

PRESS RELEASE

CSB Bank- Financial Results

The Board of Directors of CSB Bank took on record the financial results for the quarter (Q3 FY 2025) and nine months ended 31.12.2024 which were subject to limited review in their meeting held on 28.01.2025

Highlights

- a) **Total Deposits** grew by 22% YoY from ₹ 27,345 crore as on 31.12.2023 to ₹ 33,407 crore as on 31.12.2024. The CASA ratio stood at 24% as on 31.12.2024.
- b) **Advance (Net)** grew by 26% YoY from ₹ 22,658 crore as on 31.12.2023 to ₹ 28,639 crore as on 31.12.2024 supported by a robust growth of 36% in gold loans on YoY basis.
- c) **Profit after Tax** up by 10% QoQ from ₹ 138 crore for Q2 FY25 to ₹ 152 crore for Q3 FY25 and up by 1% YoY from ₹ 150 crore for Q3 FY24. We continue to maintain the accelerated provisioning policy during this quarter as well. Return on Assets is 1.52% for Q3 FY25 and 1.43% for nine month ended 31 December 2024.
- d) **Operating Profit** up by 10% QoQ from ₹ 200 crore for Q2 FY25 to ₹ 221 crore for Q3 FY25 and up by 13% YoY from ₹ 196 crore for Q3 FY24.
- e) **Net Interest Income (NII)** up by 2% QoQ to ₹ 375 Crore for Q3 FY25 against ₹ 367 Crore in Q2 FY 25 and down by 2% YoY from ₹ 383 crore for Q3 FY24.
- f) **Non-Interest Income** up 10% QoQ from ₹ 199 Crore for Q2FY25 to ₹ 219 Crore for Q3 FY 25 and 75% YoY from ₹ 125 crore for Q3 FY24.
- g) **Cost Income Ratio** is at 63% for Q3 FY25 reduced from 65% for Q2 FY25 as against 61% for Q3 FY24. The Bank continues to make significant investments in 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 vision.
- h) **Robust Capital Structure** - Capital Adequacy Ratio is at 21.08%, which is well above the regulatory requirement. CRAR as on 31.12.2023 was 22.99%
- i) **Asset Quality & Provisioning** – Gross non-performing assets were at 1.58% as on 31.12.2024 as against 1.68% as on 30.09.2024 and 1.22% as on 31.12.2023
Net non-performing assets were at 0.64% as on 31.12.2024 as against 0.69% as on 30.09.2024 and 0.31% as on 31.12.2023.

Performance Highlights:

(Rs Crore)	Q3 FY25	Q3 FY24	YoY (%)	Q2 FY25	QoQ (%)
Interest Income	919	762	21%	865	6%
Interest Expense	544	379	43%	497	9%
Net Interest Income	375	383	-2%	367	2%
Other Income	219	125	75%	199	10%
Net Operating Income	595	508	17%	567	5%
Total Opex	374	312	20%	367	2%
Operating Profit	221	196	13%	200	10%
Provisions other than Tax	17	-5	NA	14	19%
PBT	204	200	2%	186	9%
Tax	52	50	4%	48	9%
PAT	152	150	1%	138	10%
Deposits	33,407	27,345	22%	31,840	5%
Advances(Net)	28,639	22,658	26%	26,602	8%
CASA	8,042	7,543	7%	7,670	5%
Gold	13,018	9,553	36%	12,005	8%
CASA%	24%	28%	-4%	24%	0%

CEO Speak:

Speaking on the Q3 FY 25 performance, Mr. Pralay Mondal, Managing Director & CEO said:

“The quarter gone by witnessed an impressive business growth, out pacing the industry trends, both under deposits and advances. Deposits registered a YoY growth of 22%, advances grew by 26% whereas industry grew by about 10% and 12% respectively. On the liability front, apart from deposits, we also evaluated and explored other diverse funding options available to fuel the asset growth. On the advance front, while gold loans continue to be a steady business for us with 36% YoY growth, other business segments are catching up –SME has grown by 29% and retail other than gold by 32%. Our WSB book got impacted by the liquidation of DA portfolio and few exits including large value accounts as part of our risk management and could register a growth of 5% on a YoY basis. However, our core corporate book on a standalone basis grew by over 30 %.

On the bottom line, the operating profit of the bank is up by 13% compared to Q3 FY 24 and by 10% sequentially. The quarterly net profit of the bank also registered a growth both on a YoY and QoQ basis. Though the NII growth is flat on account of the increased cost of funds and penal interest impact, in other income, bank could register a substantial growth of 75% on a YoY basis and 10% on a QoQ basis.

The bank is comfortably placed in terms of liquidity ratios and capital position. Asset quality has improved over last quarter. Both GNPA and NNPA ratios have improved and are at 1.58 % (Q2 FY 25-1.68%) and 0.64 % (Q2 FY 25-0.69%). Despite the sizeable investments in the current build phase, with enhanced focus on cost management, CIR has come down on a sequential basis. Other key ratios like RoA, NIM, RoE, CD ratio etc are stable. Overall, the bank has done well both in top-line and bottom-line parameters.

All eyes are on the implementation of the first phase of CBS migration in the bank, which is expected to go live during 1st quarter FY26. The tech enablement is going to help us in delivering consistently and in accelerating it further towards our journey to become a mid-sized bank.”

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 2.3 million, with particular focus on SME, Retail, and NRI customers. We deliver our products and services through multiple channels, including 807 branches (excluding three service branches and three asset recovery branches) and 777 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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