

**A study of financial statement of INDUSIND Bank Limited for the
Financial Year- 2023-24****Dr. Sanjay Chandralal Premchandani****Vivekanand Education Society's College of Arts, Science & Commerce (Autonomous), Sindhi
Society, Chembur, Mumbai, Maharashtra, India
Affiliated to University of Mumbai****Abstract:**

Today, IndusInd Bank stands high as the fifth-largest private sector bank in India, helping as the reliable financial partner for nearly 39 million customers across the nation. With our universal banking method, we provide to the financial ambitions of all, from the women in rural India to the global desires of multinational corporations. Your steadfast backing has been the basis of our success, pushing us to new statures and stimulating our resolve through every test bank has faced. Objectives of the Study: i) To learn the performance of Indusind Bank Limited in the Financial Year 2023-24. ii) To analysis the financial performance of Indusind Bank Limited in the Financial Year 2023-24. Hypothesis of the Study: H0: Financial performance of Indusind Bank Limited in the Financial Year 2023-24 has not significant improvement over last three years. H1: Financial performance of Indusind Bank Limited in the Financial Year 2023-24 has significant improvement over last three years. Secondary data was used to write the research paper. Data was analysed through charts and excel sheet. Financial statements were collected from web of Indusind Bank Limited. Indusind Bank Limited Revenue from operations has improved from Rs.22,335 crores (2021-22) to Rs.30,004 crores (2023-24). It has escalated by 34.34% in last 3 years. H1 was fail to reject. Indusind Bank Limited Profit after Tax has improved from Rs.4,611 crores (2021-22) to Rs.8,950 crores (2023-24). It has escalated by 94.10% in last 3 years. H1 was fail to reject. Data of the last three years was collected from the website of Indusind Bank Limited. Research paper will be useful to investors, financial institutions, students and research scholars to do further research. Time and money were main constraints. Only secondary data was collected to analysis and elucidated data. Overall, Bank's Net Profit for the year increased by 21.11% to ₹8,949.78 crore compared to ₹7,389.72 crore in the previous year. The Bank has consistently delivered Return on Assets (RoA) and Return on Equity (RoE) close to 1.9% and 15% respectively during FY2024.

Key Words: CRAR, CSR, PCR, ROE and PMS.

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1. Introduction:

IndusInd Bank, India's 5th biggest private bank with a excessively large distribution network, is one of the nation's leading financial services brands. Inspired by the Indus Valley Civilization—a historic mixture of innovation and sound business and trade practices—the name 'IndusInd Bank' reveals a legacy of superiority and forward-thinking. Founded in 1994 under the idealistic leadership of the late Mr. Srichand Parmanand Hinduja, alongside eminent members of the Indian diaspora, IndusInd Bank has grown into the preferred banking solutions provider for approximately 39 million customers. This diverse customers includes individuals, large corporations, government entities, and public sector undertakings. Throughout its 30-year development journey, IndusInd Bank has proposed an inclusive range of products and services, including microfinance, personal loans, personal and commercial vehicle loans, credit cards, and SME loans. The Bank remains committed to revolutionising and spreading its offerings to meet the growing needs of its stakeholders. Leveraging advanced technologies, IndusInd Bank safeguards a seamless, convenient, and highly effective banking experience, repeatedly expanding its customer base and improving service delivery. As IndusInd Bank rejoices three periods of service, it stands composed to continue its tradition of excellence. It will emphasis on maintainable development, digital novelty, and strict obligation to its customers.

The banking sector, as an essential cog in India's economic structure, has established extraordinary resilience. Bolstered by healthy capital ratios, improved asset quality, and healthy earnings growth, the sector has continued credit progress above 16% during FY24. While deposit progress at 13.5% picked up from 9.6% in the earlier year, the liquidity in the system remains strengthened. Looking ahead, we foresee a association between credit and deposit progress, paving the way for a balanced growth route in FY25. IndusInd Bank, in arrangement with these macro trends, has proved exemplary performance with strategic foresight. We have sustained to progress our market position through innovative solutions and a steadfast dedication to our customers and stakeholders. As we navigate the future, our effort remains on leveraging India's economic dynamics to improve our customer aids and delivering sustainable progress.

