

Press Release

IndusInd Bank Q1 Net Profit up by 37% to Rs. 118.55 crore
Net NPA down to 0.38% & NIM grows to 3.32%
To set up 127 new branches in FY11

Mumbai, July 09, 2010: The Board of Directors of IndusInd Bank adopted its unaudited Financial Results for the first quarter ended June 30, 2010.

Performance Highlights at a glance:

Key Financials

Particulars (Rs Cr)	Q1 FY10	Q1 FY 11	YoY growth (%)
Net Interest Income	167.37	295.68	77 ↑
Core Fee Income	86.53	129.58	50 ↑
Operating Profit	174.31	230.61	32 ↑
Net Profit	86.50	118.55	37 ↑
Net NPA (%)	1.01	0.38	62 ↓

Key Ratios:

Particulars (in %)	Q1 FY10	Q1 FY 11
Net Interest Margin	2.45	3.32
Return on Assets	1.27	1.33
Capital Adequacy Ratio (CAR) as per Basel II Guidelines	13.14	13.71
Coverage Ratio	31	70

Performance highlights for the quarter ended June 30, 2010 are:

- **Net Interest Income (NII)** grew to Rs 295.68 crore as compared to Rs 167.37 crore during the corresponding period last year, a growth of 76.66%.
- **Net Interest Margin (NIM)** for Quarter ended June 2010 works out to 3.32 % as compared to 2.45 % in the corresponding period last year.
- **Core Fee Income** was higher at Rs. 129.58 crore as against Rs 86.53 crore in the corresponding quarter of the previous year, **an increase of 50%**.
- **Operating Profit** was Rs. 230.61 crore as against Rs 174.31 crore in the corresponding quarter of the previous year, **up by 32.30%**.
- **Net Profit** was Rs 118.55 crore as against Rs. 86.50 crore in the corresponding quarter of the previous year, **up by 37.05%**.
- The **quarterly basic EPS** (not annualized) works out to Rs. 2.89 as against Rs. 2.44 in the previous year's Q1.
- **Advances** as on June 30, 2010 were at Rs. 21,608.10 crore as compared to Rs 16,451.57 crore in the corresponding quarter of the previous year, **recording a growth of 31.34%**.
- **Total deposits** as on June 30, 2010 were at Rs 27,382.43 crore as compared to Rs 21,638.78 crore in the corresponding quarter of the previous year, **recording a growth of 26.54%**.
- **Capital Adequacy Ratio (CAR)** as on June 30, 2010 was 13.71 % as against 13.14% in Q1 FY10 and 15.33% in Q4 FY10.
- **CASA** for Q1 FY11 stood at 24.33% as against 20.20% in Q1 FY10. CASA showed **an increase of 52.45%** in absolute numbers on Y-O-Y basis
- **Gross NPA** in current Q1 at Rs 275.20 crore dropped to 1.26% from Rs 241.09 crore at 1.46% in previous Q1. The **net NPA** too has fallen to Rs 82.49 crore at 0.38% in current Q1 as against Rs 166.55 crore at 1.01% in the previous Q1.

Commenting on the performance, **Mr. Romesh Sobti, MD & CEO, IndusInd Bank** said, "The key drivers of the Bank's profit have kept apace during the quarter, with both YoY and QoQ improvements in Profitability. The Bank is now on a network expansion mode with a plan to roll out 127 additional branches during this fiscal."

About IndusInd Bank

IndusInd Bank, which commenced its operations in 1994, caters to the needs of both Consumer & Corporate customers. It has a robust technology platform supporting multi-channel delivery capabilities. The Bank enjoys a patronage of 2 million customers and has a network of 224 branches and 533 ATMs spread over 180 geographical locations in 28 states and union territories across the country. The Bank also has Representative Offices in Dubai and London.

The Bank believes in driving its business through technology. It has multi-lateral tie-ups with other banks providing access to more than 21000 ATMs for its customers. It enjoys clearing bank status for both major stock exchanges - BSE and NSE - and three major commodity exchanges in the country - MCX, NCDEX, and NMCE. It also offers DP facilities for stock and commodity segments. The Bank has been bestowed with the mandate of being a Settlement Banker for tea auctions at Kolkata, Siliguri, Coonoor, Kochi, Coimbatore and Guwahati.

In a pioneering initiative in 'Green Banking' project, the Bank became the first bank in Maharashtra to open a solar-power ATM. Subjects like sustainable development, social responsibility and climate change are fast becoming part of the corporate vocabulary and IndusInd is at the forefront of this change in the Indian banking sector.

The Bank received a series of awards commencing with the prestigious 'Technology Bank of the Year-2009' award in the private and foreign bank category from the Indian Banks' Association (IBA). It has also been recognized as the Bank with the Best Credit Quality in FE India's Best Banks, a publication brought out in support by Ernst & Young, reflecting the robustness of Bank's credit assessment systems.

Recently, CRISIL has reaffirmed its P1+ rating of IndusInd Bank's fixed deposits and certificates of deposit program. This reflects significant improvement in its asset quality.

The rating also factors in the Bank's resources and earnings profile, and capitalisation levels. In a significant development for the Bank, credit rating agency ICRA Ltd. has upgraded the long term ratings for its Tier II Bonds programme.

ICRA has upgraded the Lower Tier II Bonds rating of the Bank to LAA- (pronounced L double A minus) rating with stable outlook from LA+ (pronounced L A plus) rating with stable outlook. ICRA has also upgraded the Upper Tier II Bonds rating of IBL to LA+ rating with stable outlook from LA (pronounced L A) rating with stable outlook.

For more details on this release, contact:

S N Pai
Executive Vice President, IndusInd Bank Ltd.
+91 22 2423 1913

Narayan Bhatt / Aarti
Adfactors PR Pvt. Ltd.
9769226670/9819268465