

PRESS RELEASE

**Bandhan Bank Total Income grew 6.0% in Q2 FY22 to ₹ 24.3 bn ;
Total Collection Efficiency for EEB portfolio of Q2FY21-22 at 111%;
Taken accelerated additional provision of ₹ 36 bn in Q2 FY21-22 in addition to
restructured provision of ₹ 10.3 bn**

Kolkata, October 29, 2021:

The Board of Directors of Bandhan Bank Ltd., at a meeting held in Kolkata today approved its Financial Results for the Quarter ended September 30, 2021. The accounts have been subjected to “Limited Review” by the statutory auditors of the bank.

Key Highlights :

- Loan portfolio (on book + off book + TLTRO + PTC) grew 6.6% YoY
- Deposits grew 23.9% YoY.
- CASA grew 44.6% YoY; CASA ratio at 44.6% against 38.2% YoY.
- GNPA as on September 30, 2021 at 10.8% against 8.2% as on June 30, 2021.
- Net NPAs as on September 30, 2021 at 3.0% against 3.3% as on June 30, 2021.
- Capital Adequacy Ratio (CRAR) at 20.44%; Tier I at 19.48%.
- NIM stands at 7.6%
- During Q2FY21-22, restructured EEB Portfolio worth of ₹ 34.9 bn and non-EEB portfolio worth of ₹ 2.68 bn totaling to ₹ 37.58 bn
- During the quarter, bank have made accelerated provision on NPA accounts of ₹ 15 bn resulting in PCR of 74% as against 62% in Q1FY22. In addition to this Bank has also provided additional standard assets provision amounting to ₹ 21 bn and provision on restructured assets amounting to ₹ 10.3bn amounting to total of ₹46.3 bn

Highlights for the Quarter ended September 30, 2021:

- Net Interest Income (NII) for the quarter grew by 0.6% to ₹1,935.4 crore as against ₹1,923.1 crore in the corresponding quarter of the previous year.
- Non-interest income grew by 34.0% to ₹491.6 crore for the quarter ended September 30, 2021 against ₹366.8 crore in the corresponding quarter of the previous year.
- Operating Profit for the quarter decreased by 3.9% to ₹1,549.2 crore against ₹1,612.6 crore in the corresponding quarter of the previous year.
- Net Interest Margin (annualised) for the quarter ended September 30, 2021 stood at 7.6% against 8.0% in September 30, 2020.
- Total Advances (on book + off book + TLTRO + PTC) grew by 6.6% to ₹81,661.2 crore as on September 30, 2021 against ₹76,614.6 crore as on September 30, 2020
- Total Deposits increased by 23.9% to ₹81,898.3 crore as on September 30, 2021 as compared to ₹66,127.7 crore as on September 30, 2020.
- Gross NPAs as on September 30, 2021 is at ₹8,763.6 crore (10.8%) against ₹6,440.4 crore (8.2%) as on June 30, 2021.

- Net NPAs as on September 30, 2021 stood at ₹2,265.8 crore (3.0%) against ₹ 2,457.9 crore (3.3%) as on June 30, 2021.

Commenting on the performance, Mr. Chandra Shekhar Ghosh, Managing Director and CEO of Bandhan Bank said: “During the quarter we have seen substantial recovery in collections as the second wave of covid subsided. We have recognized the stress pool and proactively taken additional requisite provisions such as to meet any contingency requirements and to look forward to do business on a clean slate. This has resulted in loss for the quarter. However, it will help us to concentrate on fresh business growth and to concentrate towards achieving our long term goals with renewed energy.

We have envisaged to diversify our portfolio both in terms of products and geographies; for which we have already worked in that direction and expect the results soon. We are confident of achieving our normal business growth very soon; provided no further covid related disruptions occur.”

Banking outlets as on September 30, 2021, stood at 5,618. The network consists of 1,168 branches, 4,450 banking units as against 1,045 branches and 3,656 banking units as on September 30, 2020. Total number of ATMs stood at 487 as on September 30, 2021 against 487 as on September 30, 2020. During the quarter, the number of employees of the bank has gone up from 51,054 to 52,976.

Highlights for the Quarter ended September 30, 2021:

Particulars (in ₹ crore)	Quarter				
	Q2 FY22	Q1 FY22	QoQ%	Q2 FY21	YoY%
Net Interest Income	1,935.4	2,114.1	-8.5%	1,923.1	0.6%
Non-Interest Income	491.6	600.1	-18.1%	366.8	34.0%
Total Income	2,427.0	2,714.2	-10.6%	2,289.9	6.0%
Opex	877.8	775.9	13.1%	677.3	29.6%
Operating Profit	1,549.2	1,938.3	-20.1%	1,612.6	-3.9%
Provision (Other than Taxes)	5,577.9	1,442.0	286.8%	379.6	1367.9%
PBT	-4,028.7	496.3	-912.3%	1,233.0	-426.7%
PAT	-3,008.6	373.1	-906.7%	920.0	-427.1%

Key Ratios Highlights:

Particulars	Quarter		
	Q2 FY22	Q1 FY22	Q2 FY21
CASA to Total Deposit	44.6%	42.9%	38.2%
Net Interest Margin (Annualised)	7.6%	8.5%	8.0%
Cost to Income Ratio	36.2%	28.6%	29.6%
Capital Adequacy Ratio (CAR)	20.4%	24.8%	25.7%
Gross NPA (%)	10.8%	8.2%	1.2%
Net NPA (%)	3.04%	3.29%	0.36%

**Bandhan Bank Limited**

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Email: info@bandhanbank.com | Website: www.bandhanbank.com**About Bandhan Bank**

Bandhan started in 2001 as a not-for-profit enterprise that stood for financial inclusion and women empowerment through sustainable livelihood creation. It turned into an NBFC a few years later but the core objective remained financial inclusion. When Bandhan Bank started operations on August 23, 2015, it was the first instance of a microfinance entity transforming into a universal bank in India. On the day of launch itself, Bandhan Bank started with 2,523 banking outlets. Bandhan Bank is driven by a constant desire to serve better. It offers world-class banking products and services to urban, semi-urban and rural customers alike. In the last few years of operations, Bandhan Bank has spread its presence to 34 of the 36 states and union territories in India with 5,618 banking outlets serving 2.43 crore customers, as on September 30, 2021. With its experienced management, diversified team and well entrenched distribution, Bandhan Bank is well poised to meet the aspirations of its customers and stakeholders.

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