The Bank observed healthy loan progress at 18% Year-on- Year (YoY), driven by granular businesses. Retail loans mounted by 23% YoY, while corporate loans saw a growth of 13% YoY. The share of retail loans enhanced to 56% compared to 54% YoY. Notably, our vehicle finance payments exceeded the Rs.50,000 crore mark for the first time in the Bank's history, ensuing in a 17% YoY loan growth in vehicle loan book. Bharat Financial Inclusion Ltd (BFIL), the growth engine for our rural business, too had a tough year, with the loan book sourced via BFIL growing at 23% YoY. The diversification initiative at BFIL is yielding positive results, with merchant loans now constituting 13% of the BFIL-originated book. Other retail loans upheld robust momentum with 32% YoY growth. The home loan product, unveiled last year, already clocked an outstanding loan book of Rs1,792 crores.

Bank continued in investing in the Bank's branch set-up, digital initiatives, human capital, and brand building efforts. In FY24, the Bank started 378 branches, bringing the total to 2,984 branches widely spread across geographies and regions. Additionally, the Bank has strengthened its rural presence through its subsidiary BFIL, which now functions 3,620 branches covering 1.57 lakh villages. In FY24, we amplified our workforce by around 7,500 employees across the Bank. This year we also got the re-certification as a 'Great Place to Work' by the Great Place to Work Institute®. Our Trust Index scores enhanced by 500 basis points, a remarkable attainment that reaffirms our employee friendly work culture, policies, and processes. Overall, the devotion of our employees has been essential in attaining our stated objectives.

2. Review of Literature:

IndusInd Bank upholds robust regulatory compliance through enhanced asset quality and advanced provisioning for bad loans, as instructed by RBI. Stress tests confirm resilience to macroeconomic shocks, with a Capital Adequacy Ratio (CRAR) of 17.23%, safeguarding steadiness and strong financial health within the sector.

IndusInd Bank leads digital revolution, leveraging AI, ML, and RPA to improve efficiency, decrease costs, and increase customer experiences. Initiatives like INDIE and Indus PayWear demonstrate the obligation to digital transformation, creating new development opportunities and offering extra personalized banking services.

IndusInd Bank incorporates ESG factors into its operations, supporting sustainable finance traditions such as green bonds and renewable energy financing. This obligation to environmental accountability aligns with world-wide and national sustainability goals, including India's net-zero target by 2070. The Bank has recognised a comprehensive governance structure comprising a board level CSR and Sustainability Committee, and a devoted Sustainability team.

Indusind Bank highlights financial presence by emerging products for underserved populations and improving financial literacy. The Bharat Financial Inclusion Limited (BFIL) subsidiary supports initiatives like the Bharat Sanjeevani Program, which offers livestock healthcare services to rural areas. Social responsibility efforts, such as financial literacy programs and community development projects, raise economic empowerment and tie the rural-urban divide.

3. Objectives of the Study:

- i) To learn the performance of Indusind Bank Limited in the Financial Year 2023-24.
- ii) To analysis the financial performance of Indusind Bank Limited in the Financial Year 2023-24.

4. Hypothesis of the Study:

H0: Financial performance of Indusind Bank Limited in the Financial Year 2023-24 has not significant improvement over last three years.

H1: Financial performance of Indusind Bank Limited in the Financial Year 2023-24 has significant improvement over last three years.

5. Research Methodology:

Secondary data was used to write the research paper. Data was analysed through charts and excel sheet. Financial statements were collected from web of Indusind Bank Limited.

