

[SBI Card net more than doubles to Rs 627 crore in Q1](#)

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SBI Card net more than doubles to ₹627 crore in Q1

SUBRATA PANDA
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SBI Cards and Payment Services' (SBI Card's) net profit jumped 106 per cent year-on-year (YoY) to ₹627 crore in the April-June quarter (first quarter, or Q1) of 2022-23 (FY23), aided by healthy growth in interest income and fall in impairment losses. In the corresponding period a year ago, its net profit was to the tune of ₹305 crore.

Shares of the lender were trading 4.2 per cent higher than the previous day's close at ₹926.1.

Interest income grew 20 per cent YoY to ₹1,387 crore in Q1FY23, compared with ₹1,153 crore in Q1 of 2021-22 (FY22), while fee and commission income jumped 40 per cent YoY to ₹1,538 crore during the same period. Total revenue grew 33 per cent YoY to ₹3,263 crore in Q1. Impairment losses and bad debt expenses dropped 30 per cent YoY to ₹450 crore, but sequentially increased 15 per cent.

Asset quality improved, with gross non-performing assets (NPAs) at 2.24 per cent in Q1FY23 — down 2 basis points (bps) sequentially. Net NPAs were down 1 bps during the same period.

The company added 902,000 new accounts in Q1 — up 48 per cent YoY, but down 10 per cent sequentially.

Cards-in-force grew 19 per cent YoY to 14.3 million as of



REPORT CARD

| | Q1FY23 | YoY chg (%) |
|-------------------------------|--------|-------------|
| Interest income | 1,387 | 20 |
| Profit after tax | 627 | 106 |
| Impairment losses & bad debts | 450 | -30 |
| Total revenue | 3,263 | 33 |

Note: Amount in ₹ cr Source: SBI Card

Q1FY23, against 12 million as of Q1FY22. Spends grew 79 per cent YoY and 10 per cent sequentially to ₹59,671 crore in Q1FY23.

While retail spends jumped 68 per cent YoY and 8.6 per cent sequentially to ₹45,488 crore, corporate spends were up 130 per cent YoY and 15 per cent sequentially to ₹14,183 crore.

Receivables in Q1 were about ₹33,215 crore — up 35.91 per cent YoY and 6 per cent sequentially.

SBI Card has 18.4 per cent and 18.6 per cent market share in cards-in-force and spends, respectively, according to the data released by the Reserve Bank of India in May.