

PRESS RELEASE

CSB Bank- Financial Results

The Board of Directors of CSB Bank took on record the financial results for the quarter (Q2 FY 2026) and half year ended 30.09.2025 (H1 FY 2026) which were subject to limited review by the Statutory Auditors in their meeting held on 05.11.2025

Highlights

- a) **Total Deposits** grew by 25% YoY from ₹ 31,840 crore as on 30.09.2024 to ₹ 39,651 crore as on 30.09.2025. The CASA ratio stood at 21% as on 30.09.2025.
- b) **Advance (Net)** grew by 29% YoY from ₹ 26,602 crore as on 30.09.2024 to ₹ 34,262 crore as on 30.09.2025 supported by a robust growth of 37% in gold loans on YoY basis.
- c) **Net Interest Income (NII)** up by 15% YoY from ₹ 367 crore for Q2 FY25 to ₹ 424 crore for Q2 FY26 and up 12% QoQ from ₹ 379 crore for Q1 FY26
- d) **Non-Interest Income** up by 75% YoY from ₹ 199 Crore for Q2 FY25 to ₹ 349 Crore for Q2 FY26 and up by 43% QoQ from ₹ 245 crore for Q1 FY26
- e) **Cost Income Ratio** is at 64% for Q2 FY26 which is lower than both Q2 FY25 and Q1 FY26. 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 as part of SBS 2030 vision.
- f) **Operating Profit** up by 39% YoY from ₹ 200 crore for Q2 FY25 to ₹ 279 crore for Q2 FY26 and up by 27% QoQ from ₹ 220 crore for Q1 FY26
- g) **Profit after Tax (PAT)** up by 16% YoY from ₹ 138 crore for Q2 FY25 to ₹ 160 crore for Q2 FY26 and up by 35% QoQ from ₹ 119 crore for Q1 FY26. We continue to maintain the accelerated provisioning policy during this quarter as well. Return on Assets and NIM were at 1.33% and 3.81% respectively during Q2 FY26.
- h) **Robust Capital Structure** - Capital Adequacy Ratio is at 20.99%, which is well above the regulatory requirement. CRAR as on 30.09.2024 was 22.74%.
- i) **Asset Quality & Provisioning** – Gross non-performing assets were at 1.81% as on 30.09.2025 as against 1.84% as on 30.06.2025
Net non-performing assets were at 0.52% as on 30.09.2025 as against 0.66% as on 30.06.2025.

Performance Highlights:

(Rs Crore)	Q2 FY26	Q2 FY25	YoY (%)	Q1 FY26	QoQ (%)
Interest Income	1,109	865	28%	1,041	7%
Interest Expense	686	497	38%	662	4%
Net Interest Income	424	367	15%	379	12%
Other Income	349	199	75%	245	43%
Net Operating Income	773	567	36%	624	24%
Total Opex	493	367	35%	404	22%
Operating Profit	279	200	39%	220	27%
Provisions other than Tax	64	14	358%	61	5%
PBT	216	186	16%	160	35%
Tax	55	48	15%	41	35%
PAT	160	138	16%	119	35%
Deposits	39,651	31,840	25%	35,935	10%
Advances (Net)	34,262	26,602	29%	32,552	5%
CASA	8,394	7,670	9%	8,441	-1%
Gold	16,456	12,005	37%	14,928	10%
CASA%	21%	24%	-3%	23%	-2%

MD & CEO Speak:

Our performance this quarter demonstrates a steadfast commitment to the SBS 2030 envisioned by the Bank. Despite the ongoing challenges in the broader market, our team's strategic focus on both growth and system stabilization in a calibrated manner has driven improved outcomes as compared to Q1 FY26.

Our total business grew by 27% on a YoY basis underpinned by a deposit growth of 25% and advance growth of 29%. We continued to outpace the industry trends across both parameters this quarter as well. On the bottom line, our operating/net profit grew by 39% and 16% respectively compared to Q2 FY 25 and by 27% and 35% on a QoQ basis. The YoY improvement was largely driven by a 15% growth in NII and 75% growth in other income. NIM and RoA improved by 27 bps and 30 bps respectively as compared to Q1 FY 26. Despite the substantial investments to fuel the growth, our disciplined cost management has helped us to maintain the cost income ratio within the guidance at 63.86% – a tad lower than both Q1 FY 26 & Q2 FY 25. Asset quality improved over Q1 FY 26 and the GNPA and NNPA ratios stood at 1.81% and 0.52% respectively as on 30.09.25. All other profitability, efficiency, liquidity, and capital adequacy ratios continue to be stable and in line with the expectations.

The first phase of the IT transformation is over and almost stable now. With the scale phase slated for FY27, we are diligently laying the groundwork to establish a robust foundation for achieving the targeted growth. Our strategic emphasis is on the granular retail journey, which we anticipate will be a key differentiator in the forthcoming scale phase. With strong liquidity and capital buffers, we are well-positioned to maintain our growth trajectory in the upcoming quarters. We remain fully committed to continuously raising performance standards and fulfilling the expectations of our stakeholders.

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 customer, with particular focus on SME, Retail, and NRI customers. We deliver our products and services through multiple channels, including 838 branches and 810 ATMs/CRMs spread across the country and various alternate channels such as 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.bank.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:

Smt. Sreelatha M, Head – Strategy & Planning Dept.
CSB Bank Limited
Contact: 0487 6619203 Email : msreelatha@csb.co.in

Mumbai
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