6. Data Analysis and Interpretation:

Revenue from Operations:

Year	Rs. In Crores	Percentage % (Base Year 2019-20)	% Increase or Decrease (Base Year 2019-20)
2021-22	22,335	100	0
2022-23	25,758	115.33	15.33
2023-24	30,004	134.34	34.34

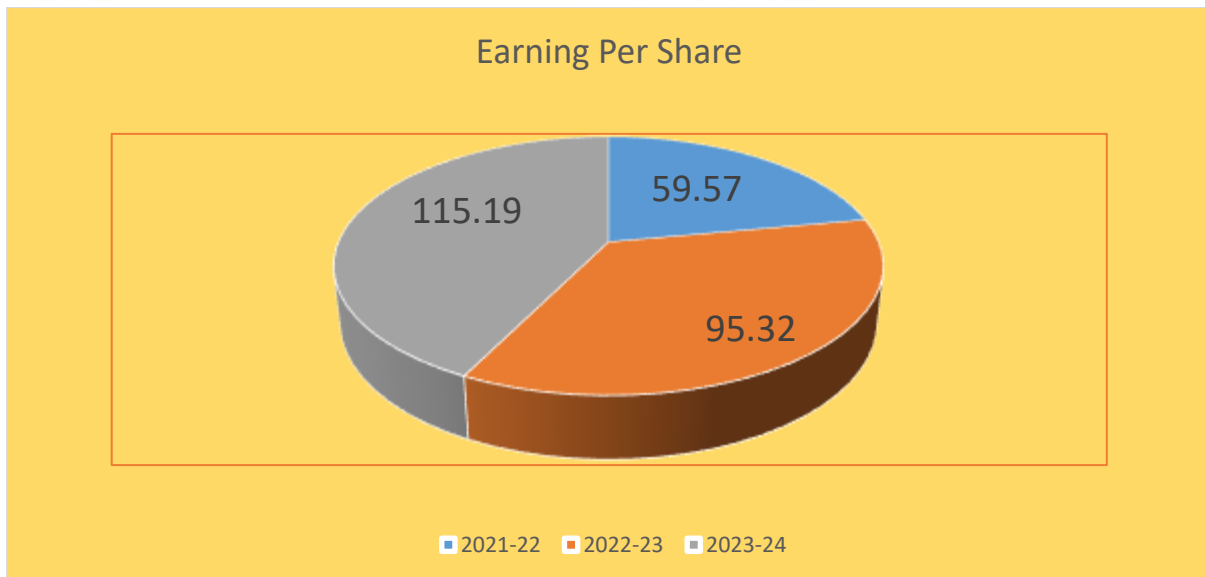
Analysis: Indusind Bank Limited Revenue from operations has improved from Rs.22,335 crores (2021-22) to Rs.30,004 crores (2023-24). It has escalated by 34.34% in last 3 years. H1 was fail to reject.

Profit after Tax:

Year	Rs. In Crores	Percentage % (Base Year 2019-20)	% Increase or Decrease (Base Year 2019-20)
2021-22	4,611	100	0
2022-23	7,390	160.27	60.27
2023-24	8,950	194.10	94.10

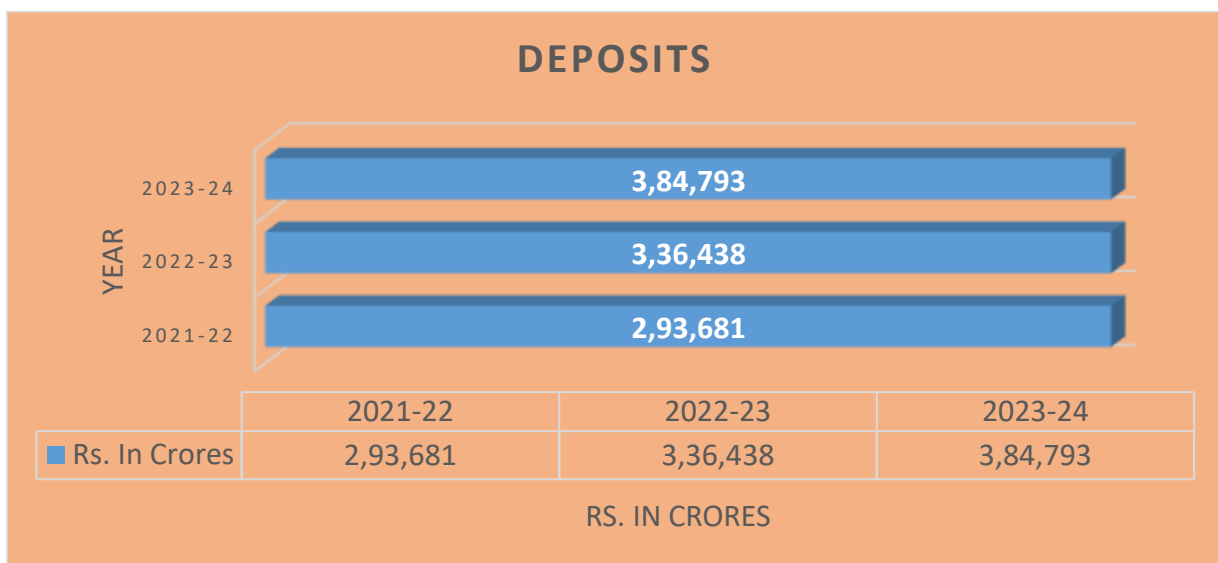
Analysis:

