

PRESS RELEASE

01-02-2011

PERFORMANCE FOR THE NINE MONTHS ENDED 31st DECEMBER 2010

SyndicateBank recorded 57% increase in its operating profit for the nine months ended December 2010. The operating profit was ₹ 2078 crore for the period ended December 2010 as against ₹ 1321 crore recorded during the corresponding period of the previous - year. Net Interest Income increased from ₹ 1880 crores for the nine months ended December 2009 to ₹ 3222 crore for December 2010 registering growth of 71%. However, the other income declined by 30% from ₹ 938 crore to ₹ 660 crore YoY mainly due to the decline in trading profit. The net profit for nine months ended is ₹ 759 crore as against ₹ 645 crore recording 18% growth in the first nine months ended of 2010-11.

The Global Business of the Bank was at ₹ 2,25,910 crore as on 31.12.2010 as against ₹ 191619 crores as on 31.12.2009 registering a growth of 18%. The Global Deposits stood at ₹ 1,24,603 crore and Global Advances at ₹ 101,307 crore as on 31st December 2010. The CASA deposits grew from ₹ 32538 crores as on 31st the December 2009 to ₹ 41273 crore as on 31st December 2010 registering year-on-year growth of 27%.

The Return on Assets has increased from 0.67% as on 31.12.2009 to 0.75% as on 31.12.2010. The Net Interest Margin for the first nine months ended 31.12.2010 improved to 3.40% from 2.20% recorded as on 31.12.2009. The reduction in high cost deposits and increase in CASA deposits have resulted in reduction of cost of deposits from 6.32% as on 31.12.2009 to 5.28% as on December 2010.

The Gross NPAs of the Bank declined to 2.32% in December 2010 as compared 2.43% in December 2009. The Net NPA also declined to 0.95% as on December 2010 as compared to 1.02% as on December 2009. Provision Coverage Ratio is 73.15%, higher than the mandatory coverage ratio of 70%.

Quarterly Performance highlights of the Bank:

(₹ crore)

Parameters	Quarter ended Dec 09	Quarter ended Dec 10
Operating Profit	424	712
Net Profit	206	256
Net Interest Income	718	1150
Net Interest Margin (%)	2.50	3.58
Capital Adequacy Ratio (%)	13.48	11.74
Gross NPA Ratio (%)	2.43	2.32
Net NPA Ratio (%)	1.02	0.95
Earning per Share	16.48	19.37
Business	191619	225910
Deposits	108515	124603
Advances	83104	101307
Cost of Deposits (%)	5.88	5.44
Yield on Advances (%)	9.36	9.57
Cost to Income Ratio (%)	46.53	46.48

.....