

**Bandhan Bank Limited**

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Ref. no: BBL /069/2020-21

July 15, 2020

BSE Limited

Dept. of Corporate Services
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001
BSE Scrip Code: 541153

National Stock Exchange of India Limited

The Listing Department
Exchange Plaza,
Bandra Kurla Complex,
Mumbai - 400051
NSE Symbol: BANDHANBNK

Dear Sir/ Madam,

Sub: Outcome of Board Meeting held on July 15, 2020 - SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015

Pursuant to the provisions of Regulation 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR'), we wish to inform you that the Board of Directors (the 'Board') of Bandhan Bank Limited (the 'Bank') at its meeting held today i.e. Wednesday, July 15, 2020, considered and approved the Unaudited Financial Results of the Bank for the quarter (Q1) ended June 30, 2020.

Accordingly, we hereby submit a copy of Unaudited Financial Results of the Bank for the quarter (Q1) ended June 30, 2020 along with the Limited Review Report issued by the Statutory Auditors of the Bank thereon. We also submit a copy of the Press Release and earnings update presentation on the Unaudited Financial Results of the Bank.

The Board Meeting commenced at 12:00 noon and results were reviewed and approved by the Board at 1:40 p.m.

Please note that the window for trading in securities of the Bank was closed from July 01, 2020 and will remain closed till July 17, 2020 and the trading window shall re-open thereafter.

You are requested to take note of the above.

All the above mentioned documents will be simultaneously posted on the Bank's website at www.bandhanbank.com.

Thanking you,

Yours faithfully,

for Bandhan Bank Limited

Indranil Banerjee
Company Secretary



Encl.: as above



Bandhan Bank Limited
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 CIN: L67190WB2014PLC204622
 Tel: 033-66090909; www.bandhanbank.com; Email: info@bandhanbank.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(₹ in lakhs)

Particulars	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	Unaudited	Audited (Refer Note 2)	Unaudited (Refer Note 3)	Audited
1 Interest Earned (a+b+c+d)	3,01,808.70	2,84,628.97	2,63,130.34	10,88,549.33
a) Interest/discount on advances/bills	2,62,196.39	2,46,323.61	2,28,170.97	9,48,624.40
b) Income on Investments	22,924.58	24,654.14	19,016.46	83,280.63
c) Interest on balance with Reserve Bank of India and other inter bank funds	4,066.95	3,016.09	2,870.11	16,325.54
d) Others	12,620.78	10,635.13	13,072.80	40,318.76
2 Other Income	38,675.62	50,018.32	33,102.46	1,54,919.74
3 Total Income (1+2)	3,40,484.32	3,34,647.29	2,96,232.80	12,43,469.07
4 Interest Expended	1,20,656.08	1,16,625.30	1,05,674.68	4,56,157.90
5 Operating Expenses	61,410.22	65,952.95	55,051.56	2,42,654.22
i) Employees Cost	38,940.29	36,207.08	33,176.84	1,36,704.08
ii) Other Operating Expenses	22,469.93	29,745.87	21,874.72	1,05,950.14
6 Total Expenditure (4+5) (Excluding provisions & Contingencies)	1,82,066.30	1,82,578.25	1,60,726.24	6,98,812.12
7 Operating Profit before Provisions & Contingencies (3-6)	1,58,418.02	1,52,069.04	1,35,506.56	5,44,656.95
8 Provisions (other than tax) & Contingencies	84,906.04	82,736.46	12,535.83	1,39,315.09
9 Exceptional Items	-	-	-	-
10 Profit from ordinary activities before tax (7-8-9)	73,511.98	69,332.58	1,22,970.73	4,05,341.86
11 Tax Expenses	18,530.15	17,604.05	42,608.84	1,02,968.12
12 Net Profit from ordinary activities after tax (10-11)	54,981.83	51,728.53	80,361.89	3,02,373.74
13 Extraordinary items (net of tax expenses)	-	-	-	-
14 Net Profit for the period (12-13)	54,981.83	51,728.53	80,361.89	3,02,373.74
15 Paid up equity share capital (Face value of ₹10/- each)	1,61,027.94	1,61,024.78	1,60,983.05	1,61,024.78
16 Reserve excluding revaluation reserves				13,58,521.15
17 Analytical Ratios				
(i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL
(ii) Capital Adequacy Ratio	26.45	27.43	26.58	27.43
(iii) Earning per share				
(a) Basic EPS before & after extraordinary items*	3.41	3.21	4.99	18.78
(b) Diluted EPS before & after extraordinary items*	3.41	3.21	4.97	18.76
(iv) NPA Ratios				
(a) Gross NPAs	1,00,666.73	99,277.67	1,01,970.11	99,277.67
(b) Net NPAs	33,577.56	38,939.75	34,749.93	38,939.75
(c) % of Gross NPAs to Gross Advances	1.43%	1.48%	1.70%	1.48%
(d) % of Net NPAs to Net Advances	0.48%	0.58%	0.59%	0.58%
(v) Return on Assets (average)*	0.58%	0.59%	1.04%	3.64%

* Figures for the quarters are not annualised





Segment information in accordance with the Accounting standard on Segment Reporting (AS 17) of the operating segment of the bank is as under:

		(₹ in lakhs)		
Particulars	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	Unaudited	Audited (Refer Note 2)	Unaudited (Refer Note 3)	Audited
1 Segment Revenue				
a) Treasury	68,501.03	44,079.42	68,171.97	2,01,481.62
b) Retail Banking	2,78,862.64	2,86,403.84	2,64,977.06	10,71,213.05
c) Wholesale Banking	13,764.73	13,397.60	10,538.33	46,167.60
d) Other Banking Operations	1,502.95	3,454.87	1,273.59	7,601.85
e) Unallocated	-	-	-	-
Total	3,62,631.35	3,47,335.73	3,44,960.95	13,26,464.12
Less: Inter segment revenue	22,147.03	12,688.44	48,728.15	82,995.05
Income from operations	3,40,484.32	3,34,647.29	2,96,232.80	12,43,469.07
2 Segment Results				
a) Treasury	29,734.40	18,787.24	21,382.34	61,183.90
b) Retail Banking	39,275.90	44,192.29	99,053.91	3,27,657.25
c) Wholesale Banking	3,053.98	3,081.29	1,465.95	9,246.91
d) Other Banking Operations	1,447.70	3,271.76	1,068.53	7,253.80
e) Unallocated	-	-	-	-
Total Profit Before Tax	73,511.98	69,332.58	1,22,970.73	4,05,341.86
3 Segment Assets				
a) Treasury	24,31,966.01	23,43,531.45	19,15,982.82	23,43,531.45
b) Retail Banking	67,33,718.58	63,37,177.45	55,50,144.35	63,37,177.45
c) Wholesale Banking	5,02,253.00	4,67,275.07	3,93,467.86	4,67,275.07
d) Other Banking Operations	610.31	1,075.94	774.67	1,075.94
e) Unallocated	43,101.84	22,720.00	23,668.55	22,720.00
Total	97,11,649.74	91,71,779.91	78,84,038.25	91,71,779.91
4 Segment Liabilities				
a) Treasury	18,79,857.38	19,31,984.84	19,28,290.75	19,31,984.84
b) Retail Banking	61,37,928.77	56,18,060.49	45,48,781.63	56,18,060.49
c) Wholesale Banking	1,01,482.90	87,525.59	63,530.41	87,525.59
d) Other Banking Operations	-	-	-	-
e) Unallocated	17,794.72	14,663.06	21,285.79	14,663.06
Total	81,37,063.77	76,52,233.98	65,61,888.58	76,52,233.98
5 Capital Employed				
a) Treasury	5,52,108.63	4,11,546.61	(12,307.93)	4,11,546.61
b) Retail Banking	5,95,789.81	7,19,116.96	10,01,362.72	7,19,116.96
c) Wholesale Banking	4,00,770.10	3,79,749.48	3,29,937.45	3,79,749.48
d) Other Banking Operations	610.31	1,075.94	774.67	1,075.94
e) Unallocated	25,307.12	8,056.94	2,382.76	8,056.94
Total	15,74,585.97	15,19,545.93	13,22,149.67	15,19,545.93

Notes:

i) Treasury :

Includes investments in sovereign securities and trading operations. It also includes the central funding unit.

ii) Retail banking :

Includes lending to individuals/small businesses through the branch network and other delivery channels subject to the orientation, nature of product, granularity of the exposure and low value of individual exposure thereof. It also includes liability products, card services, internet banking, mobile banking, ATM services and NRI services. All deposits sourced by branches are classified in retail category.

iii) Corporate/Wholesale Banking:

Includes SME/ Corporate relationships not included under Retail Banking.

iv) Other Banking Business :

Includes para banking activities like third party product distribution.



Notes:

- 1 The above unaudited financial results for the quarter ended June 30, 2020 were approved by the Board of Directors of the Bank at its meeting held on July 15, 2020. These results were subjected to 'Limited Review' by the Statutory Auditors of the Bank. An unqualified review report has been issued by them thereon.
- 2 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures up to December 31, 2019, being the end of the third quarter of the financial year ended March 31, 2020, which was subjected to a limited review by the auditors.
- 3 The merger of erstwhile GRUH Finance Limited ("GRUH") with Bandhan Bank Limited had been approved by the Reserve Bank of India, the Competition Commission of India, Stock Exchanges, the respective Shareholders and Creditors of each entities as applicable and the National Company Law Tribunals (NCLT) Bench at Kolkata and Ahmedabad, with appointed date as January 1, 2019 and effective date as October 17, 2019.
In view of the amalgamation, the figures for the quarter ended June 30, 2019 have been arrived on the basis of aggregation of the separate results of the Bank and Gruh for the said period, published earlier, i.e. prior to the effective date of amalgamation.
- 4 During the quarter ended June 30, 2020, the Bank has allotted 31,525 Equity Shares of Rs. 10/- each in respect of stock option exercised aggregating to Rs 57 lakhs. Accordingly, share capital increased by Rs. 3.15 lakhs and share premium increased by Rs.54 lakhs.
- 5 During the quarter ended June 30, 2020, the Bank has received Rs 47,404 lakhs (quarter ended June 30, 2019 Rs 37,003 lakhs) from sale of Priority Sector Lending Certificates. Out of the aforesaid amount, Rs 11,851 lakhs (quarter ended June 30, 2019 Rs 9251 lakhs) has been recognised in the Profit and Loss Account during the quarter on an equated basis from the quarter in which the sale has occurred and the remaining amount of Rs 35,553 lakhs (quarter ended June 30, 2019 Rs 27,752 lakhs) will be recognised in the Profit and Loss Account over the remaining three quarters.
- 6 The RBI Master Circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 1, 2015 as amended on 'Basel III Capital Regulations' contain guidelines on certain Pillar 3, Leverage Ratio and Liquidity Coverage Ratio disclosure requirements that are to be made along with the publication of financial results. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <http://www.bandhanbank.com>. These disclosures are not subjected to audit / limited review by the Statutory Auditors.
- 7 The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in the economic activities.
The RBI on March 27, 2020, April 17, 2020 and May 23, 2020, announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of these RBI guidelines, the lending institutions have been permitted to grant an effective moratorium of six months on payment of all instalments/interest as applicable, falling due between March 1, 2020 and August 31, 2020 ('moratorium period'). As such, in respect of all accounts classified as standard as on February 29, 2020, even if overdue, the moratorium period, wherever granted, shall be excluded by the lending institutions from the number of days past-due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms.
In addition to the provision of Rs 69,000 lakhs made during March 31, 2020, during the current quarter, the Bank has made further provision of Rs. 75,000 lakhs against the potential impact of COVID-19 on standard assets based on all the available information at this point in time, the aggregate additional provisions being Rs. 1,44,000 lakhs.
The Bank also carries additional Standard Asset Provision on Micro Finance portfolio at 0.75% amounting to Rs. 32,900 lakhs. These aforesaid provisions, held by the Bank, aggregate to Rs. 1,76,900 lakhs. These provisions held by the Bank are higher than the minimum requirement as prescribed by RBI.
The extent to which the COVID-19 pandemic will impact the Bank's provision on assets and future results will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or adopted by the Bank.
- 8 As at June 30, 2020, the total number of Branches, Banking Units and ATM network stood at 1018, 3541 and 485 respectively.
- 9 Figures of the previous year/quarter have been regrouped / reclassified wherever necessary to conform to current year/period's classification.

