PRESS RELEASE
AXIS BANK ANNOUNCES FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2025

Q1FY26 Operating profit at ₹11,515 cr up 14% YOY and 7% QOQ

- Operating revenue up **8%** YOY, Operating expenses up **2%** YOY and down **5%** QOQ, operating jaws positive
- Non-interest income up **25%** YOY, Fee income up **10%** YOY, Retail fee up **9%** YOY, granular fees[1] at **91%** of total fees
- YOY MEB[2] **|** QAB[2] basis, total deposits grew **9% | 8%**; term deposits grew **12% | 12%**, CA grew **9% | 4%**, SA grew **3% | 1%**
- SBB*+SME+MC mix at **₹2,472** bn **| 23%** of total loans, up ~**820** bps in last 4 years
- SME loans up **16%** YOY and **2%** QOQ, Corporate loans up **9%** YOY and **6%** QOQ, Mid-Corporate (MC) up **24%** YOY
- Overall CAR stood at **16.85%** with CET-1 ratio at **14.68%,** net accretion to CET-1 of **62** bps YOY and **1** bps in Q1FY26
- Consolidated ROA at **1.51%** / ex of Technical Impact[5] **1.66%**, Consolidated ROE at **13.57%** / ex of Technical Impact[5] **14.90%**
- Axis Bank continues to maintain its market leading position in UPI Payer PSP space with a market share of ~**32%**[3]
- Continues to be amongst the largest player in Merchant Acquiring business with terminal market share[4] of ~**19.7%**

The Board of Directors of Axis Bank Limited approved the financial results for the quarter ended 30th June 2025 at its meeting held in Mumbai on Thursday, 17th July 2025.

This quarter, Axis Bank reinforced its commitment to innovation and strategic partnerships, launching industry-first initiatives and forging high-impact collaborations to redefine banking convenience, security, and inclusivity.

As a full suite cards & payments player, the Bank continued to build on innovation led partnership models to tap newer customer segments and their evolving needs. It partnered with Flipkart Group's super.money and RuPay to launch a co-branded credit card targeted at UPI users, and an innovative wearable payments solution in partnership with boAt and Mastercard. The Bank also became the first to implement a pioneering B2B collections solution for a Fortune 500 company on NBBL's Bharat Connect (erstwhile BBPS), leveraging its best-in-class corporate API banking stack. As a leader in Digital Banking, Axis Bank is committed to enhancing customer safety and reducing fraud incidents, and therefore has been heavily investing in building multiple layers of protection against cyber frauds. In an industry-first, it has introduced the 'In-App Mobile OTP' feature, which generates OTPs within the Axis Bank's mobile app, eliminating the need for SMS and thereby significantly reducing fraud risks.

On the social impact front, Axis Bank proudly partnered with the Indian Army and CSC-e-Governance for supporting project NAMAN, a dedicated initiative for Army veterans and their families. Under Axis Bank's Silver Lining Program, the Bank joined hands with Antara Senior Care to enrich the lives of 20+ lakh senior citizens through tailored healthcare solutions. In line with the Bank's commitment towards strengthening India' sports ecosystem, it signed an MOU with Lakshya Shooting club to establish a state-of-the-art sports centre in Navi Mumbai.

Some key awards conferred on Axis Bank this quarter include CNBC-TV18 India Risk Management Award for Enterprise Risk Management, Infosys Finacle Innovation Award for Maximizing Customer Engagement, Business Model Innovation and Modern Technology Led Innovation, FT-PWM Wealth Tech Award for Best CRM in Private Banking in Asia and MENA Banking Excellence Award for Trade Finance Bank of the Year (DIFC Branch). Axis Bank was also honoured with the 'Rotary CSR Award 2025 for Community Involvement' for its transformative education program in Nagaland.

Amitabh Chaudhry, MD&CEO, Axis Bank said, "We are optimistic as we step into FY26. With supportive regulatory conditions, the operative landscape is turning favourable. We believe large, well-capitalised banks like Axis with strong digital capabilities, innovative product suites are best suited to seize the opportunity. At Axis, we have built a robust Digital Bank along with an extensive branch network that ensures smart, seamless banking experience for millions of customers. We believe we have built a platform that allows us to grow at rates faster than the industry this year and this thesis will continue to play in the medium term."

