

Press Release

BANK OF BARODA ANNOUNCES FINANCIAL RESULTS FOR Q3 FY 2020*

Led by 8.8% increase in CASA deposits, Bank's NII increased by 9.0%; Fee income rose by 10.1% resulting in 8.5% increase in Operating Profit to INR 4,958 crore. Bank's provisions rose by 54.0% resulting in net loss of INR 1,407 crore for the quarter ending Dec 2019.

- Global deposits increased by 1.1% on Y-o-Y basis as on December 31, 2019 due to shedding of bulk deposits. Domestic CASA ratio increased to 38.8% as on December 31, 2019 compared with 37.9% as on September 30, 2019. Domestic CASA deposits increased by 8.8% Y-o-Y.
- Domestic advances increased by 0.67% on Y-o-Y basis led by retail loans which increased by 15.31% on Y-o-Y basis as on December 31, 2019.
- Net Interest Income (NII) grew at 9.0% to INR 7,128 crore. Net interest margin improved by 18bps to 2.80% in Q3FY20 from 2.62% in Q3FY19.
- Standalone Operating Profit stood at INR 4,958 crore for Q3FY20, a Y-o-Y increase of 8.5%. Treasury trading gains were higher at INR 584 crore compared with INR 464 crore in same period last year.
- Gross NPA ratio declined to 10.43% as on December 31, 2019 as against 10.91% during the same quarter of previous financial year. Net NPA ratio also declined to 4.05% from 4.79% during the same quarter of previous financial year.
- Provision coverage ratio (PCR) excluding TWO increased to 63.76% as on December 31, 2019 compared with 58.87% as on December 31, 2018. PCR including TWO increased to 77.77% as on December 31, 2019 from 70.72% as on December 31, 2018.
- The Bank incurred a loss of INR 1,407 crore for quarter ending December 31, 2019 due to higher provisioning.
- Capital Adequacy Ratio (CAR) and CET-1 at 13.48% and 9.85% versus 12.98% and 9.84% as on September 30, 2019. Consolidated CAR and CET-1 in December 2019 at 13.98% and 10.45% respectively.

**Figures, Ratios and other information are based on the amalgamated audited numbers for December 2019. Historical Data has been arrived at by aggregating the audited numbers of the erstwhile Dena Bank, Vijaya Bank and Bank of Baroda for comparison purposes.*

Bank of Baroda announced its results for the Quarter ended December 31, 2019, following the approval of its Board of Directors on January 24, 2020.

Results at a Glance – Amalgamated entity (Standalone Basis)

All figures in INR crore

Particulars	Quarterly Results		
	Q3 FY 19	Q3 FY 20	% Change
Interest Income	18,821	19,067	1.31
Interest Expenses	12,282	11,939	-2.79
Net Interest Income (NII)	6,539	7,128	9.01
Customer Fee Income	1,253	1,380	10.14
Customer Income (NII + Fee Income)	7,792	8,508	9.19
Other Non-Interest Income	866	1,295	49.54
a) Trading Gains – Profit from Sale of Investments	464	596	28.45
b) Recovery from TWO	293	584	99.32
Operating Income (NII + Other Income)	8,681	9,870	13.70
Operating Expenses	4,111	4,912	19.48
<i>of which, Employee Cost</i>	2,070	2,594	25.31
Operating Profit	4,569	4,958	8.51
Total Provisions (other than tax) and contingencies	3,834	7,155	86.62
<i>of which Provision for NPA</i>	4,505	6,621	46.97
Profit before Tax	735	-2,197	-
Provision for Tax	299	-790	-
Net Profit	436	-1,407	-

BUSINESS

- Domestic CASA deposits registered a growth of 8.81% Y-o-Y. Share of CASA deposits to total domestic deposits improved to 38.8% as on December 31, 2019 from 36.2% during the same quarter of previous financial year.
- Domestic Deposits stood at INR 7,82,070 crore as on December 31, 2019 up by 1.3% from INR 7,72,133 crore as on December 31, 2018.
- Domestic advances stood at INR 5,44,726 crore as on December 31, 2019 which was INR 5,41,103 crore as on December 31, 2018.
- The retail loan portfolio of the Bank grew by 15.3%, driven by a robust growth in auto loans at 42.9% and home loans at 10.2%.
- Contribution of Bank's International Business at the end of December 31, 2019 was 14.4% compared with 13.8% as of December 31, 2018.
- Modified duration of AFS investments as on December 31, 2019 was 1.26. Modified duration of HTM securities was 4.98 and of total investment was 3.84.
- The Bank's Total Business stood at INR 15,50,627 crore as on December 31, 2019 up by 1.8% from INR 15,23,740 crore as on December 31, 2018.

OPERATING PERFORMANCE

- The Operating Profit increased to INR 4,958 crore as against INR 4,569 crore during the same quarter of the previous financial year, thus increasing by 8.5%.
- Net Interest Income (NII) increased to INR 7,128 crore, an increase of 9.0% on a Y-o-Y basis, led by lower interest expense.
- Net Interest Margin (NIM) increased to 2.80% in December 2019 from 2.62% in December 2018.

ASSET QUALITY

- Fresh slippage for the quarter was at INR 10,387 crore.
- Provision for NPAs was at INR 6,621 crore for the quarter.
- Gross NPA (GNPA) was INR 73,140 crore as on December 31, 2019 compared to INR 69,969 crore as on September 30, 2019. GNPA ratio is at 10.43% compared with 10.91% as on December 31, 2018.
- Net NPA ratio is at 4.05% as on December 31, 2019 from 4.79% as on December 31, 2018.
- Exposure in accounts under NCLT 1 list was INR 5780 crore and NCLT 2 list was INR 6436 crore as on December 31, 2019.
- Provision coverage under NCLT 1 and NCLT 2 list was 99.42 % and 87.60% respectively.

CAPITAL ADEQUACY

- Capital Adequacy Ratio of the Bank stood at 13.48% and CET-1 at 9.85 % as on December 31, 2019.



January 24, 2020

Mumbai

About Bank of Baroda

Bank of Baroda (“The Bank”) established on July 20, 1908 is an Indian state-owned banking and financial services organization, headquartered in Vadodara (earlier known as Baroda), in Gujarat, India. Under the ‘Alternative Mechanism’ scheme, the Government announced the amalgamation of Vijaya Bank and Dena Bank with Bank of Baroda which came into effect on April 1, 2019.

Bank of Baroda is one of India’s largest banks with a strong domestic presence spanning 9,470 branches and 13,161 ATMs and Cash Recyclers supported by self-service channels. The Bank has a significant international presence with a network of 100 overseas offices spanning 21 countries. The Bank has 6 wholly owned domestic subsidiaries namely BOB Financial Solutions Limited (erstwhile BOB Cards Ltd.), BOB Capital Markets Ltd, Baroda Asset Management India Limited, Baroda Trustee India Private Limited, BarodaSun Technologies Ltd and Baroda Global Shared Services Limited. Bank of Baroda also has joint ventures with India First Life Insurance Company Limited for life insurance and India Infradebt Limited engaged in infrastructure financing. The Bank owns 98.57% in The Nainital Bank. The Bank has also sponsored three Regional Rural Banks namely Baroda Uttar Pradesh Gramin Bank, Baroda Rajasthan Gramin Bank and Baroda Gujarat Gramin Bank.

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