Place : Kolkata
Date : July 15 ,2020



For Bandhan Bank Limited


Chandra Shekhar Ghosh
Managing Director & CEO

Deloitte Haskins & Sells

Chartered Accountants

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INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BANDHAN BANK LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **BANDHAN BANK LIMITED** (the "Bank") for the quarter ended June 30, 2020 (the "Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, except for the disclosures relating to Pillar 3 disclosures, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in Note 6 to the Statement and have not been reviewed by us.
2. This Statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 for "Interim Financial Reporting" ("AS 25"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, in so far as they apply to banks, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of the Bank's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standard, RBI Guidelines and other accounting principles generally accepted in India, in so far as they apply to banks, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure

Deloitte Haskins & Sells

Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, except for the disclosures relating to Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in Note 6 to the Statement and have not been reviewed by us, or that it contains any material misstatement.

5. As more fully described in Note 7 to the Statement, the potential impact of the COVID-19 pandemic on the Bank's results are dependent on future developments, which are highly uncertain.

Our conclusion is not modified in respect of this matter.

For **Deloitte Haskins & Sells**
Chartered Accountants
(ICAI Reg. No 117365W)



G. K. Subramaniam
(Partner)
(Membership No. 109839)
UDIN: 20109839AAAAMB7324

MUMBAI, July 15, 2020

PRESS RELEASE

Bandhan Bank Q1FY21 PPOp grows 16.81% (YoY) to ₹1,584 crore
Deposit increased by 35.30% (YoY) to ₹60,610 crore
Accelerated additional provision on standard advances amounting to ₹750 crore
taken for COVID-19 to further strengthen the balance sheet

Kolkata, July 15, 2020:

The Board of Directors of Bandhan Bank Ltd., at a meeting held in Kolkata today approved its Financial Results for the Quarter ended June 30, 2020. The accounts have been subjected to review by the statutory auditors of the bank.

Key Highlights :

- Deposits grew 35.30% YoY and 6.18% QoQ.
- Loan portfolio (on book + off book+ TLTRO) grew 17.68% YoY
- CASA grew 47.30% YoY
- CASA ratio at 37.08% (excluding GRUH deposits 37.83%) against 36.84% QoQ.
- Added 2.13 lakh customers during the quarter with total customer base at 2.03 crore as on June 30, 2020.
- GNPA as on June 30, 2020 at 1.43% against 1.70% as on June 30, 2019 and 1.48% on March 31, 2020.
- Net NPAs as on June 30, 2020 at 0.48% against 0.58% as on March 31, 2020 and 0.59% as on June 30, 2019.
- Capital Adequacy Ratio (CRAR) at 26.45%; Tier I at 23.22% and after taking Q1 FY profits, it stands 27.29%.
- During the quarter the Bank has taken accelerated additional provision on standard advances amounting to ₹750 crore. With this provision and additional Standard Assets provision that Bank is carrying in Micro banking portfolio total additional provision in books stands at ₹1,769 crore.

Highlights for the Quarter ended June 30, 2020:

- Net Interest Income (NII) for the quarter grew by 14.98% to ₹1,811 crore as against ₹1,575 crore in the corresponding quarter of the previous year.
- Non-interest income grew by 16.92% to ₹387 crore for the quarter ended June 30, 2020 against ₹331 crore in the corresponding quarter of the previous year.
- Operating Profit for the quarter increased by 16.81% to ₹1,584 crore against ₹1,356 crore in the corresponding quarter of the previous year.
- Net Profit for the quarter shrink by 31.59% to ₹550 crore against ₹ 804 crore in the corresponding quarter of the previous year. However, net profit for the quarter increased by 6.38% against the previous quarter. In Q1 FY 21, The Bank has taken accelerated additional provision on standard assets amounting to Rs 750 crore for COVID-19.

- Net Interest Margin (annualised) for the quarter ending June 30, 2020 stood at 8.15% against 8.13% in March 31, 2020.
- Total Advances (on book + off book+TLTRO) grew by 17.68% to ₹74,331 crore as on June 30, 2020 against ₹63,164 crore as on June 30, 2019 and 3.46% QoQ against ₹71,846 crore as on March 31, 2020.
- Total Deposits increased by 35.30% to ₹60,610 crore as on June 30, 2020 as compared to ₹44,796 crore as on June 30, 2019 and 6.18% QoQ against ₹57,082 crore as on March 31, 2020.
- Gross NPAs as on June 30, 2020 is at ₹1007 crore (1.43%) against ₹1020 crore (1.70%) as on June 30, 2019.
- Net NPAs as on June 30, 2020 stood at ₹336 crore (0.48%) against ₹348 crore (0.59%) as on June 30, 2019.

Commenting on the performance, Mr. Chandra Shekhar Ghosh, Managing Director and CEO of Bandhan Bank said: “During the quarter, we have started collections post unlocking announced by the government. Overall Bank collections improved to 76% by end of June’20 compared to 29% in April’20. We continued to showcase the strengths of our retail deposit franchise with strong growth of 35% during this difficult time, especially CASA growing by over 47%. During the quarter the Bank has taken accelerated additional provision on standard advances amounting to ₹750 crore taking the total additional provision in books to ₹1,769 crore.”

Banking outlets as on June 30, 2020, stood at 4,559. The network consists of 1018 branches, 3,541 banking units as against 999 branches and 3,209 banking units as on June 30, 2019. Total number of ATMs stood at 485 as on June 30, 2020 against 481 as on June 30, 2019. During the quarter, the number of employees of the bank has gone up from 39,750 to 41,563.

Highlights for the Quarter ended June 30, 2020:

Particulars (in ₹ crore)	Quarter				
	Q1 FY21 (Merged)	Q4 FY20 (Merged)	QoQ%	Q1 FY20 (Merged)	YoY%
Net Interest Income	1,811	1,680	7.80%	1,575	14.98%
Non-Interest Income	387	500	-22.60%	331	16.92%
Total Income (Net)	2,198	2,180	0.83%	1,906	15.32%
Opex	614	659	-6.83%	550	11.64%
Operating Profit	1,584	1,521	4.14%	1,356	16.81%
Provision (Other than Taxes)	99	138	-28.26%	125	-20.80%
Additional Provision	750	690	8.70%	-	-
PBT	735	693	6.06%	1,231	-40.29%
PAT	550	517	6.38%	804	-31.59%

Key Ratios Highlights:

Particulars	Quarter		
	Q1 FY21	Q4 FY20	Q1 FY20
CASA to Total Deposit	37.1%	36.8%	34.1%
Net Interest Margin (Annualised)	8.2%	8.1%	8.6%
Cost to Income Ratio	27.9%	30.3%	28.9%
Return on Average Assets (Annualised)	2.3%	2.4%	4.2%
Return on Average Equity (Annualised)	14.1%	13.7%	24.3%
Return on Average Assets (If no COVID 19 provisions)	4.7%	4.1%	4.2%
Return on Average Equity Assets (If no COVID 19 provisions)	28.5%	24.0%	24.3%
Capital Adequacy Ratio (CAR)	26.5%	27.4%	26.6%
Capital Adequacy Ratio (CAR) including Q1FY21 profit	27.29%	27.4%	26.6%
Gross NPA (%)	1.4%	1.5%	1.7%
Net NPA (%)	0.5%	0.6%	0.6%

About Bandhan Bank

Bandhan started in 2001 as a not-for-profit enterprise that stood for financial inclusion and women empowerment through sustainable livelihood creation. It turned into an NBFC a few years later but the core objective remained financial inclusion. When Bandhan Bank started operations on August 23, 2015, it was the first instance of a microfinance entity transforming into a universal bank in India. On the day of launch itself, Bandhan Bank started with 2,523 banking outlets. Bandhan Bank is driven by a constant desire to serve better. It offers world-class banking products and services to urban, semi-urban and rural customers alike. In the last few years of operations, Bandhan Bank has spread its presence to 34 of the 36 states and union territories in India with 4,559 banking outlets serving 2.03 crore customers, as on June 30, 2020. With its experienced management, diversified team and well entrenched distribution, Bandhan Bank is well poised to meet the aspirations of its customers and stakeholders.

For media queries please contact: Bandhan Bank Limited

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Investor Presentation Q1 FY2020-21

July 2020



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Key Highlights



Bandhan
Bank

Key Highlights

Bandhan Bank - Overview

- Loan portfolio (on book + off book) for Q1 FY 20-21 grew 17.7% Y-o-Y
- Deposits grew by 35.3% Y-o-Y in Q1 FY 20-21
- Net NPA is at 0.48%
- Retail Deposit to Total Deposit at 77.7%
- Added 0.21 million Customer during the quarter with total customer base reaching to 20.31 million (Micro Banking- 15.46 million, Non Micro– 4.57 million and Housing – 0.28 million)
- During the quarter, the Bank has made an accelerated additional provision of ₹ 7.5 billion on standard advances against the potential impact of COVID-19 to further strengthen the balance sheet

Snapshot of operations Q1 FY 2020-21

Total Deposits	₹ 606.10 bn
Total Loans and advances	₹ 743.31 bn ¹
Net Interest Margin (NIM)	8.15%*
CASA Ratio	37.08%
ROAA (%)	2.33%*#
ROAE (%)	14.12%*#



34
States & UTs



548
Cities



1,018
Branches



485
ATMs



3,541
Banking Units



41,563
Employees



20.31 mn
Customers



90%
Priority sector loans



61%
Micro loans

1. On book + Off Book (including TLTRO ₹ 5 bn)

*Annualised

After taking additional provision of ₹ 7.5 billion

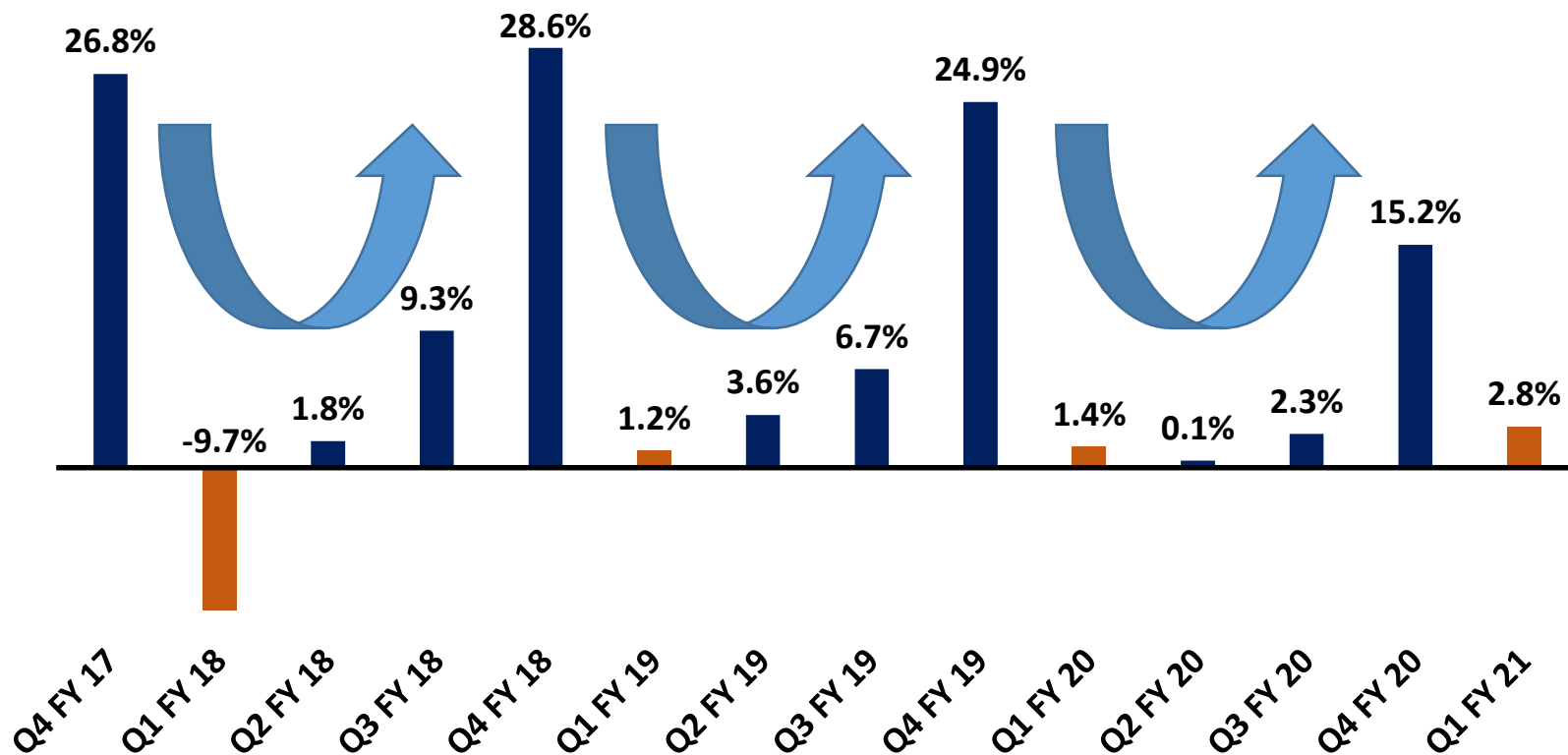
Business Update



Bandhan
Bank

Although Q1's tepid growth in each FY is seasonality induced ; this year witnessed a higher growth compared to the last FYs

Quarterly growth comparison of Micro banking advances

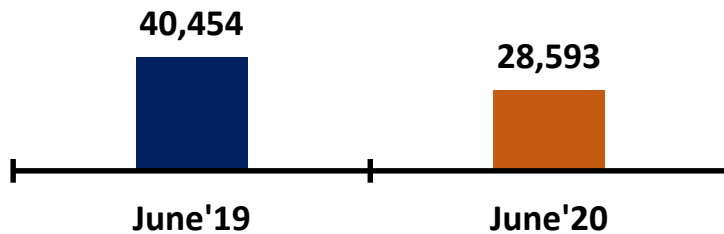


In spite of Covid-19, growth in Q1 FY 21 is higher than that of Q1 FY 18, Q1 FY 19 and Q1 FY 20. This trend is likely to continue and improve further in H2 FY 21.