* SBB: Small Business banking
[1] Comprising of Retail, Transaction Banking, Trade and forex related fees, [2] MEB: Month End balance, QAB: Quarterly Average Balance,
[3] In terms of both value and volume based on RBI reported data as of May'25, [4] Based on RBI reported data as of May'25,
[5] see slide 44 of Q1FY26 investor presentation

AXIS BANK

Q1FY26 Performance at a Glance

- **Operating performance aided by higher non-interest income and effective cost control**
  - Net Interest Income up **1%** YOY and down **2%** QOQ, Net Interest Margin (NIM) at **3.80%**
  - Non-interest income up **25%** YOY, Fee income up **10%**, Retail fee up **9%**, granular fees at **91%** of total fees
  - Cost to assets at **2.41%** declined **13** bps YOY and **5** bps QOQ
- **Focus on average deposits continue, MEB deposit growth remains steady**
  - YOY MEB[1] | QAB[1], total deposits up **9% | 8%**; term deposits up **12% | 12%**, CA up **9% | 4%**, SA up **3% | 1%**
  - MEB[1] | QAB[1] CASA ratio at **40% | 38%**, respectively
  - Average LCR[2] during Q1FY26 was **~119%**, outflow rates improved **~150 bps** over the last one year
  - Cost of funds declined **5** bps YOY and **11** bps QoQ
- **SBB+SME+MC growth remains healthy**
  - SBB+SME+MC mix at ₹**2,472** bn **| 23%** of total loans, up ~**820** bps in last 4 years
  - Advances grew **8%** YOY and **2%** QOQ; Bank's focus segments* grew by **11%** YOY and **1%** QOQ
  - SME loans up **16% | 2%**, Corporate loans up **9% | 6%**, Mid-Corporate (MC) up **24% | 15%**, on YOY | QOQ basis
  - SBB book grew **15%** YOY and **1%** QOQ**,** Retail loans grew **6%** YOY of which Rural loans grew **5%** YOY
- **Well capitalized with self-sustaining capital structure; adequate liquidity buffers**
  - Overall capital adequacy ratio (CAR) stood at **16.85%**, CET 1 ratio of **14.68%**, up **62** bps YOY
  - Additional cushion of ~**36** bps over the reported CAR, attributable to other provisions^ of ₹**5,012** crores
  - Excess SLR of ₹**96,608** crores
- **Continue to maintain our strong position in Payments and Digital Banking**
  - ***open*** by Axis Bank remains among the world's top rated[3] MB app on Google Play store and iOS app store with a rating of **4.7** and **4.8** respectively; **~15 mn** MAU[4]
  - ~0.79 million credit cards acquired in Q1FY26, CIF market share of ~**14%**
- **Asset quality trend attributable to Technical Impact (see slide 44 of Q1FY26 investor presentation)**
  - GNPA% at **1.57%** up **3 bps** YOY and **29 bps** QOQ, NNPA% at **0.45%** up **11** bps YOY and **12** bps QOQ
  - PCR healthy at **71%;** On an aggregated basis[5], Coverage ratio at **138%**
  - Gross slippage ratio[6] at **3.13%**, Net slippage ratio[6] at **2.33%**, Net credit cost[6] at **1.38%**
  - Provisions to average assets ratio[6] at **1%** up **65** bps QOQ
- **Key domestic subsidiaries[7] delivered steady performance**
  - Q1FY26 total profit at ₹**451** crores up **4%** YOY, with a return on investment in domestic subsidiaries of **47%**
  - Axis Finance Q1FY26 PAT grew **23%** YOY to ₹**189** crores; asset quality metrics stable, ROE at **13.98%**
  - Axis AMC Q1FY26 PAT grew **12%**YOY to ₹**130** crores
  - Axis Securities customer base grew **15%** YOY and Q1FY26 PAT stood at ₹**89** crores
  - Axis Capital Q1FY26 PAT stood at ₹**38** crores and executed **6** ECM deals in Q1FY26

