

Absolutely! Let's break down the history and current state of Federal Bank Limited, based on the information you provided, into a comprehensive overview.

## **Federal Bank Limited: A Detailed Overview**

### **I. Historical Foundation and Early Growth (1931-1970)**

#### **• Incorporation and Initial Focus:**

- Federal Bank was incorporated on April 23, 1931, as "Travancore Federal Bank Limited" in Aluva, Kerala.
- Its initial purpose was to serve the banking needs of the Travancore Province.

#### **• Early Expansion and Name Change:**

- The bank began its operations with its first branch in Aluva in May 1945.
- Early branch expansion included Angamally (1946) and Perumbavoor (1947).
- The name was changed to "Federal Bank Ltd." on March 24, 1947.
- In July 1959, the bank was licensed under Section 22 of the Banking Companies Act, 1949.

#### **• Amalgamations and Growth:**

- Federal Bank expanded significantly through the acquisition and amalgamation of several banks:
  - 1964: Chalakudy Public Bank Ltd, Cochin Union Bank Ltd, and Alleppey Bank Ltd.
  - 1965: St. George Union Bank Ltd.
  - 1968: Martha Dom Commercial Bank Ltd.
- In 1970, Federal Bank became a Scheduled Commercial Bank.

### **II. Expansion and Modernization (1970-2000)**

#### **• Foreign Exchange and International Banking:**

- In 1973, the bank became an Authorized Dealer in Foreign Exchange, and its International Banking Department began operations in Mumbai.
- Branch expansion accelerated in the 1970s.

#### **• Technological Advancements:**

- The bank implemented the first Advanced Ledger Posting Machine (ALPM) in 1985.
- In 1989, Federal Bank entered Merchant Banking Operations.
- In 1994 the bank went public.
- In 1997, the first ATM was inaugurated.

#### **• Digital Banking Initiatives:**

- In 2000, the bank launched "Any Where Banking" (ABB) and depository services.
- Internet banking ("FedNet") was introduced.
- The bank formed partnerships for e-commerce.

### **III. Digital Transformation and Expansion (2000-Present)**

- **Mobile and Online Banking:**

- Mobile banking services via SMS were introduced in 2001.
- The bank became a member of INFINET.
- Real Time Gross Settlement (RTGS) was implemented across all branches in 2005.
- The bank has continued to improve online and mobile banking platforms.

- **Strategic Partnerships and Acquisitions:**

- The amalgamation of Ganesh Bank in 2006 expanded the bank's network.
- Joint ventures, such as IDBI Fortis Life Insurance (later Ageas Federal Life Insurance), were formed.
- Acquisition of a stake in Equirus Capital Private Limited.
- Partnerships with Fintech companies.

- **Branch and ATM Network Growth:**

- Significant expansion of branches and ATMs continued throughout the 2010s and 2020s.
- Milestones included opening the 1000th branch in 2012.
- As of March 31, 2024, the bank has 1504 banking outlets, and 2015 ATMs/Recyclers.

- **Digital Innovations:**

- Launch of "FedBook," India's first electronic passbook.
- Introduction of UPI application "Lotza."
- Launch of digital loan products like "Fed-E-Credit."
- Implementation of Fedmobile, and Fed-e-point, and many other digital banking products.
- Implementation of card tokenization, and online gold loan renewal.
- Partnering with companies like Fi, and Jupiter money to enhance digital banking.
- Launching Federal One Card.
- Launching online lending platforms for MSME's.

### **IV. Key Financial and Operational Highlights**

- **Business Growth:**

- Total business surpassed ₹1 lakh crore in 2013, ₹2 lakh crore in 2018, and reached ₹3,26,628.92 Crore in FY 2021-22.
- Continued growth in deposits and advances.

- **Network:**

- Extensive network of branches, ATMs, and digital channels.
- Representative offices in Abu Dhabi, Dubai, Kuwait, and Singapore.
- IFSC Banking Unit in GIFT City.

- **Digital Focus:**

- Emphasis on digital banking platforms and services.

- Partnerships with fintech companies to enhance customer experience.

- **Awards and Recognition:**

- Received awards for innovation and performance.

#### **V. Current Status (As of March 31, 2024)**

- 1504 Banking Outlets.
- 2015 ATMs/Recyclers (including 2 Mobile ATMs).
- Digital Banking Unit in Kolkata.
- Representative Offices in Abu Dhabi, Dubai.
- IFSC Banking Unit in GIFT City.
- Continued branch expansion, especially in Tamil Nadu, Puducherry, and the North East.

#### **Salient Points and Facts:**

- Federal Bank has successfully transitioned from a regional bank to a national player.
- Its focus on digital transformation has been a key driver of growth.
- Strategic partnerships and acquisitions have expanded its reach and service offerings.
- The bank has a strong presence in the NRI banking segment.
- The bank has shown a strong dedication to the implementation of new technology into its banking practices.

Federal Bank's journey reflects a blend of traditional banking values with modern technological advancements, positioning it as a competitive player in the Indian banking sector.