Disbursement for the month of June is fast approaching pre-covid levels

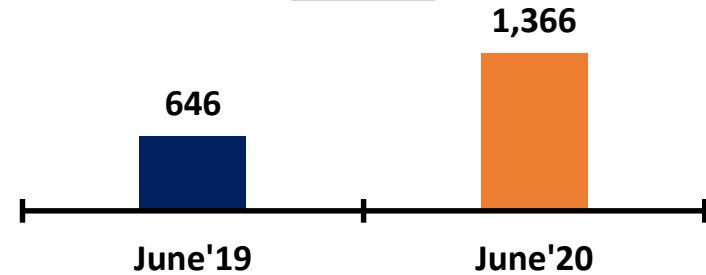
In ₹ Million

Micro-Banking



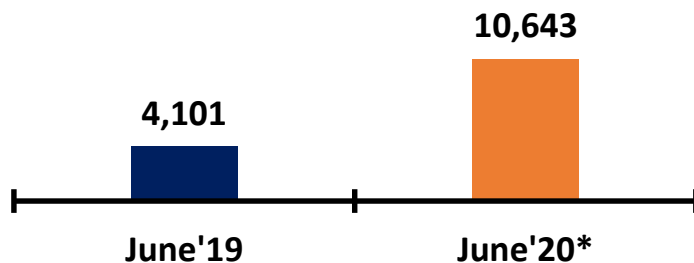
A calibrated expansion of MB asset book with average ticket size of INR 46,305

MSME



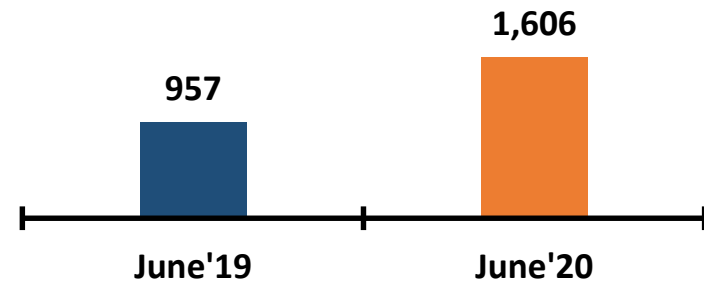
Only term loans are considered for disbursement

Mortgage



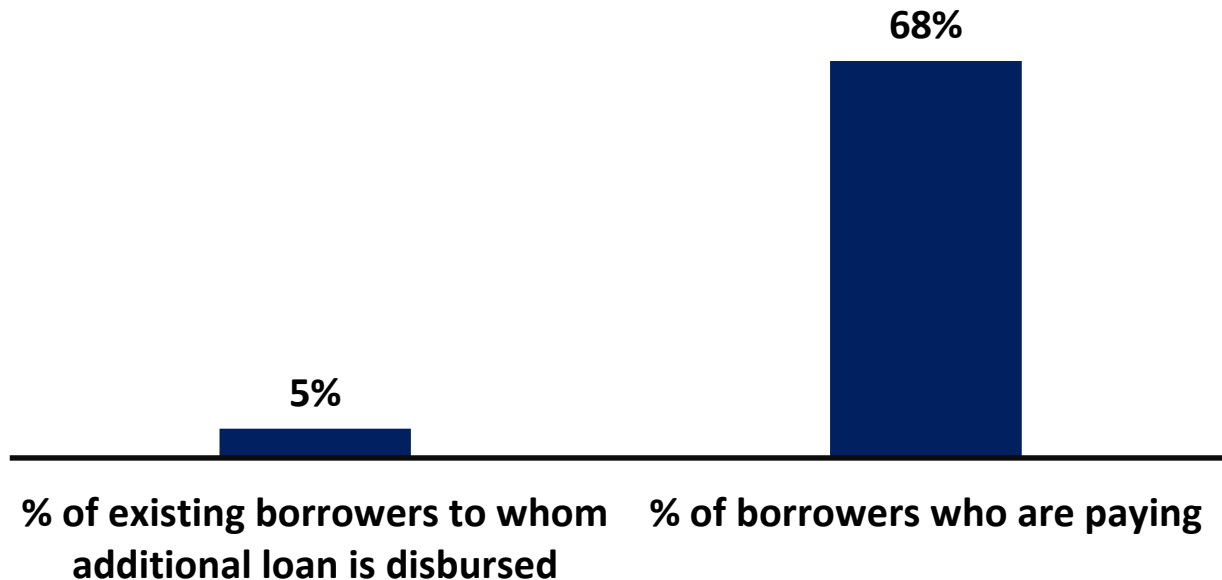
- More than 50% disbursements are to new customers*
- Includes portfolio purchased under IBPC amounting to INR 8,140 mn*

Other Retail Loans



Growth is largely contributed by Gold loans and loan against term deposits

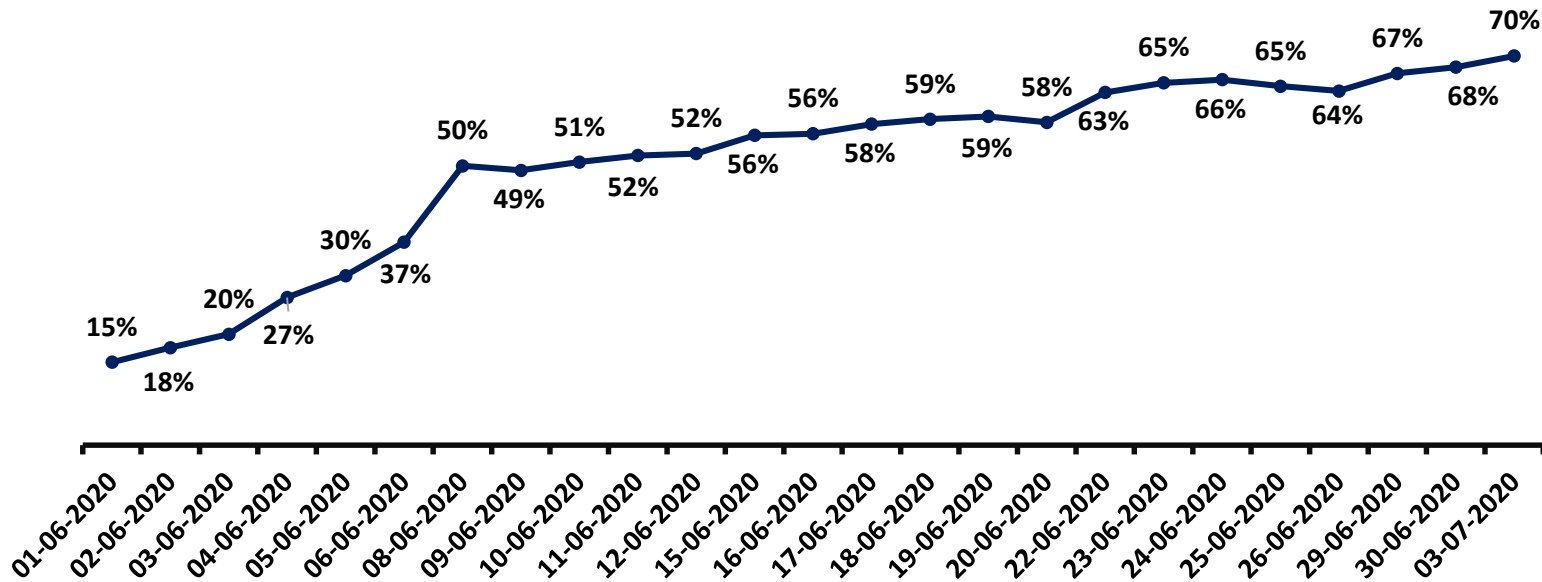
Additional loan made available to Existing Micro Banking customers to support and grow their business



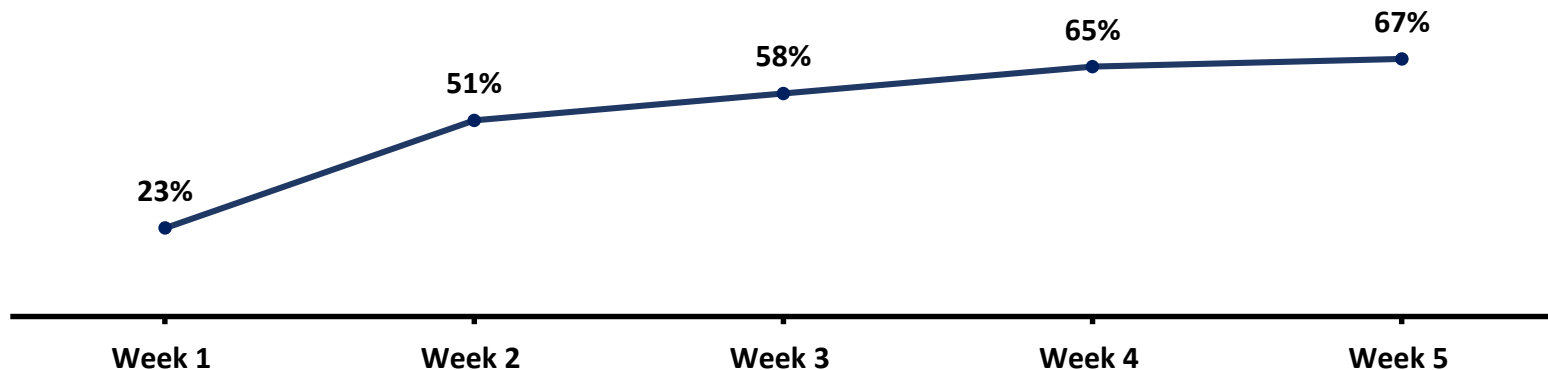
Additional Loan is disbursed to only 5% of the existing borrowers whereas collection is coming from 68% of the borrowers