*Bank's focus segments include Small Business Banking (SBB), Small & Medium Enterprises, (SME), Mid Corporate, Rural, Personal Loans (PL) and Credit Card Advances
^ not included in CAR calculation
[1] MEB: Month End balance, QAB: Quarterly Average Balance [2] Liquidity Coverage Ratio [3] with 3.1 mn+ reviews
[4] Monthly active users, engaging in financial and non-financial transactions [5] (specific+ standard+ additional + other contingencies) / IRAC GNPA
[6] Annualized [7] Figures of subsidiaries are as per Indian GAAP, as used for consolidated financial statements of the Group

Profit & Loss Account: Period ended 30th June 2025

Operating Profit and Net Profit

The Bank's operating profit for the quarter grew 14% YOY to ₹11,515 crores. Core operating profit grew 5% YOY to ₹10,095 crores. Operating cost grew 2% YOY in Q1FY26. Net profit de-grew 4% YOY to ₹5,806 crores in Q1FY26.

Net Interest Income and Net Interest Margin

The Bank's Net Interest Income (NII) up 1% YOY to ₹13,560 crores. Net Interest Margin (NIM) for Q1FY26 stood at 3.80%.

Other Income

Fee income for Q1FY26 grew 10% YOY to ₹5,746 crores. Retail fees grew 9% YOY; and constituted 70% of the Bank's total fee income. Fees from Third Party Products grew 30% YOY. The Corporate & Commercial banking fees together grew 13% YOY to ₹1,695 crores. The trading income gain for the quarter stood at ₹1,420 crores; miscellaneous income in Q1FY26 stood at ₹92 crores. Overall, non-interest income (comprising of fee, trading and miscellaneous income) for Q1FY26 grew 25% YOY and 7% QOQ to ₹7,258 crores.

Provisions and contingencies

Provision and contingencies for Q1FY26 stood at ₹3,948 crores. Specific loan loss provisions for Q1FY26 stood at ₹3,900 crores. The Bank holds cumulative provisions (standard + additional other than NPA) of ₹11,760 crores at the end of Q1FY26. It is pertinent to note that this is over and above the NPA provisioning included in our PCR calculations. These cumulative provisions translate to a standard asset coverage of 1.12% as on 30th June 2025. On an aggregated basis, our provision coverage ratio (including specific + standard + additional) stands at 138% of GNPA as on 30th June 2025. Credit cost (annualized) for the quarter ended 30th June 2025 stood at 1.38%.

The prudent application of technical parameters for recognizing slippages and consequent upgrades impacted reported asset quality parameters including provisions and contingencies for the quarter ended June 30, 2025 ("Technical Impact"). Technical Impact is largely restricted to cash credit and overdraft products and one time settled accounts.

₹821 crores of provisions and contingencies debited to the Profit and Loss Account is attributable to Technical Impact. Provisions and contingencies adjusted for Technical Impact is ₹3,127 crores.

Balance Sheet: As on 30th June 2025

The Bank's balance sheet grew 9% YOY and stood at ₹16,03,308 crores as on 30th June 2025. The total deposits grew 9% YOY on month end basis, of which current account deposits grew 9%, saving account deposits grew 3% and term deposits grew 12% YOY basis, respectively. The share of CASA deposits in total deposits stood at 40% at the end of Q1FY26. On QAB basis, total deposits grew 8% YOY, within which savings account deposits grew 1% YOY, current account deposits grew 4% and term deposits grew 12% YOY basis, respectively.