Indusind Bank Limited Profit after Tax has improved from Rs.4,611 crores (2021-22) to Rs.8,950 crores (2023-24). It has escalated by 94.10% in last 3 years. H1 was fail to reject.



Analysis:

Indusind Bank Limited Earnings per share has improved from Rs.59.57 (2021-22) to Rs.115.19 (2023-24). It has escalated by 193.37% in last 3 years. H1 was fail to reject.



Analysis:

Indusind Bank Limited Deposits have improved from Rs.2,93,681 (2021-22) to Rs.3,84,793 (2023-24). It has escalated by 131.02% in last 3 years. H1 was fail to reject.

7. Scope of the Study:

Data of the last three years was collected from the website of Indusind Bank Limited. Research paper will be useful to investors, financial institutions, students and research scholars to do further research.

8. Limitation of the Study:

Time and money were main constraints. Only secondary data was collected to analysis and elucidated data.

9. Observations:

i) During FY2024, the Bank further strengthened its liability profile with sharp focus on realization of deposits. The share of retail deposits as per LCR improved by 151 bps to 44.1% vs 42.6% YoY. The Bank scaled-up new segments like Affluent Banking with deposits at ₹ 53,445 crores growing 24% YoY and NRI Banking with deposits at ₹ 45,628 crores growing 33% YoY.

ii) Loan growth at 18% YoY has been healthy driven by granular businesses with retail loans growing at 23% YoY and Corporate at 13% YoY. The share of retail loans improved to 56% vs 54% YoY.

iii) Asset quality remained steady, with Gross NPA and Net NPA down at 1.92% & 0.57%, respectively vs 1.98% & 0.59% YoY. The Provision Coverage Ratio (PCR) remains healthy at 71% with contingent provisions of ₹1,000 crores outside PCR.

iv) Net Interest Income grew by 17.19% YoY, totalling ₹20,615.91 crore, compared to ₹17,592.12 crore in the previous year. The Cost of Deposits increased to 6.34% from 5.32% a year ago amidst the heightened rates and tight liquidity. The Bank however maintained steady and healthy Net Interest Margin (NIM) at 4.28% supported by improved portfolio yield and mix.

10. Conclusion:

Overall, Bank's Net Profit for the year increased by 21.11% to ₹8,949.78 crore compared to ₹7,389.72 crore in the previous year. The Bank has consistently delivered Return on Assets (RoA) and Return on Equity (RoE) close to 1.9% and 15% respectively during FY2024. As of

March 31, 2024, the Bank managed substantial Assets Under Management (AUM) of ₹2, 50,540 crore on behalf of its customers. These assets include investments in Mutual Funds, Portfolio Management Services (PMS), Alternate Investment Funds (AIF), and demat accounts. Additionally, the Bank has successfully mobilized insurance premiums of almost ₹3,000 crore for Life and Non-Life insurance products during FY 2023-24.

References:

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