Micro Banking collections witnessed improvement in the month of June'20

Daily collection efficiency for June'20



Weekly collection efficiency for June'20



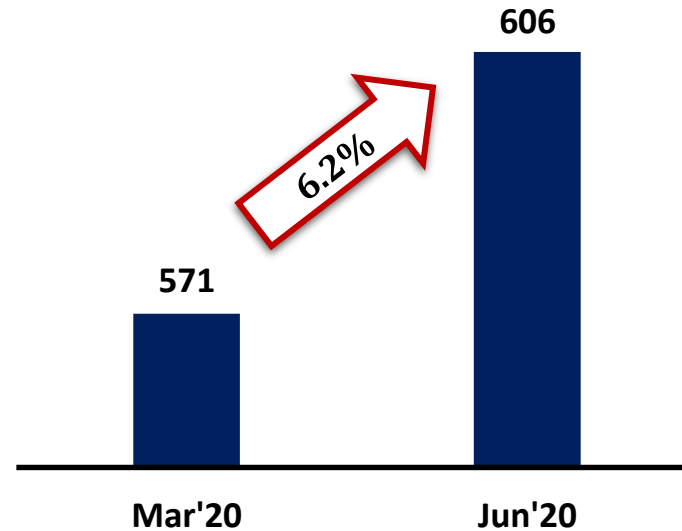
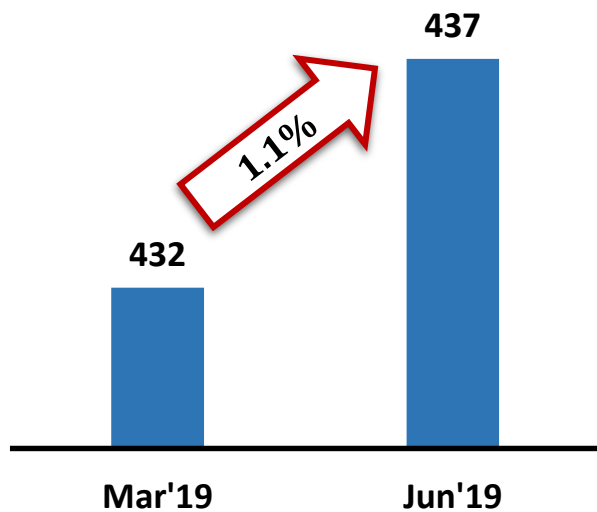
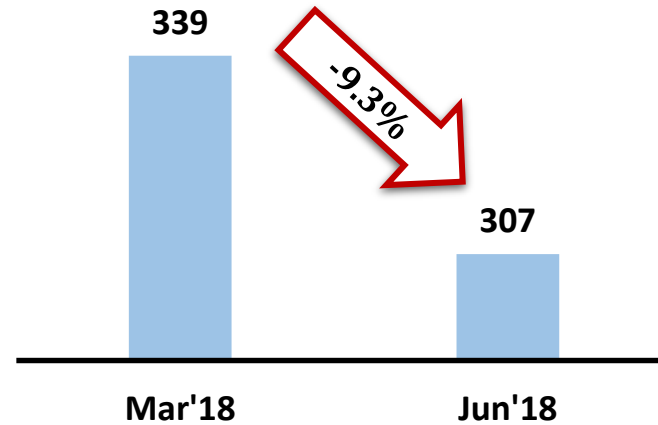
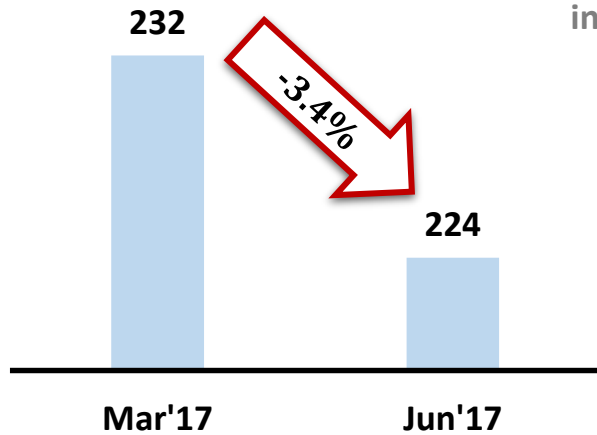
Note: Week 5 is partial week ending on 30th June 2020

Collection Update

- 1 Micro** → 68% collection in value by end June'20 & 70% as on 3rd July' 20 as against 0% in April
- 2 Mortgage** → 85% Collection in value for June'20 as against 87% in April' 20
- 3 SME** → 82% collection in value for June'20 against 65% in April' 20
- 4 NBFC** → (a) NBFC Others-100% collection against 100% in April' 20
(b) NBFC MFI 100% collection in value for June'20 against 51% in April' 20
- 5 Overall Bank** → 76% Collection in value against 29% in April' 20

Focus on retail deposits and new customer acquisition has helped growth in total deposit balance in Quarter ended June 2020

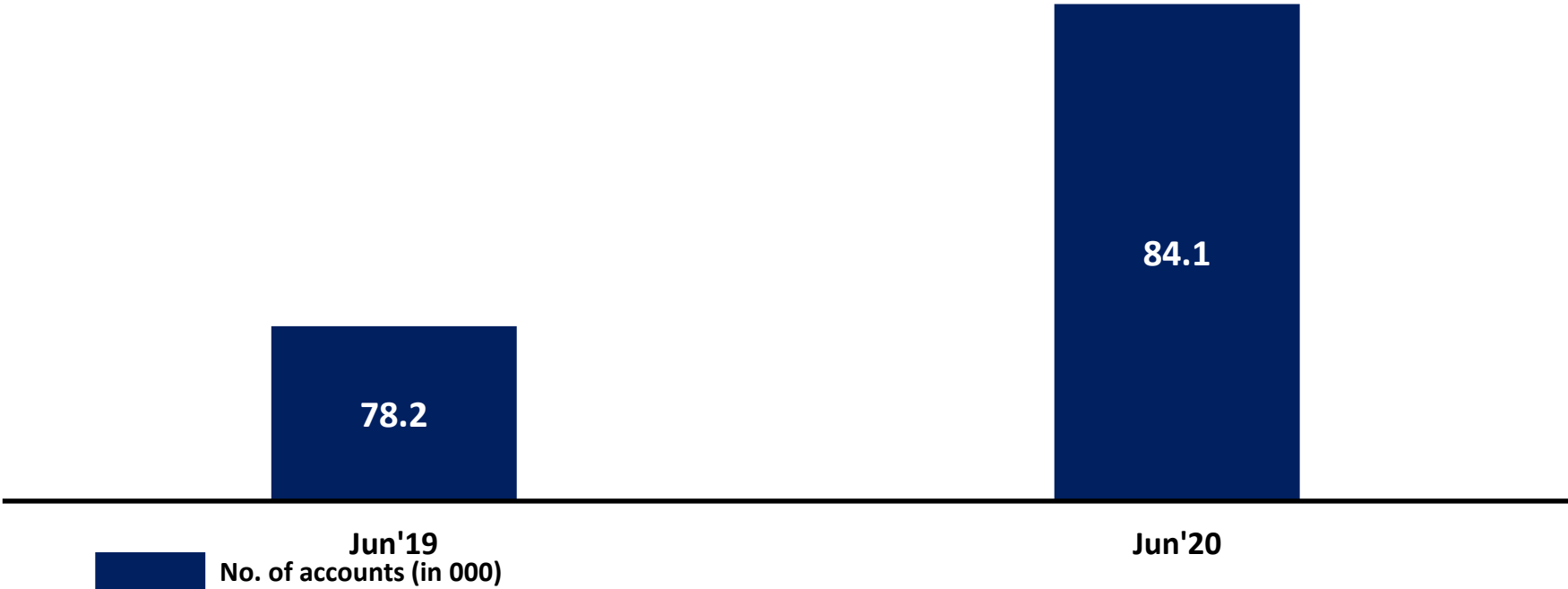
Total Deposits
in ₹ Billion



New CASA account sourcing has crossed the pre-covid levels in the month of June' 20



CASA Sourcing* in the month of June'20



*Through Branch Banking (excluding micro-banking customers)

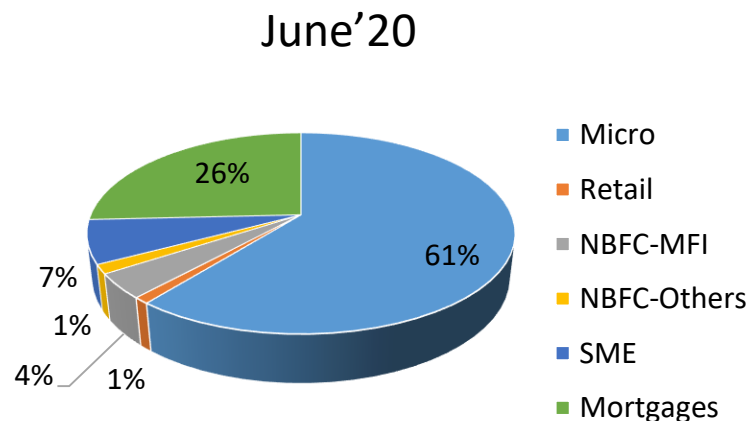
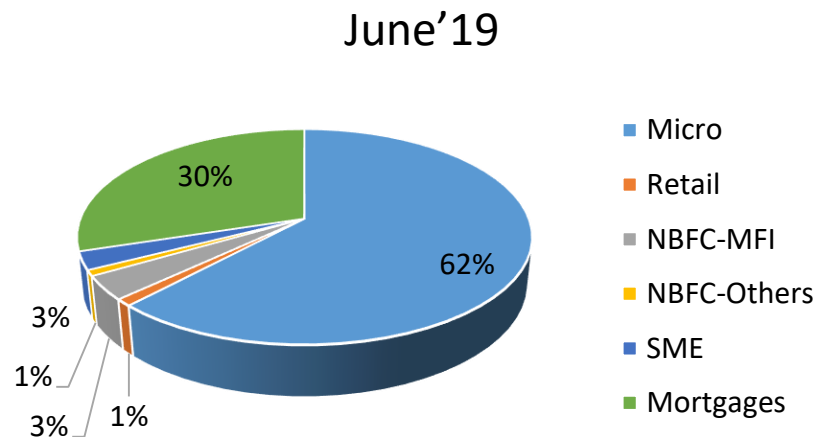
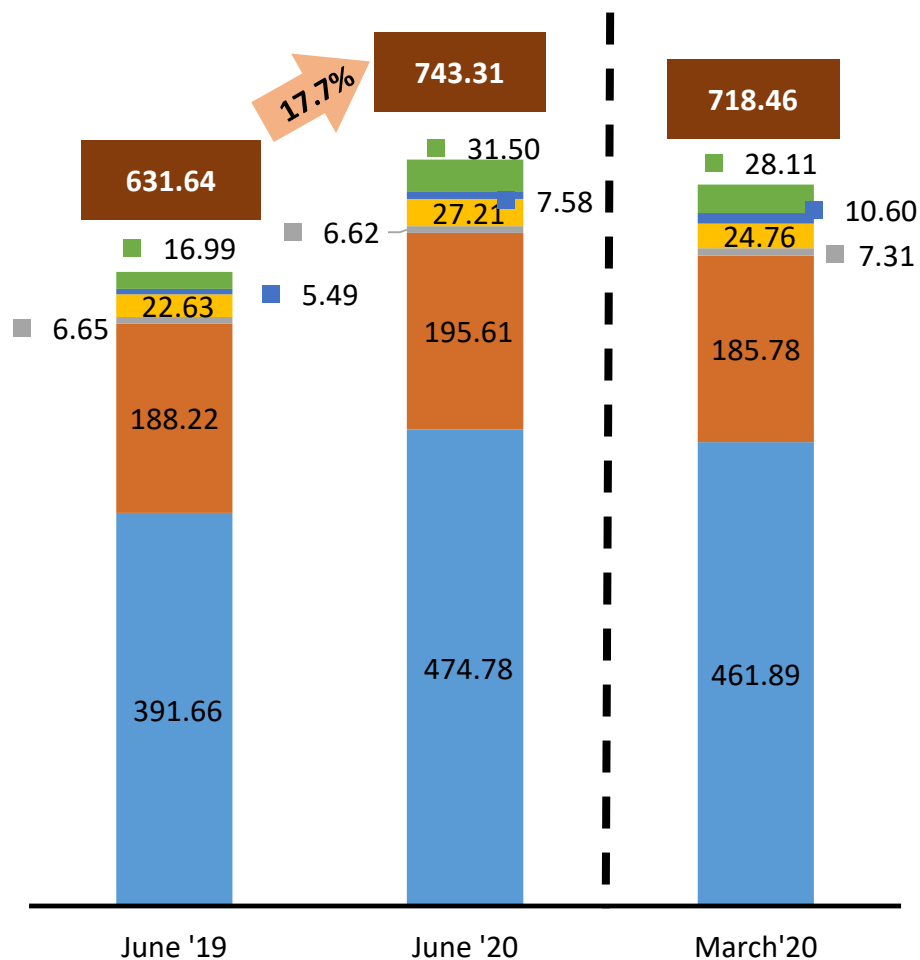
Business & Financial Overview



Bandhan
Bank

Asset Book Mix

Total Advances (₹ in Billion)