The Bank's advances grew 8% YOY and 2% QOQ to ₹10,59,724 crores as on 30th June 2025. Retail loans grew 6% YOY to ₹6,22,960 crores and accounted for 59% of the net a dvances of the Bank. The share of secured retail loans[$] was ~72%,

$ as per Bank's internal classification

with home loans comprising 27% of the retail book. Small Business Banking (SBB) grew 15% YOY, Loan against property grew 21% YOY, Personal loans grew 5% YOY, Credit card advances grew 2% YOY and Rural loan portfolio grew 5% YOY. SME book remains well diversified across geographies and sectors, grew 16% YOY and 2% QOQ to ₹1,20,872 crores. Corporate loan book grew 9% YOY; domestic corporate book grew 11% YOY. Mid-corporate book grew 24% YOY and 15% QOQ. ~90% of corporate book is now rated A- and above with 88% of incremental sanctions in Q1FY26 being to corporates rated A- and above.

The book value of the Bank's investments portfolio as on 30th June 2025, was ₹3,60,641 crores, of which ₹3,00,513 crores were in government securities, while ₹44,352 crores were invested in corporate bonds and ₹15,775 crores in other securities such as equities, mutual funds, etc. Out of these, 72% are in Held to Maturity (HTM) category, 13% of investments are Available for Sale (AFS), 13% are in Fair Value through Profit & Loss (FVTPL) category and 2% are investments in Subsidiaries and Associate.

Payments and Digital

The Bank issued ~0.79 million new credit cards in Q1FY26. The Bank continues to remain among the top players in the Retail Digital banking space.

- **97%** - Share of digital transactions in the Bank's total financial transactions by individual customers in Q1FY26
- **75%** - New mutual fund SIPs sourced (by volume) through digital channels in Q1FY26
- **78%** - SA accounts opened through tab banking in Q1FY26
- **128%** - YOY growth in total UPI transaction value in Q1FY26
- **50%** - Individual Retail term deposits (by value) opened digitally in Q1FY26
- **17%** - YOY growth in mobile banking transaction volumes in Q1FY26

The Bank's focus remains on reimagining end-to-end journeys and transforming the core and becoming a partner of choice for ecosystems. Axis Mobile is among the world's highest rated mobile banking app on Google Play store and iOS app store with rating of 4.7 and 4.8 respectively with over 3.1 million reviews. The Bank's mobile app continues to see strong growth, with Monthly Active Users of ~15 million and nearly ~16 million non-Axis Bank customers using Axis Mobile and Axis Pay apps.

On WhatsApp banking, the Bank now has over 32.1 million customers on board since its launch in 2021. The Bank has been among the first to go live on Account Aggregator (AA) network and has seen strong initial traction in AA based digital lending. The Bank has 480+ APIs hosted on its API Developer Portal.

Wealth Management Business – Burgundy

The Bank's wealth management business is among the largest in India with assets under management (AUM) of ₹6,29,216 crores as at end of 30th June 2025 that grew 6% QOQ. Burgundy Private, the Bank's proposition for high and ultra-high net worth clients, covers 13,904 families. The AUM for Burgundy Private increased 10% YOY to ₹2,30,438 crores.

Capital Adequacy and Shareholders' Funds

The shareholders' funds of the Bank grew 17% YOY and stood at ₹1,84,795 crores as on 30th June 2025. The Bank now has a self-sustaining capital structure to fund growth, with organic net capital accretion through profits to CET-1 of 1 bps for the Q1FY26. As on 30th June 2025, the Capital Adequacy Ratio (CAR) and CET1 ratio was 16.85% and 14.68% respectively. Additionally, ₹5,012 crores of other provisions, is not considered for CAR calculation, providing cushion of ~36 bps over the reported CAR. The Book value per equity share increased from ₹511 as of 30th June 2024 to ₹596 as of 30th June 2025.

Asset Quality

As on 30th June 2025 the Bank's reported Gross NPA and Net NPA levels were 1.57% and 0.45% respectively, as against 1.28% and 0.33% as on 31st March 2025. Recoveries from written off accounts for the quarter was ₹904 crores. Reported net slippages in the quarter adjusted for recoveries from written off pool was ₹5,149 crores, of which retail was ₹5,210 crores, CBG was ₹86 crores and Wholesale was negative ₹147 crores.

