

Performance Highlights for the quarter/nine months ended December 31, 2016**Income and Profit**

- **Operational income** declined by **36%** in the Q3 of current year to **Rs.577 crore** from **Rs.897 crore** in Q3 of previous year and also lower by **24%** at **Rs.763 crore** in the immediate preceding quarter ended Sept.30, 2016. This was due to reversal of income in respect of fresh slippages, pre-payments, low credit off take and reversal of **unrealised interest** in respect of SDR/S4A cases, during the quarter.
- **Operational income** for current nine months was also lower by 24% at **Rs.2,162 crore** compared to **Rs.2,841 crore** in corresponding period in previous year due to above reasons.
- **Net Interest income was lower** in the current nine months period at **Rs.52 crore** vis-à-vis **Rs.659 crore** in the corresponding previous period again due to above reasons.
- There was a **loss of Rs.45.17 crore** for current quarter as against profit of **Rs.14.86 crore** in immediate previous quarter and profit of **Rs.154.33 crore** in the corresponding quarter in previous year.
- The current nine months ended with **net loss of Rs.140.59 crore** compared to net profit of **Rs.438.48 crore** in corresponding previous period.

Important Ratios

- **Capital Adequacy Ratio was**, however, comfortable at **17.65%** at the end of December quarter **against RBI requirement of 15% with Tier I Capital of 12.17%**.
- **Gross NPAs and Net NPAs** as at December 31, 2016 have increased to **25.8%** and **21.4%** respectively vis-a-vis **13.1%** and **9.5%** as at March 2016 because of downgrading of certain standard accounts in current nine months period and reduction in the loan portfolio due to prepayments and low credit offtake.
- Due to new slippages requiring only 10% provision, the **Provision Coverage Ratio reduced to 44.6%** by **December 31, 2016** from **57 %** at end of FY 2016.
- The **average cost of funds** came down to **9.2%** for current nine months from **9.4%** in corresponding period in previous year and **9.4%** in FY 2016.
- **Debt equity ratio** for current nine months period also stands reduced to **3.9** from **4.5** for FY 2016.

Other Information

- **Business Assets** for current nine months period have come down to **Rs.29,671 crore** from **Rs.34,148 crore** on March 31, 2016 and there was reduction in **Standard Loans** to **Rs.18,047 crore** from **Rs.23,610 crore** as on March 31, 2016.
- Due to low demand, the **Sanctions and disbursements** for current nine months period were low at **Rs.4,135 crore** and **Rs.1,570 crore** respectively.