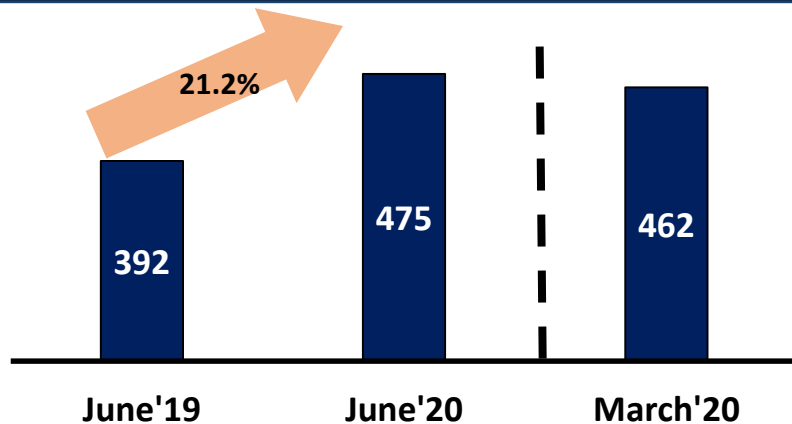


- Micro
- Retail
- NBFC-Others
- Mortgages
- NBFC-MFI
- SME

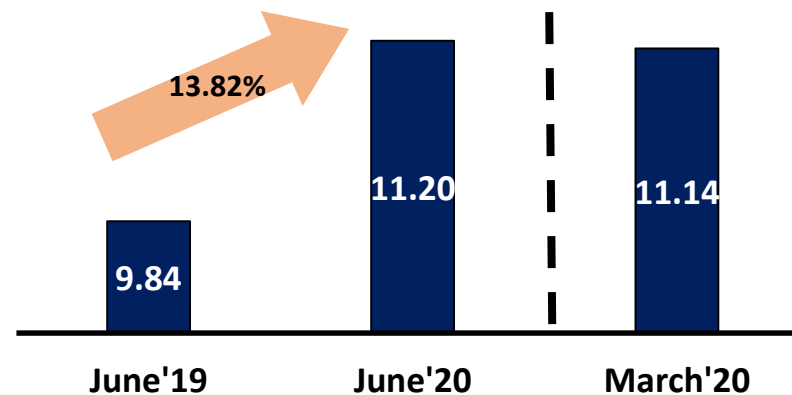
- Portfolio diversifying with micro finance group loan share in total advance at 61%
- Micro Banking book for June 20 includes Individual loan portfolio amounting to ₹ 22 bn

Micro Banking Assets

Micro Banking Asset Growth* (₹ in Billion)

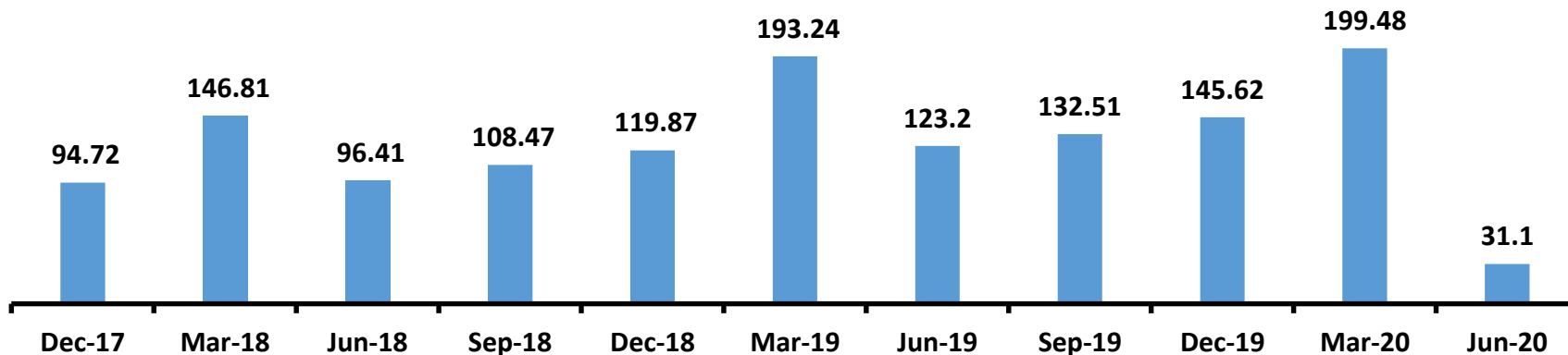


Number of Active Micro Borrowers (Mn)



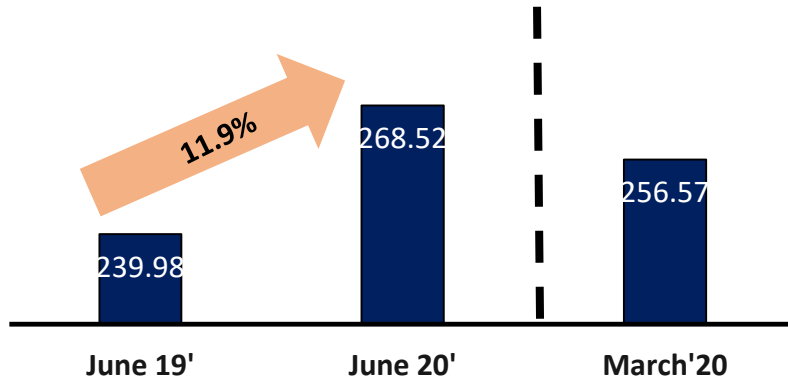
*Micro Banking book for June 20 includes Individual loan portfolio amounting to ₹ 22 bn

Micro Loan Disbursement (₹ in Billion)

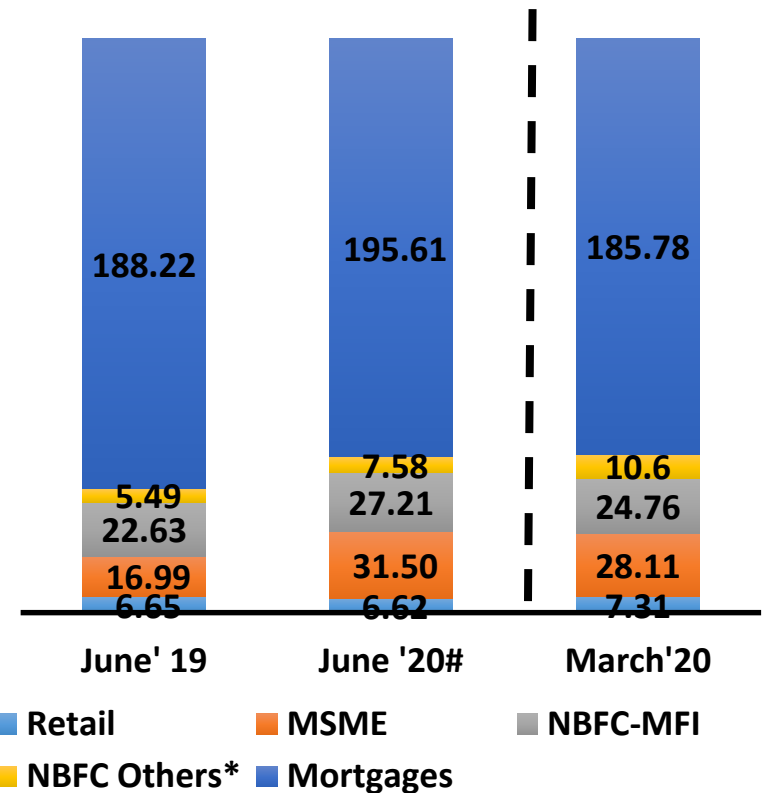


Non Micro Assets

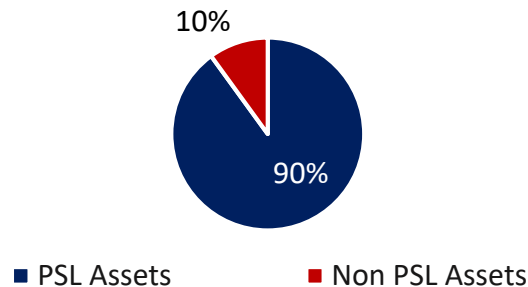
Non Micro Banking Asset growth (₹ in Billion)



Product wise Advances – Non Micro (₹ in Billion)



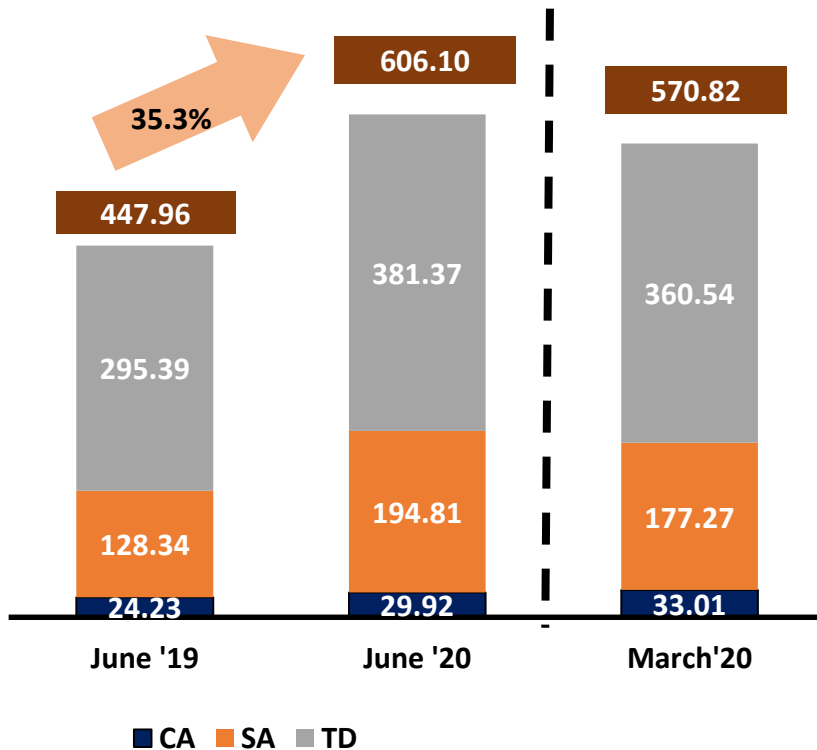
Higher PSL Portfolio



*Includes ILF&S exposure of ₹ 3.85 billion which is fully provided
 # Micro Banking book for June 20 includes Individual loan portfolio amounting to ₹ 22 bn

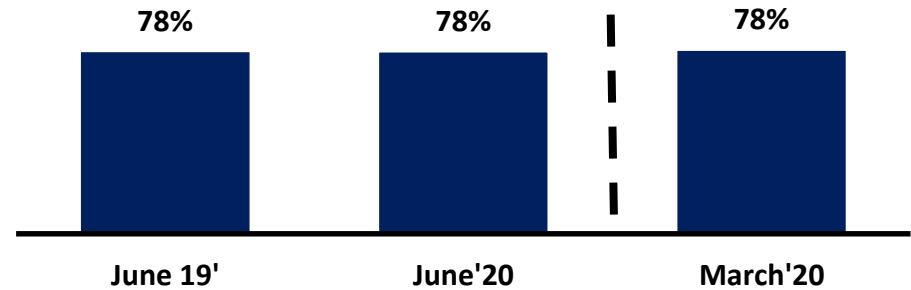
Liabilities Profile

Deposits Growth (₹ in Billion)

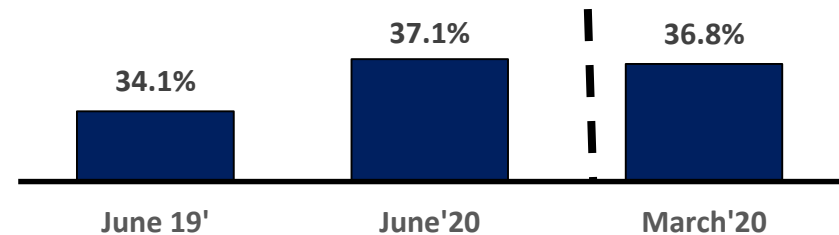


➤ Microbanking contributes 5% of total deposits

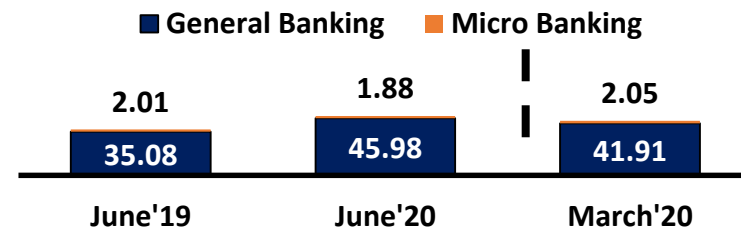
Retail to Total Deposits (%)



