

Press Release

BANK OF BARODA ANNOUNCES FINANCIAL RESULTS FOR Q4 & FY 2020

Operating profit of the Bank increased by 19.0% in FY20 to INR 19,691 crore. CASA ratio increased by 181bps YoY and Cost to income ratio fell to 47.86% in FY20 from 52.01% in FY19. Slippage ratio fell to 2.97% in FY20 from 4.34% in FY19.

Highlights

- Operating Profit for Q4FY20 is INR 5,121 crore, an increase of 47.89% due to 23.21% decline in operating expenses (Q4FY19 included amalgamation related one-off). Operating Profit for FY20 is INR 19,691 crore, an increase of 19.0%.
- Global NIM during Q4FY20 increased to 2.67% from 2.62% and domestic NIM increased to 2.78% from 2.68%.
- Domestic cost of deposits in Mar'20 is lower by 33 bps YoY at 5.20% on the back of higher domestic CASA ratio at 39.1%.
- Global advances increased by 5.95% led by international and domestic retail loans (ex-portfolio purchase) which grew by 9.1% and 16.05% respectively.
- Domestic credit deposit ratio increased to 80.67% as on March 31, 2020 from 78.73% as on March 31, 2019.
- Gross NPA ratio fell to 9.40% as on March 31, 2020 against 10.43% as on December 31, 2019 (10.02% as on March 31, 2019). Net NPA ratio to 3.13% as against 4.05 % as on December 31, 2019 (3.65% as on March 31, 2019).
- Slippage ratio fell to 2.97% in FY20 compared with 4.34% in FY19.
- Credit cost declined to 1.82% in Q4FY20 compared with 3.88% in Q3FY20.
- PCR continues to be high. PCR including TWO at 81.33% as on March 31, 2020 compared with 77.77 % as on December 31, 2019 (77.72% as on March 31, 2019).
- Bank reported a Net Profit of INR 507 crore and INR 546 crore in Q4FY20 and FY20 respectively. Consolidated Net Profit in FY 20 stood at INR 928 crore.
- For FY20, Bank registered a Net Profit of INR 546 crore compared with loss of INR 8340 crore during FY19.
- Integration moving forward as per plan despite COVID-19 with IT integration to be completed in the current financial year.

Bank of Baroda announced its results for the Quarter/Year ended March 31, 2020, following the approval of its Board of Directors on June 23, 2020.

Particulars	Quarterly Results			Annual Results		
	Q4 FY 19	Q4 FY 20	% Change	FY 19	FY 20	% Change
Interest Income	18,737	18,698	-0.21	72,801	75,984	4.37
Interest Expenses	12,264	11,900	-2.97	47,123	48,532	2.99
Net Interest Income (NII)	6,473	6,798	5.02	25,678	27,451	6.90
Non-Interest Income	2,865	2,834	-1.08	8,794	10,317	17.32
Operating Income (NII + Other Income)	9,338	9,632	3.15	34,472	37,768	9.56
Operating Expenses	5,876	4,512	-23.21	17,928	18,077	0.83
<i>of which, Employee Cost</i>	3,338	1,954	-41.46	9,342	8,770	-6.12
Operating Profit	3,462	5,121	47.92	16,545	19,691	19.01
Total Provisions (other than tax) and contingencies	10,619	6,844	-36	22,398	21,493	-4.04
<i>of which Provision for NPA</i>	10,368	3,190	-69.23	20,972	16,405	-21.78
Profit before Tax	-7,157	-1,723	-	-5,853	-1,802	-
Provision for Tax	1,716	-2,230	-	2,486	-2,348	-
Net Profit	-8,875	507	-	-8,340	546	-

BUSINESS

- Domestic CASA deposits registered a growth of 6.75% Y-o-Y. Share of CASA deposits to total domestic deposits improved to 39.07% as on March 31, 2020 from 37.26% during the same quarter of previous financial year.
- Domestic Deposits stood at INR 8,08,706 crore as on March 31, 2020 up by 1.8% from INR 7,82,070 crore as on December 31, 2019.
- Domestic advances stood at INR 5,70,341 crore as on March 31, 2020 which was INR 5,44,726 crore as on December 31, 2019.
- The retail loan portfolio (ex-portfolio purchase) of the Bank grew by 16.05%.
- Modified duration of AFS investments as on March 31, 2020 was 1.32. Modified duration of HTM securities was 4.75 and of total investment was 3.60.
- The Bank's Total Business stood at INR 16,36,106 crore as on March 31, 2020 up by 4.4% from INR 15,50,627 crore as on December 31, 2019.

OPERATING PERFORMANCE

- The Operating Profit during Q4FY20 increased to INR 5,121 crore as against INR 3,462 crore during the same quarter of the previous financial year, thus increasing by 47.9%.
- Net Interest Income during Q4FY20 (NII) increased to INR 6,798 crore, an increase of 5.0% on a Y-o-Y basis, led by decline in interest expense.
- Global NIM during Q4FY20 increased to 2.67% from 2.62% and domestic NIM increased to 2.78% from 2.68%.

ASSET QUALITY

- Fresh slippage for the quarter was at INR 3,050 crore. Provision for NPAs was at INR 3,190 crore for the quarter.
- Gross NPA (GNPA) is INR 69,381 crore as on March 31, 2020 compared to INR 73,140 crore as on December 31, 2019. GNPA ratio is 9.40% compared with 10.43% as on December 31, 2019.
- Net NPA ratio is 3.13% as on March 31, 2020 from 4.05% as on December 31, 2019.
- Provision coverage under NCLT 1 and NCLT 2 list was 99.57 % and 93.01% respectively.

CAPITAL ADEQUACY

- Capital Adequacy Ratio of the Bank stood at 13.30% and CET-1 at 9.44 % as on March 31, 2020.

June 23, 2020

Mumbai

About Bank of Baroda

Bank of Baroda (“The Bank”) established on July 20, 1908 is an Indian state-owned banking and financial services organization, headquartered in Vadodara (earlier known as Baroda), in Gujarat, India. Under the ‘Alternative Mechanism’ scheme, the Government announced the amalgamation of Vijaya Bank and Dena Bank with Bank of Baroda which came into effect on April 1, 2019.

Bank of Baroda is one of India’s largest banks with a strong domestic presence spanning 9,482 branches and 13,193 ATMs and Cash Recyclers supported by self-service channels. The Bank has a significant international presence with a network of 101 overseas offices spanning 21 countries.

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