

# PRESS RELEASE

12<sup>th</sup> May 2016



## Financial Results for the Quarter / Year ended 31<sup>st</sup> March 2016

The Board of Directors of Vijaya Bank today approved the Audited Financial Results of the Bank for the Quarter /Year ended 31<sup>st</sup> March, 2016.

### **PERFORMANCE HIGHLIGHTS - FY 2015-16**

**Total business reached an all time high level of Rs.2,16,206 cr**

**Operating profit improved from 1259 cr to Rs.1549 cr, up by 23%,**

**Net profit for the year stood at Rs.381.79 cr and for Q4 at Rs.71.31 cr.**

**Net interest income up by 20%.**

**Cost of deposits reduced from 8.10% to 7.34% down by 76 bps.**

**NIM improved from 1.93% to 2.27%.**

**Fee based income increased by 26%.**

**Retail advances up by 26%.**

**Priority sector advances grew by 24% to 41.54% of ANBC. For the first time in the recent past the Bank has reached priority sector target of 40%.**

**Average advances increased by 11%.**

**CASA improved from 20.37% to 23.22%.**

**CD ratio improved from 69.41% to 72.36%.**

**CRAR (Basel III) at 12.58%**

## **Business (Y-o-Y)**

- ❖ Total business of the Bank as of March 31<sup>st</sup>, 2016 increased to Rs.216206 cr from Rs.214035 cr as of 31<sup>st</sup> March, 2015.
- ❖ Deposits decreased from Rs.126343 cr as on 31<sup>st</sup> March, 2015 to Rs.125441 cr as on 31<sup>st</sup> March, 2016.
- ❖ CASA has increased from Rs.25721 cr as of 31.03.2015 to Rs.25992 cr as of 31.03.16. The percentage of CASA deposits also improved to 23.22% from 20.37%.
- ❖ Advances increased to Rs.90765 cr as on 31<sup>st</sup> March 2016 from Rs.87692 cr as on 31<sup>st</sup> March, 2015, up by 3.50%. Average advances of the Bank have improved from Rs.75903 cr to Rs.84102 cr as of 31.03.2016 registering a growth of 10.80%.
- ❖ Credit Deposit ratio has improved from 69.41% as of 31.03.2015 to 72.36% as of 31.03.2016.
- ❖ Priority sector advances grew by 24% to 41.54% of ANBC. For the first time in the recent past, the Bank has reached priority sector target of 40%.
- ❖ Of the Advances,
  - Total Retail advances increased to Rs.23593 cr as of 31.03.2016 from Rs. 18735 cr as of 31.03.2015 up by 25.93%. Retail advances are 26 % of total advances.
  - Priority Sector portfolio increased by 23.73% ie, from Rs.30714 cr as of 31.03.2015 to Rs. 38003 cr as of 31.03.2016.
  - Agriculture advances increased by 20.91% to Rs. 13771 cr as of 31.03.16.
  - Advances to Weaker Section increased by 39.85% and Advances to Women beneficiaries increased by 21.01%.

## **Income & Profit**

### **Q4:**

- ❖ Net interest income of the Bank increased by 7%, from Rs.623 cr for March'15 quarter to Rs.668 cr March'16 quarter.
- ❖ Fee based income of the Bank increased from Rs.139 cr for March'15 quarter to Rs.185 cr for March'16 quarter registering a considerable growth of 33%.
- ❖ Operating profit for March'16 quarter is at Rs.314 cr and net profit is at Rs.71 cr.

### **12 months:**

- ❖ Interest income on advances for 12 months period ended March, 2016 increased to Rs.8847 cr from Rs.8609 cr for the last year, up by 3%.
- ❖ Net interest income increased to Rs.2761 cr from Rs.2292 cr with an increase of 20%.
- ❖ Fee based income of the Bank for the year ended 31.03.2016 increased to Rs.567 cr against Rs.450 cr for the previous year, registering a growth of 26%.

- ❖ Operating profit for the year ended March'16 increased by 23% to Rs1549 cr from Rs.1259 cr for the year 2014-15. The Bank posted a net profit of Rs.382 cr for the year 2015-16.

### **Asset Quality**

- ❖ Bank's Gross and Net NPA ratios as on 31.03.2016 are at 6.64% & 4.81% respectively.
- ❖ Provision coverage ratio of the Bank is at 50.08% as on 31.03.2016.

### **Capital Adequacy**

- ❖ During the year 2015-16, the Bank raised Basel III compliant Tier II capital of Rs.450 cr and Additional Tier I capital of Rs.500 cr. The Bank also raised capital funds of Rs.226 cr from LIC of India and Govt. of India also infused fresh capital of Rs.220 cr.
- ❖ Capital to risk weighted assets ratio is at 12.58% (Basel III) with Tier I ratio at 9.45% and Tier II ratio at 3.13%.
- ❖ CRAR of the bank is above the minimum stipulated level of 9%.

### **Branch Network**

- ❖ Total number of Branches increased to 1863 as on 31.03.2016.
- ❖ Total number of ATMs as on 31.03.2016 stood at 1651.

### **Human Resources**

- ❖ Total staff strength as on 31.03.2016 is at 14543.

### **Other Highlights**

- The Bank has formed its own "Vijaya Financial Literacy Trust" (VFLT) for imparting financial literacy to rural people. At present, the bank has 16 Financial Literacy Centers spread over the states of Karnataka and Kerala imparting financial literacy to the targeted people.
- Bank has opened 15.45 Lakh Basic Savings Bank Deposit accounts and mobilized Rs 158.35 cr deposits under PMJDY.
- Bank has been adjudged Runner-up in the Best Education Loan Provider category and received OUTLOOK MONEY AWARD, 2015.
- Under 3 New Social Security Schemes namely Pradhan Mantri Jivanjyothi Bima Yojana [PMJBY], Pradhan Mantri Suraksha Bima Yojana [PMSBY] And Atal Pension Yojana[APY] the Bank has enrolled 20,78,394 accounts till March 2016.
- The Bank received Excellence Award for PMJDY performance by Micro Small and Medium Enterprises, Govt. of India.
- The Bank received 'Information Security Maestro 2015' award for Information Security and BCP initiatives by Info Security Magazine.
- The Bank received 'SKOCH Award' from Skoch Group for new innovation payment product 'V-Quick Pay'.
- Best Bank award for Cyber Security Risk Management among mid-sized banks from Dr. Raghuram G Rajan, Governor, RBI at IDBRT Banking Technology Excellence Awards, 2014-15.