CASA (%)

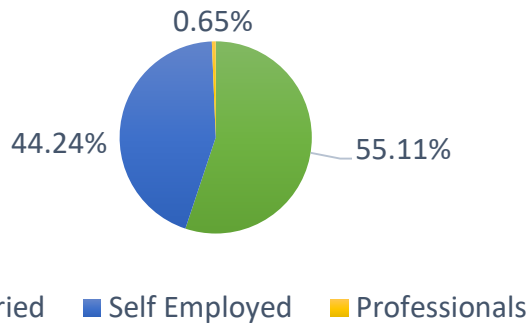


Average SA Balance Per Customer (₹ in 000')

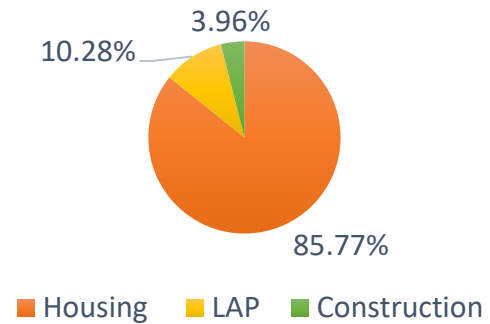


Housing Loans

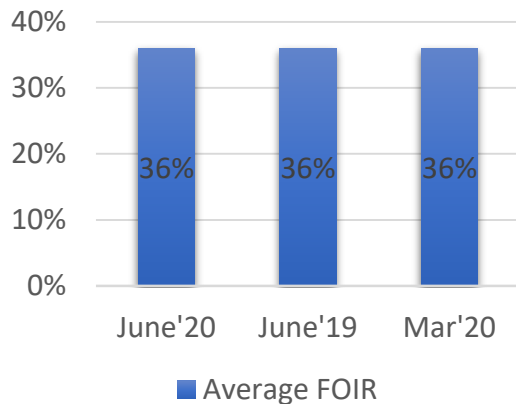
Customers



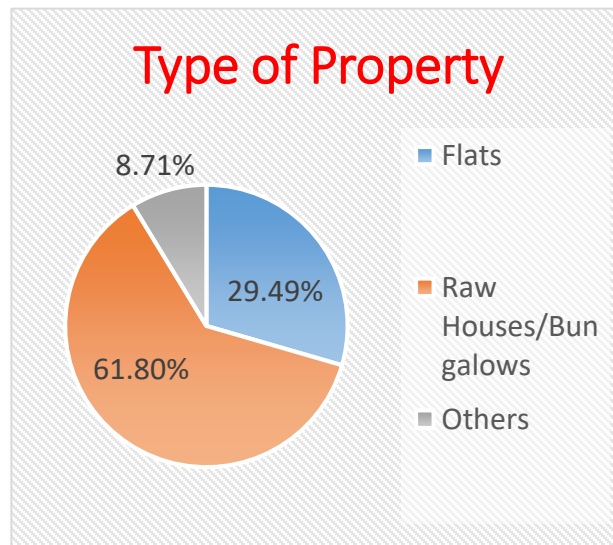
Portfolio Outstanding



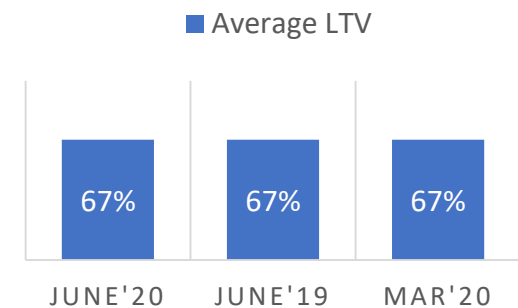
Average FOIR*



Type of Property



AVERAGE LOAN TO VALUE

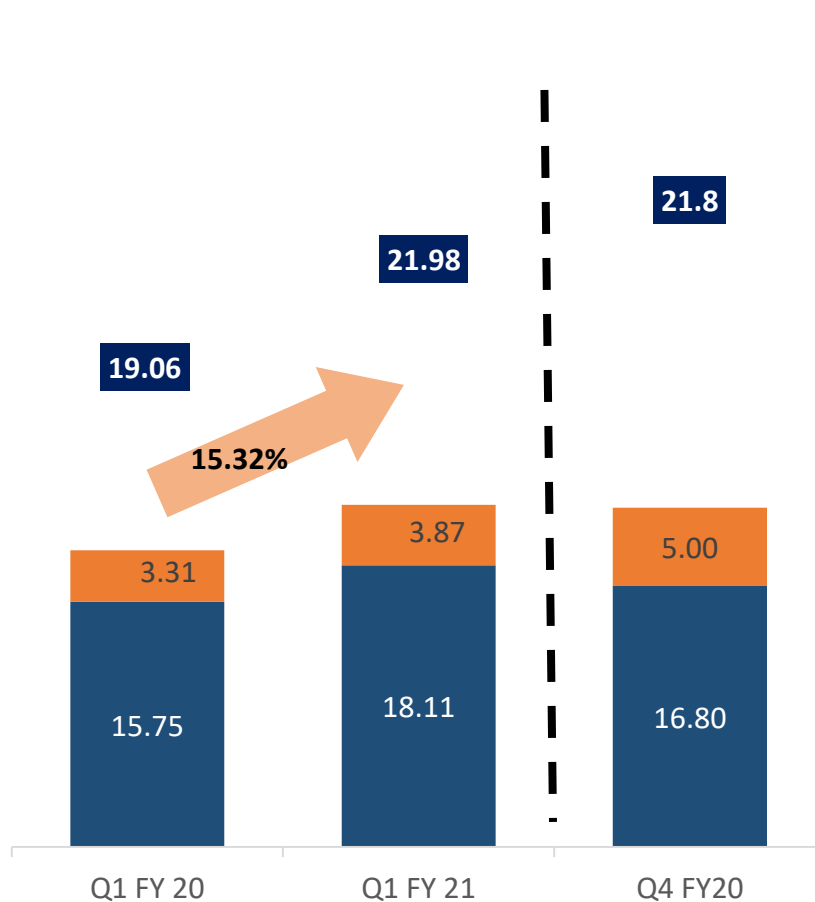


*FOIR is Fixed Obligation to Income ratio

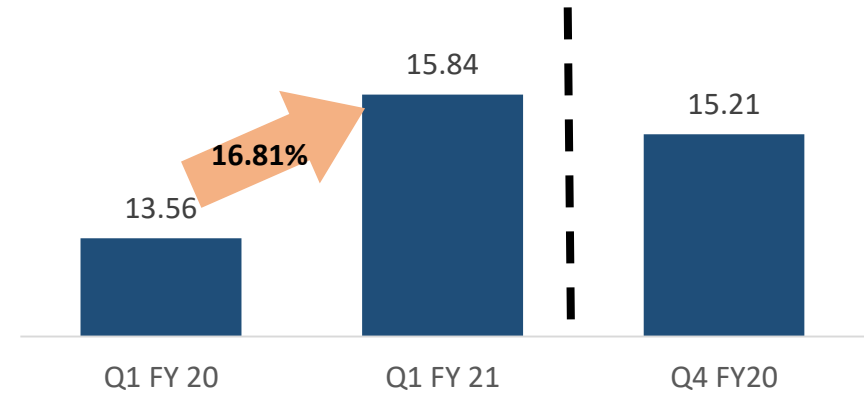
Financial Performance

Total income (₹ in Billion)

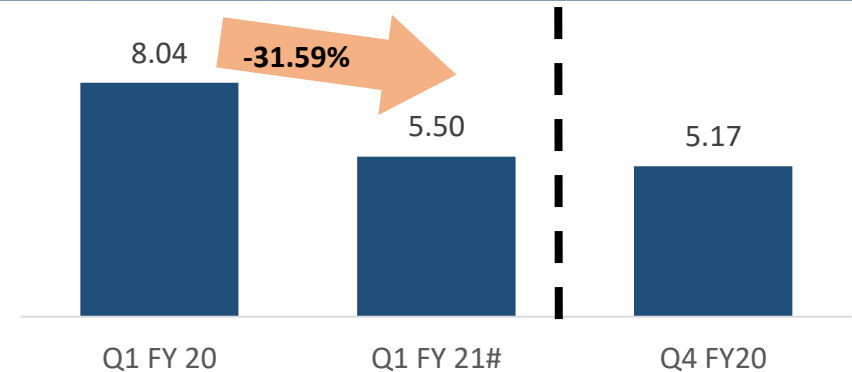
■ Net Interest Income ■ Other Income Total Income



Operating Profit (₹ in Billion)



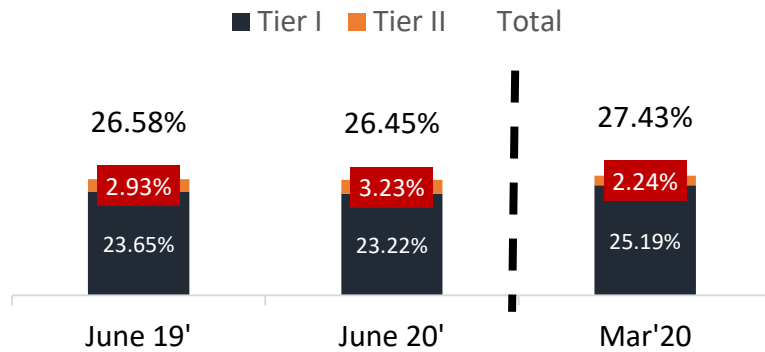
PAT (₹ in Billion)#



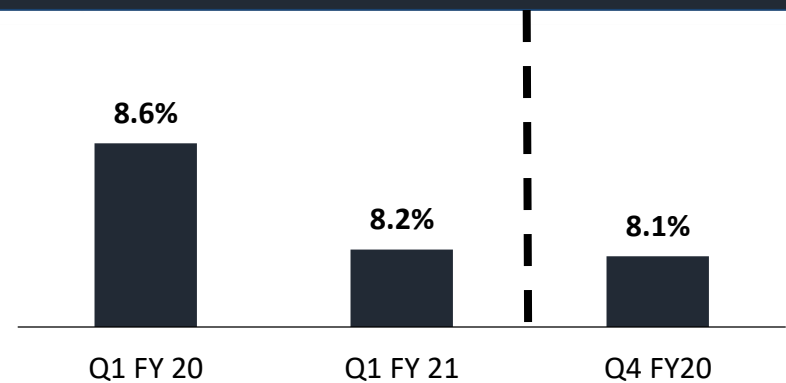
PAT for June 20 lower after taking accelerated additional COVID 19 related provision on standard advances of ₹7.5 bn against ₹6.9 bn taken in Q4FY20

Financial Performance

Capital Adequacy Ratio (CRAR)

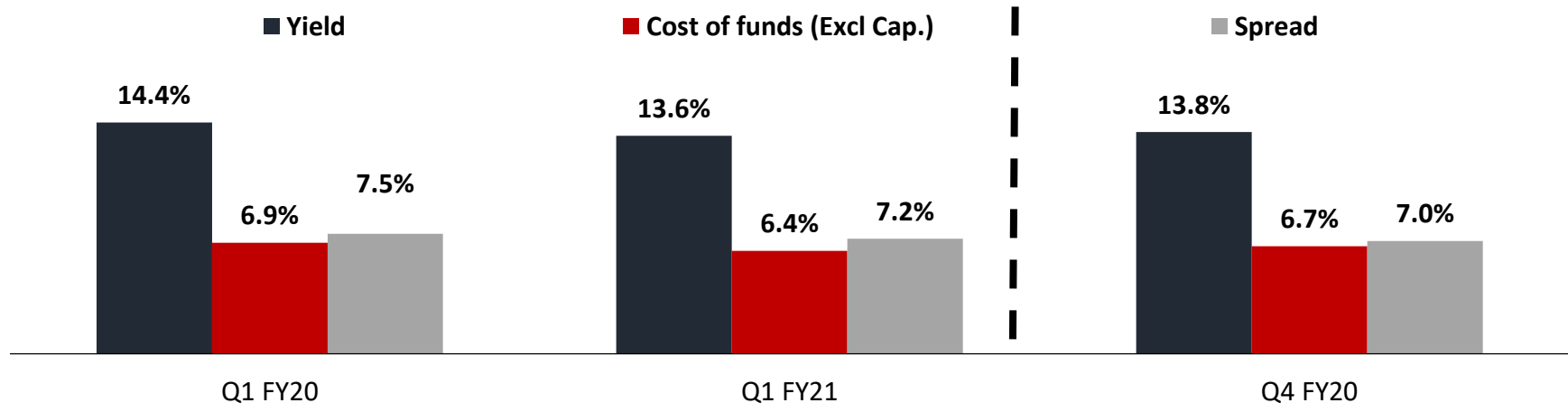


NIM (Annualized)



