and to encourage their entrepreneurial spirit, Bank has launched a new tailor-made product for women having technical educational background /Diploma /Graduate having knowledge /experience in the line of activity or business field “Synd Mahila Shakthi” to meet their working capital requirements for existing or new business units. The maximum quantum of loan which can be financed under the scheme is Rs.5 crore with competitive ROI.
- 4) **Synd Kuteer:** To address the concern for affordable housing for all, especially for Economically Weaker Section/Low Income Group category, Bank has introduced a new scheme “Synd Kuteer”. The quantum of loan upto Rs.5 lakh for EWS and upto Rs.10 lakh for LIG. There will not be any documentation charge and no third party guarantee is required.
- 5) **E-Passbook:** To facilitate the customers to manage their account through mobile phone, Bank has introduced an interactive mobile application “Synd e-Passbook” designed to provide banking enquiry services available for Android and iPhone. Under the facility, customers can get e-Passbook on their mobile, view their account details, search their transaction history, SMS/e-mail/WhatsApp-their account details and they can add their personalized remarks to the transactions without any hassle.

GOING FORWARD

- ☞ Bank is celebrating MSME, Retail Advances Festival from 01.10.2014 to 31.12.2014 to augment substantial business under the segment.
- ☞ Back Office has been established at Bangalore to provide prompt services to customers and to reduce the "Turn Around Time" in account opening. Customers are provided with welcome kit comprising of Cheque Book, Pass Book, Debit/ATM card etc. Bank is also in the process of establishing more such Offices in different parts of the county in the near future.
- ☞ To accelerate recovery performance under NPA, during the current financial year 2 Bruhat Synd Adalats were conducted. Bank has mobilized 24573 proposals involving one time settlement amount of Rs.252.86 crore. During the current quarter, Bank proposes to conduct such Adalats countrywide on 18.11.2014.

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