Gross slippages during the quarter were ₹8,200 crores, compared to ₹4,805 crores in Q4FY25 and ₹4,793 crores in Q1FY25. Recoveries and upgrades from NPAs during the quarter were ₹2,147 crores. The Bank in the quarter wrote off NPAs aggregating ₹2,778 crores.

As on 30th June 2025, the Bank's provision coverage, as a proportion of Gross NPAs stood at 71%, as compared to 75% as at 31st March 2025 and 78% as at 30th June 2024.

The fund based outstanding of standard restructured loans implemented under resolution framework for COVID-19 related stress (Covid 1.0 and Covid 2.0) declined during the quarter and as at 30th June 2025 stood at ₹1,148 crores that translates to 0.10% of the gross customer assets. The Bank carries a provision of ~ 17% on restructured loans, which is in excess of regulatory limits.

Technical Impact on asset quality

Gross NPA ratio adjusted for Technical Impact stands at 1.41%, declining 13 bps YOY. Net NPA ratio adjusted for Technical Change stands at 0.36%, increasing 2 bps YOY and 3 bps QOQ. ₹2,709 crores of the gross slippages are attributable to Technical Impact. Gross slippages for the quarter adjusted for Technical Impact is ₹5,491 crores. ₹1,861 crores of the net slippages are attributable to Technical Impact. Net slippages for the quarter adjusted for Technical Impact is ₹4,192 crores. Net slippages in the quarter adjusted for recoveries from written off pool and Technical Impact were ₹3,288 crores, (Q1FY25 ₹2,700 crores and Q4FY25 ₹1,079 crores). Segmentally Retail was ₹3,636 crores (Q1FY25 ₹2,456 crores | Q4FY25 ₹2,297 crores), CBG was negative ₹14 crores (Q1FY25 ₹13 crores | Q4FY25 ₹5 crores) and WBCG was negative ₹334 crores (Q1FY25 ₹231 crores | Q4FY25 negative ₹1,223 crores).

In summary, Technical Impact has adversely impacted PAT by ₹614 crores, ROA adversely by 15 bps and ROE adversely by 1.4%. 80% of individual contracts that slipped because of Technical Impact and that continue to remain NPA as at June 30, 2025 are fully secured. Hence, given the aforementioned security cover, we believe that economic loss due to Technical Impact will be minimal over the life of such contracts.

Network

The Bank's overall distribution network stands at 5,879 domestic branches and extension counters along with 235 Business Correspondent Banking Outlets (BCBOs) situated across 3,192 centres as at 30th June 2025 compared to 5,427 domestic branches and extension counters, and 182 BCBO's situated in 2,987 centres as at 30th June 2024. As on 30th June 2025, the Bank had 14,134 ATMs and cash recyclers spread across the country. The Bank's Axis Virtual Centre is present across eight centres with over 1,825 Virtual Relationship Managers as on 30th June 2025.

Key Subsidiaries' Performance

- The Bank's domestic subsidiaries delivered steady performance with Q1FY26 PAT of ₹451 crores, up 4% YOY.
- **Axis Finance:** Axis Finance has been investing in building a strong customer focused franchise. Its overall assets under finance grew 23% YOY. Retail book grew 26% YOY and constituted 47% of total loans. The focus in its wholesale business continues to be on well rated companies and cash flow backed transactions. Axis Finance remains well capitalized with total Capital Adequacy Ratio of 19.83%. The book quality remains strong with net NPA at 0.35%. Axis Finance Q1FY26 PAT was ₹189 crores, up 23% YOY from ₹154 crores in Q1FY25.
- **Axis AMC:** Axis AMC's overall QAAUM grew 15% YOY to ₹3,35,607 crores. Its Q1FY26 PAT was ₹130 crores, up 12% YOY from ₹116 crores in Q1FY25.
- **Axis Capital:** Axis Capital Q1FY26 PAT was ₹38 crores, and completed 6 ECM transactions over this period.
- **Axis Securities:** Axis Securities' revenues for Q1FY26 stood at ₹360 crores and Q1FY26 PAT stood at ₹89 crores. Its customer base grew 15% YOY.