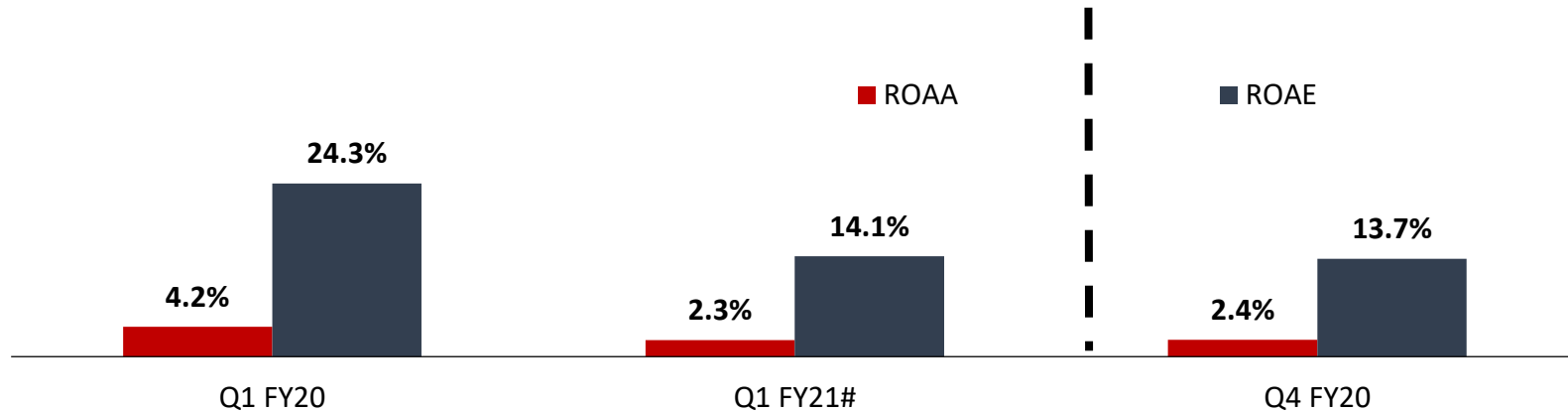
CRAR for June' 20 after considering Q1 FY21 Profits is 27.29%

Spread (Annualized)

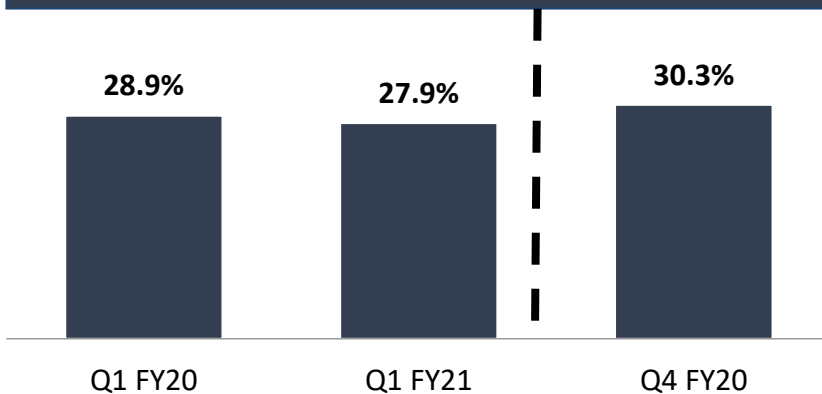


Financial Performance

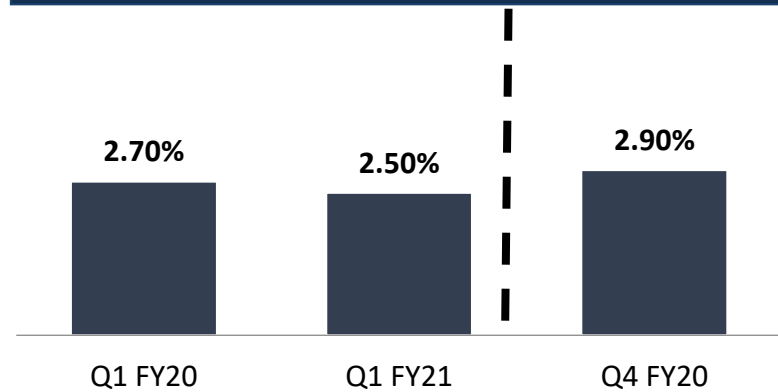
ROAA & ROAE (Annualized)#



Cost to Income Ratio



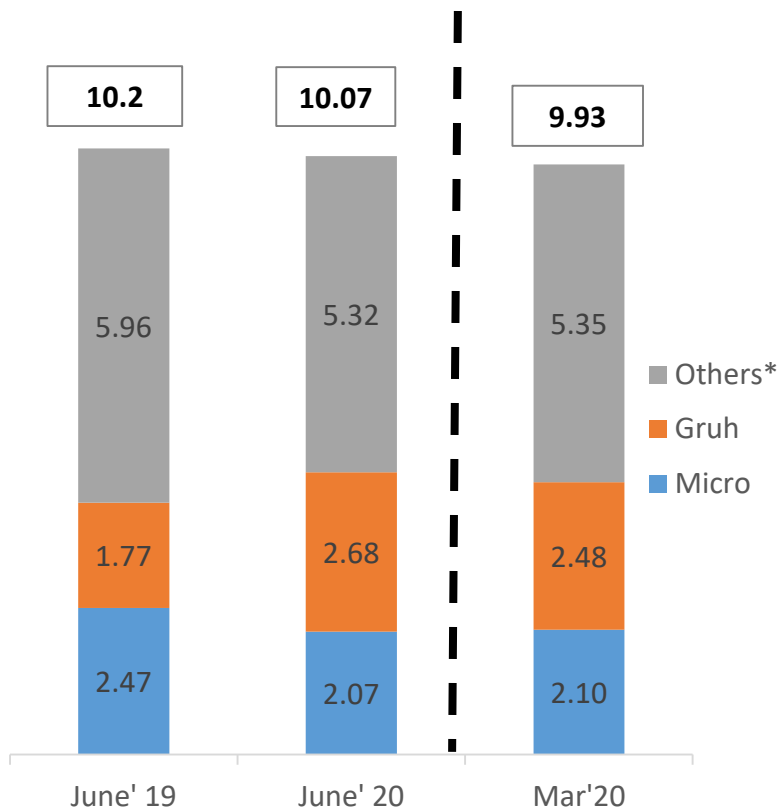
Operating expenses to Average Assets (Annualized)



ROAA & ROAE for June 20 lower after taking accelerated additional COVID 19 related provision on standard advances of ₹7.5 bn against ₹6.9 bn taken in Q4FY20

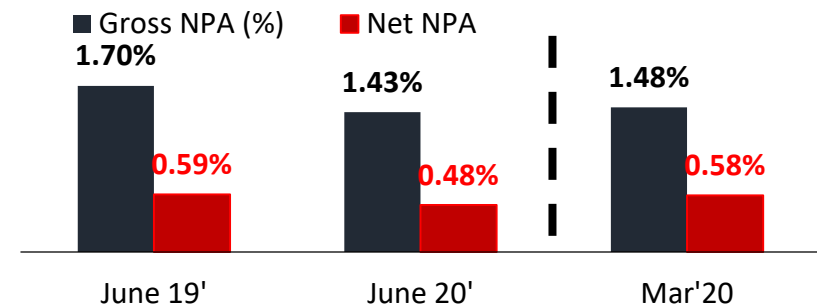
Financial Performance

Segmental GNPA movement - (₹ in Billion)

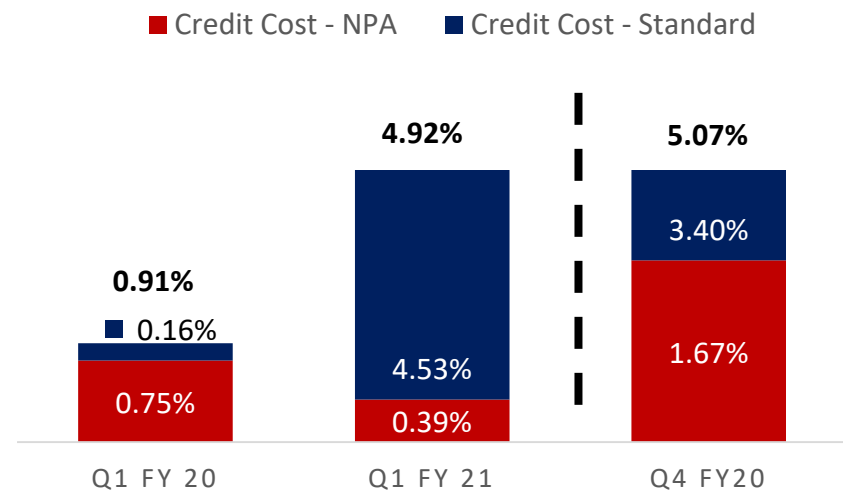


*Others includes ₹ 3.85 bn of IL&FS

Gross NPA and Net NPA

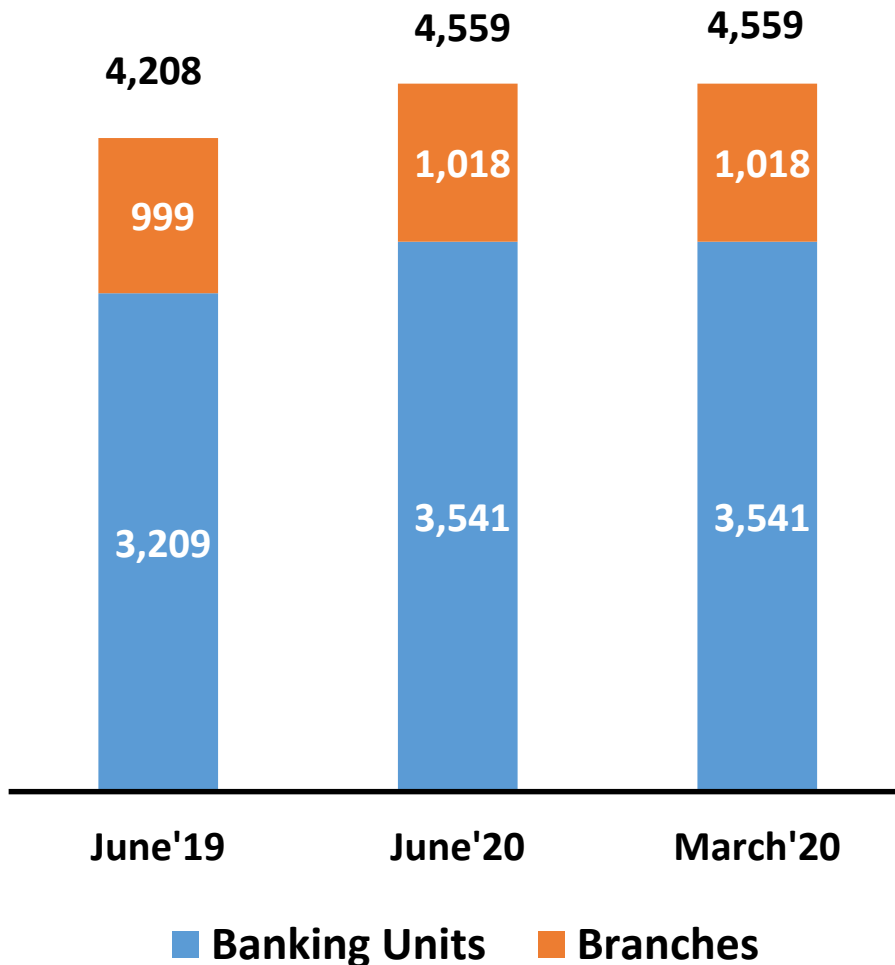


Credit Cost (Annualized)



