

PRESS RELEASE

CSB Bank- First Quarter Results (Q1 FY 24)

The Board of Directors of CSB Bank took on record the financial results for the quarter ended 30.06.2023(Q1 FY 2024) which were subject to limited review in their meeting held on 20.07.2023

Highlights

- a) **Profit after Tax** is at Rs 132.23 Cr in Q 1 FY 24 as against Rs 114.52 Cr in Q 1 FY 23. Net profit increased by 15% YoY basis. We continue to maintain the accelerated provisioning policy during this quarter as well. Return on Assets improved from 1.75% in Q1FY23 to 1.79% as on Q1 FY24. NIM could be sustained above 5% at 5.40% up by 23 bps YoY
- b) **Operating Profit** of the bank is at Rs 181.43 Cr whereas it was Rs 154.72 Cr in Q1 FY 23 ie, up by 17%.
- c) **Net Interest Income (NII)** earned for the first quarter is Rs 364.01 Cr with a Y-o-Y increase of 17% (Rs 310.69 Cr for Q1 FY 23).
- d) **Non-Interest Income** for Q1 FY 24 is at Rs 121.55 Cr as against Rs 54.85 Cr for the same period last year up by 122%. While Treasury income grew by 23%, other income excluding treasury income increased by Rs 64.40 Crs or by 143% on a YoY basis.
- e) **Cost Income Ratio** is at 62.63% as at the end of Q1 FY 24; where as it was 57.67% as on 30.06.2022. The increase is mainly on account of significant investments made on people, distribution, systems & processes in the build phase aimed at creating a strong foundation for the scale that we aspire to achieve for as part of SBS 2030
- f) **Healthy Asset Quality & Provisioning**

Compared to 30.06.22, we have lower GNPA and NNPA ratios of 1.27% and 0.32% as at the end of Q1 FY 24; with an improvement of 52 bps and 28 bps respectively.

Particulars	Q1 FY 24	Q1 FY 23	FY 23
Gross NPA	270.66	293.01	262.56
Gross NPA %	1.27%	1.79%	1.26%
Net NPA	67.77	96.75	71.82
Net NPA %	0.32%	0.60%	0.35%
Provisioning Coverage Ratio	92.54%	90.51%	92.11%

- g) **Robust Capital Structure** - Capital Adequacy Ratio is at 25.99%, which is well above the regulatory requirement; with an improvement of 53 bps as on 30.06.23
- h) **Total Deposits** grew by 21 % YoY. Correspondingly, CASA book grew by 6% from Rs 7121.88 Crs to Rs 7548.08 Crs YoY. The CASA ratio stood at 30.84 % as on 30.06.2023
- i) **Advances (Net)** grew by 31% YoY to Rs 21103.55 Crs as on 30.06.2023 supported by a robust growth of 42% in gold loans on YOY basis. Gold loan portfolio crossed the Rs 10000 Cr mark

Performance Highlights:

(Rs Crore)	Q1 FY24	Q1 FY23	Inc/Dec%	Q4 FY23	QoQ% Growth	FY 23
Interest Income	683.49	535.93	28%	636.50	7%	2,319.65
Interest Expense	319.48	225.24	42%	288.05	11%	985.81
Net Interest Income	364.01	310.69	17%	348.45	4%	1,333.84
Treasury Profits	12.18	9.93	23%	7.70	58%	2.44
Other Income	109.36	44.92	143%	118.62	-8%	313.57
Total Non-Interest Income	121.55	54.85	122%	126.32	-4%	316.01
Net Operating Income	485.56	365.54	33%	474.77	2%	1,649.86
Staff Cost	181.99	122.21	49%	155.63	17%	558.51
Other Opex	122.13	88.61	38%	117.26	4%	383.94
Total Opex	304.13	210.82	44%	272.89	11%	942.46
Operating Profit	181.43	154.72	17%	201.88	-10%	707.40
NPA Provision	3.71	-1.18		-17.56		-42.91
Other Provisions	1.03	2.86		8.36		16.69
Provisions other than Tax	4.73	1.68	182%	-9.20		-26.21
PBT	176.70	153.04	15%	211.08	-16%	733.61
Tax	44.47	38.52	15%	54.74	-19%	186.25
PAT	132.23	114.52	15%	156.34	-15%	547.36
Deposits	24,475.52	20,266.77	21%	24,505.81	0%	24,505.81
Advances(Net)	21,103.55	16,142.14	31%	20,650.65	2%	20,650.65
CASA	7,548.08	7,121.88	6%	7,886.26	-4%	7,886.26
Gold	10,072.00	7,107.00	42%	9,700.59	4%	9,700.59
CASA%	30.84%	35.14%	-4%	32.18%	-1%	32.18%

CEO Speak:

Speaking about the performance **Mr. Pralay Mondal, Managing Director & CEO** said, “On a YoY basis, we could register a net profit of Rs 132 Crs; up by 15% YoY backed by a 31% net loan book growth and 21% deposit growth. Our NII registered a robust growth of 17% and Non-interest income by a whopping 122%. Despite the increased costs on account of higher investments made on people, distribution, systems etc, the operating profit recorded a growth of 17% supported by growth in NII and other income. Key indicators like NIM, CRAR, RoA, NPA ratios etc. continue to be strong.

Currently we are in the build phase; which is the most crucial level of SBS 2030 journey. As we are building for scale, we strive to deliver an all-round performance by keeping our business priorities intact. The basic infrastructure like the verticals, leadership, products, policies etc are in place and now the major focus is on the tech front. On the distribution front, as in the previous years, we plan to open another 100 branches this FY as well. Our efforts will be centered on building a future ready franchise by keeping customer centricity at the core of all our initiatives. We will constantly work on meeting the stakeholder expectations by achieving the milestones set under SBS vision.

About CSB Bank Limited:

We are one of the oldest private sector banks in India with an existence of over 100 years. While our Bank has a long operating history as a traditional bank, we are currently focusing on implementing strategic changes in business model to function efficiently like a full service new age private sector bank. We have a strong base in Kerala along with significant presence in Tamil Nadu, Maharashtra, Karnataka and Andhra Pradesh. We offer a wide range of products and services to our overall customer base of 2.1 million, with particular focus on SME, Retail, and NRI customers. We deliver our products and services through multiple channels, including 706 branches (excluding three service branches and three asset recovery branches) and 540 ATMs/CRMs spread across the country and various alternate channels such as micro ATMs, debit cards, internet banking, mobile banking, point of sale services and UPI.

CSB Bank is listed on both NSE and BSE. For further details, please visit www.csb.co.in

Safe Harbour:

Some of the statements in this document that are not historical facts; are forward-looking statements. These forward- looking statements include our financial and growth projections as well as statements concerning our plans, strategies, intentions and beliefs concerning our business and the markets in which we operate. These statements are based on information currently available to us, and we assume no obligation to update these statements as circumstances change. There are risks and uncertainties that could cause actual events to differ materially from these forward-looking statements. These risks include, but are not limited to, the level of market demand for our services, the highly-competitive market for the types of services that we offer, market conditions that could cause our customers to reduce their spending for our services, our ability to create, acquire and build new businesses and to grow our existing businesses, our ability to attract and retain qualified personnel, currency fluctuations and market conditions in India and elsewhere around the world, and other risks not specifically mentioned herein but those that are common to industry.

Kindly direct your enquiries to:

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