₹ crore

Financial Performance	Q1FY26	Q1FY25	% Growth
Net Interest Income	13,560	13,448	1%
Other Income	7,258	5,783	25%
- Fee Income	5,746	5,204	10%
- Trading Income	1,420	406	249%
- Miscellaneous Income	92	173	(47%)
Operating Revenue	20,818	19,232	8%
Core Operating Revenue#	19,398	18,763	3%
Operating Expenses	9,303	9,125	2%
Operating Profit	11,515	10,106	14%
Core Operating Profit#	10,095	9,637	5%
Net Profit/(Loss)	5,806	6,035	(4%)
EPS Diluted (₹) annualized	74.75	77.79	
Return on Average Assets (annualized)	1.47%	1.65%	
Return on Equity (annualized)	13.14%	16.26%	

excluding trading income and exchange gain on repatriation of capital from Axis U.K. Ltd.

₹ crore

Balance Sheet	As on 30th June'25	As on 30th June'24
CAPITAL AND LIABILITIES		
Capital	620	618
Reserves & Surplus	1,84,175	1,57,148
Employee Stock Options Outstanding	1,124	865
Deposits	11,61,615	10,62,484
Borrowings	1,80,971	1,89,898
Other Liabilities and Provisions	74,803	57,150
Total	**16,03,308**	**14,68,163**
ASSETS		
Cash and Balances with RBI and Banks and Money at Call and Short Notice	99,322	1,07,546
Investments	3,60,641	3,16,851
Advances	10,59,724	9,80,092
Fixed Assets	6,373	5,847
Other Assets	77,248	57,827
Total	**16,03,308**	**14,68,163**

Note - Prior period numbers have been regrouped as applicable for comparison, as applicable.

₹ crore

Business Performance	As on 30th June'25	As on 30th June'24	% Growth
Total Deposits (i)+(ii)	11,61,615	10,62,484	9%
(i) CASA Deposits	4,68,166	4,44,479	5%
- Savings Bank Deposits	3,05,133	2,94,910	3%
- Current Account Deposits	1,63,033	1,49,569	9%
CASA Deposits as % of Total Deposits	40%	42%	
(ii) Term Deposits	6,93,449	6,18,005	12%
CASA Deposits on a Quarterly Daily Average Basis (QAB)	4,24,272	4,14,618	2%
CASA Deposits as % of Total Deposits (QAB)	38%	40%	
Net Advances (a) +(b) + (c)	10,59,724	9,80,092	8%
(a) Corporate	3,15,892	2,90,964	9%
(b) SME	1,20,872	1,04,015	16%
(c) Retail	6,22,960	5,85,112	6%
Investments	3,60,641	3,16,851	14%
Balance Sheet Size	16,03,308	14,68,163	9%
Gross NPA as % of Gross Customer Assets	1.57%	1.54%	
Net NPA as % of Net Customer Assets	0.45%	0.34%	
Equity Capital	620	618	0.4%
Shareholders' Funds	1,84,795	1,57,766	17%
Capital Adequacy Ratio (Basel III)	16.85%	16.65%	
- Tier I	15.10%	14.52%	
- Tier II	1.75%	2.13%	

Note - Prior period numbers have been regrouped as applicable for comparison, as applicable.

A presentation for investors is being separately placed on the Bank's website: www.axisbank.com.

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Safe Harbor

Except for the historical information contained herein, statements in this release which contain words or phrases such as "will", "aim", "will likely result", "would", "believe", "may", "expect", "will continue", "anticipate", "estimate", "intend", "plan", "contemplate", "seek to", "future", "objective", "goal", "strategy", "philosophy", "project", "should", "will pursue" and similar expressions or variations of such expressions may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. These risks and uncertainties include, but are not limited to our ability to successfully implement our strategy, future levels of non-performing loans, our growth and expansion, the adequacy of our allowance for credit losses, our provisioning policies, technological changes, investment income, cash flow projections, our exposure to market risks as well as other risks. Axis Bank Limited undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date thereof.