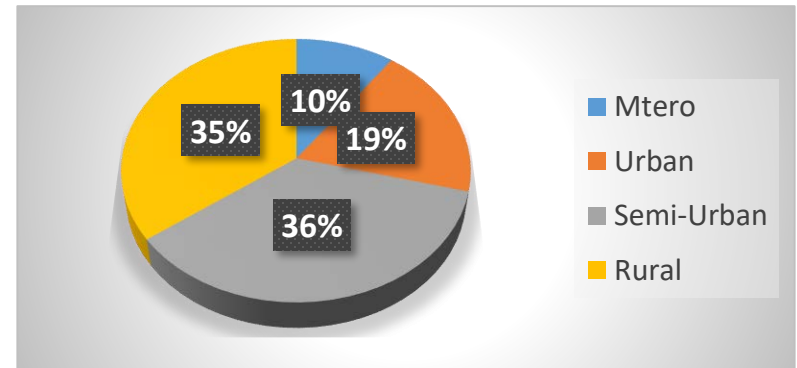
Geographical Distribution

Banking Outlets



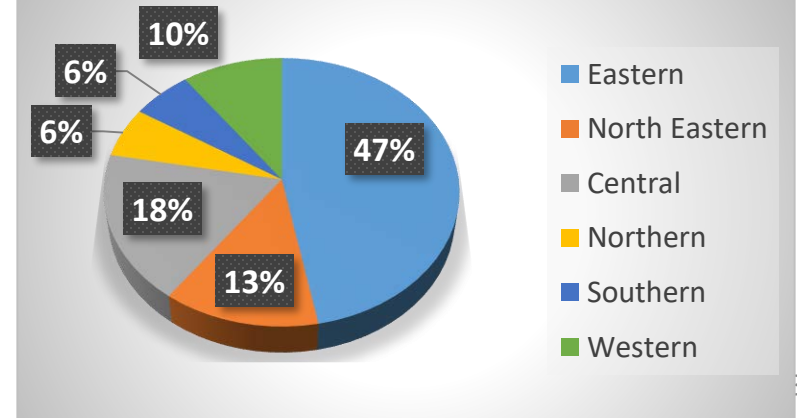
Focus on serving the rural & underbanked population

Banking Outlets as on 30th June 2020*



*Basis original classification at the time of opening

Diversifying presence with non-east increasing over 50% now



Profit & Loss Statement (IN ₹ Bn)

Particulars	Q1 FY 21	Q4 FY 20	QoQ%	Q1 FY 20	YoY%	FY 20
	Merged	Merged	Merged	Merged	Merged	Merged
Interest Income	30.18	28.46	6.04%	26.31	14.71%	108.86
Interest expenses	12.07	11.66	3.52%	10.56	14.30%	45.62
Net Int. Income (NII)	18.11	16.80	7.80%	15.75	14.98%	63.24
Non Interest Income	3.87	5.00	-22.60%	3.31	16.92%	15.49
Total Income	21.98	21.80	0.83%	19.06	15.32%	78.73
Operating Expenses	6.14	6.59	-6.83%	5.50	11.64%	24.27
Operating Profit	15.84	15.21	4.14%	13.56	16.81%	54.46
Provision (Std. + NPA)	0.99	1.38	-28.26%	1.25	-20.80%	7.03
COVID 19 Provision	7.50	6.90	8.70%	-	-	6.90
Profit before tax	7.35	6.93	6.06%	12.31	-40.29%	40.53
Tax	1.85	1.76	5.11%	4.27	-56.67%	10.29
Profit after tax	5.50	5.17	6.38%	8.04	-31.59%	30.24

Balance Sheet (IN ₹Billion)

Particulars	As at	As at	% Change
	30th June 2020	31 st Mar 2020	
	Merged	Merged	
Capital & Liabilities			
Capital	16.10	16.10	0.00%
Reserves & Surplus	141.36	135.85	4.06%
Shareholder Funds	157.46	151.95	3.63%
Deposits	606.10	570.82	6.18%
Borrowings	165.45	163.79	1.01%
Other liabilities and provisions	42.16	30.62	37.69%
Total	971.17	917.18	5.89%
Assets			
Cash and balances with Reserve Bank of India	64.60	63.45	1.81%
Balance with Banks and Money at call and short notice	25.34	20.08	26.20%
Investments	161.82	153.52	5.41%
Advances	697.49	666.30	4.68%
Fixed Assets	3.71	3.69	0.54%
Other Assets	18.21	10.14	79.59%
Total	971.17	917.18	5.89%

Credit Rating

Rating of Bank's Financial Securities			
Instrument	Rating	Rating Agency	Amount (₹ in Billion)
Subordinated Tier II Non - Convertible Debenture	CARE AA-; Stable	CARE Ratings	1.60
	[ICRA]AA; Stable	ICRA	
Non-Convertible Debenture #	[ICRA] AA; Stable	ICRA	50.75**
	CRISIL AA/Stable		
Term Loans From Bank	ICRA]AA Stable	ICRA	0.80
Certificate of Deposit	CRISIL A1+	CRISIL	60.00*
	[ICRA] A1+	ICRA	
Fixed Deposit Program #	CRISIL FAAA/Stable	CRISIL	1.60
Subordinated Debt #	CRISIL AA/Stable	CRISIL	0.35

*Rating of ICRA is for ₹ 30 bn only

**Rating of ICRA is for ₹ 15.76 bn only









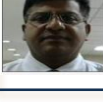



#erstwhile GRUH Finance Limited transferred to Bandhan Bank Ltd.

Our Board & Management



Bandhan
Bank

Experienced and professional team...

 <p>Chandra Shekhar Ghosh <i>MD & CEO</i></p> <ul style="list-style-type: none"> ➤ Founder of BFSL, has 27 years of experience in the field of microfinance and development ➤ Awarded 'Entrepreneur of the Year' by Forbes and ET in 2014 	 <p>Sudhin Bhagwandas Choksey <i>Executive Director (Designate)</i></p> <ul style="list-style-type: none"> ➤ 35+ years experience in financial industry. ➤ Previously served as Managing Director at GRUH Finance Limited.
 <p>Deepankar Bose <i>Head, Corporate Centre</i></p> <ul style="list-style-type: none"> ➤ 36+ years experience in banking industry ➤ Previously served as Chief General Manager and Head Of Wealth Management business, at SBI 	 <p>Sanjeev Naryani <i>Head - Business</i></p> <ul style="list-style-type: none"> ➤ 32+ years of experience in banking Industry ➤ Previously worked as Chief General Manager and Head of Real Estate and Housing Business Unit at SBI
 <p>Sunil Samdani <i>Chief Financial Officer</i></p> <ul style="list-style-type: none"> ➤ 21+ years of experience in financial industry ➤ Previously served as Head of Business Analytics and Strategy at Development Credit Bank and as CFO at Karvy 	 <p>Santanu Banerjee <i>Head, HR</i></p> <ul style="list-style-type: none"> ➤ 27+ years of experience in the field of banking and finance ➤ Previously worked as Head of HR Business Relationship at Axis bank
 <p>Indranil Banerjee <i>Company Secretary</i></p> <ul style="list-style-type: none"> ➤ 17+ years experience in financial industry ➤ Previously served as Company Secretary at Energy Development Company 	 <p>Biswajit Das <i>Chief Risk Officer</i></p> <ul style="list-style-type: none"> ➤ 28 years of experience in banking industry ➤ Previously served as Head-RBS and regulatory reporting at ICICI Bank
 <p>Siddhartha Sanyal <i>Chief Economist and Head Research</i></p> <ul style="list-style-type: none"> ➤ 20+ years of experience in the field of Macro Economic ➤ Previously served as Director and Chief India Economist at Barclays Bank PLC. 	 <p>Nand Kumar Singh <i>Head, Banking Operations and Customer Services</i></p> <ul style="list-style-type: none"> ➤ 27+ years experience in banking industry ➤ Previously served as Retail Banking Head, Patna Circle, at Axis Bank
 <p>Ravi Lahoti <i>Chief Audit Executive</i></p> <ul style="list-style-type: none"> ➤ 19+ years experience in Banking Industry. ➤ Previously served as Principal Officer & Head - AML at HDFC Bank 	 <p>Srinivasan Balachander <i>Chief Compliance Officer</i></p> <ul style="list-style-type: none"> ➤ 21+ years experience in banking industry. ➤ Previously served as Chief Compliance Officer at Axis Bank Ltd.
 <p>Arvind Kanagasabai <i>Head, Treasury</i></p> <ul style="list-style-type: none"> ➤ 30+ years of experience at a PSU Bank ➤ Previously served as CFO at SBI DFHI Limited, Mumbai 	 <p>Saurabh Jain <i>Head – Wholesale Banking</i></p> <ul style="list-style-type: none"> ➤ 17+ years of experience in banking industry ➤ Previously served as Vice President & Head – Business Banking Products, Private & Commercial Clients at Deutsche Bank AG
 <p>Ronendra Chowdhury <i>Head, MB</i></p> <ul style="list-style-type: none"> ➤ 36+ years of experience in the field of Microfinance and Development ➤ Previously served as GM – Operation at BFSL 	 <p>Sujoy Roy <i>Head-Branch Banking</i></p> <ul style="list-style-type: none"> ➤ 20+ years of experience in banking industry ➤ Previously served as Cluster Head at Axis Bank

... backed by a strong independent Board



Dr. Anup Kumar Sinha
Non-executive Chairman

- Economist with Ph.D from University of Southern California
- Served as Professor of Economics at IIM Calcutta for 25 years



Chandra Shekhar Ghosh
MD & CEO

- Has significant experience in the field of microfinance
- Awarded 'Outstanding Leadership Award' by Dhaka University



Bhaskar Sen
Director

- Retired as Chairman & MD of United Bank of India
- Previously, Executive Director of Dena Bank



Chintaman Mahdeo Dixit * (ceased with effect from July 08,2020 due to completion of second term)

- Director*
- Significant experience in finance and accountancy sector
 - Previously, he has worked at LIC and Indian Bank



Sisir Kumar Chakrabarti
Director

- Previously, Deputy Managing Director at Axis Bank
- Also worked with State Bank of Bikaner and Jaipur prior to joining Axis Bank



Snehomoy Bhattacharya
Director

- Significant experience in public and private banking sector
- Previously worked as Executive Director – Corporate Affairs Axis Bank



Ranodeb Roy
Non-executive Director

- Founder of RV Capital Management Private Limited, Singapore, he was earlier heading Fixed Income Asia Pacific in Morgan Stanley (Asia) Singapore



T. S. Raji Gain
Director

- Significant experience in the field of agricultural and rural development, Previously, she has worked with NABARD
- Currently, Executive Director BIRD



Dr. A S Ramasastry
Director

- Director, Institute for Development & Research of Banking Technology;
- Chairman of IFTAS; company promoted by IDRBT to provide technology services in Banking & financial sectors



Santanu Mukherjee
Director

- Significant experience in public sector Banking in various capacities in SBI Group
- Former MD of State Bank of Hyderabad



Dr. Holger Dirk Michaelis
Nominee Director

- Significant experience in private equity and as strategic advisor to financial services companies
- Currently, he is working at GIC



Harun Rashid Khan
Director

- Retired as Deputy Governor of Reserve Bank of India
- Instrumental in formulation of Payments system Vision 2018 of RBI



N V P Tendulkar
Additional Director

- Significant experience in finance, accounts and management
- Former Whole time Director – Finance of Hewlett Packard (India)



Vijay N Bhatt
Additional Director

- Significant experience in accounting, audit and assurance
- Former Sr. Independent Director of BSR & Co., Chartered Accountants



Businessworld Magna Awards 2019

Bandhan Bank won two awards in the small size bank category at the glittering ceremony of Magna Awards 2019 organised by Businessworld magazine in Mumbai.

1. Best Bank
2. Fastest Growing Bank

'Banker of the Year' award was conferred upon Mr. Chandra Shekhar Ghosh.

Emerging Company of the Year by Economic Times

Bandhan Bank recognized as the Emerging Company of the Year by Economic Times Awards for Corporate Excellence, 2019.



Bandhan Bank recognised as the 'Best Small Bank' award by business today

Awards and accolades



Banker of the Year by Business Standard

Mr. Chandra Shekhar Ghosh, Managing Director and Chief Executive Officer was declared as the Business Standard 'Banker of the Year' for 2018-19 on November 14, 2019.

He received this award for the all-round performance of Bandhan Bank.



Times Business Award 2020

Bandhan Bank has been declared as the 'Best Indian Banking & Financial Institution'.



The Economic Times ET Bengal Corporate Awards.

Bandhan recognised as the 'Fastest Growing Company', and also received the award for 'Excellence in Business Performance' in the category of companies with turnover of Rs.3,000 crore.

Thank You

investor.relations@bandhanbank.com



Bandhan
Bank