IDBI Bank Q3 2014 Earnings Call 3 Feb’14

P. Sitaram, Chief Financial Officer

Good morning. This is about the results of the Q3 for IDBI Bank. We have recorded an interest income of 6,600 crores, which is up from September 2013, as well as December '12. Interest expenses have also gone up to 5,129 crores from 5,000 crores and 4,787 crores that we saw in December '12. Overall the NII has maintained at 1,488, which is flat against September quarter and marginal improvement over the Q3 of last year.

Other income at 532 is lower than both sequentially as well as the year-on-year figures. Overall therefore, we had a total income of 2,020 crores which is slightly lower than September figure of 2,062 crores and about 10,000 lower than December '12 figure of 2,283 crores. Operating expenses again are flat against September, 781 against 788 and up by 50 crores from 731 of December last year.

Provisions are coming higher at 1,135 compared to September, but almost flat against December of last year. So the net profit, as a result of this movements, is 104 crore, which is lower than 192 of most percent of September figure and the one-fourth of the Q3 of last year.

Business that is in terms of advances, we are at 1,78,000 crore, which is lower than September figure of 1,83,000 and higher than the December '12 of 1,70,000 by about 4%. Deposits again at 1,93,000 is lower than September figure, but higher compared to December '12 of last year. Coming to the NII, as I said, it has been more or less flat. On the other income, the moment, the main features at the moment are that commission fee income is down from September figure, where we had about 494 crores of fee-based income and we had 442. And compared to Q3 of last year 605, it is again a drop of almost 40%. The main reason here is that our lending activity, especially on the corporate side, has come down and that has given lower amount of fee-based income.

Secondly, on the profit on sale of investments, in Q2, we saw the loss because of the industry-wide factor and the moment of the G-sec rate. However, there has been a recovery. We recorded a 47 crore gain in this quarter. So, that has shown some improvement over Q2. However, as compared to Q3, we are lower, because we had the divestment gains of CARE in Q3 of last year. And accordingly, even in the profit on ForEx derivatives, again we are at 58 crores, which is 10 crores lower than Q2, but almost flat against 51 of December '12. Recovery from written-off also, we have recorded 40 crores, which is just against 49 in Q3 of last and 43 in Q2, so it's almost flat. Now coming straight to -- I'll skip this, I'll just mention that we have now, have RIDF, SIDBI, NHB and other priority sector investment totaling 14,000 crores as at the end of December 31. And these are carrying a yield of almost 5.19. Therefore, this is having definitely an impact on the overall NIM and as well as the profitability.

Then coming to our provisions and contingencies -- before I go into provisions, I'll just briefly cover the NPAs. On the NPA front, we have seen a gross slippage of about 740 crore and after taking into account some repayments and upgrades, settlements, so net increase in gross NPA was 642 crores. Major cases that we classified, First Leasing, we have also the Shiva Industries and Holdings, which are earlier ventures. We have Chandra Proteco, (inaudible) Ratna Infrastructure, PSL, these are the main cases which have slipped during the quarter.

And on the restructured side, we have 31 cases with a restructuring of about 1,300 crore, this is a gross. And then we had some amount of repayments also. Overall, the increase in the restructuring has been about 800 crores. The major cases that we have included in this quarter under restructuring are Lanco Infratech, we have Bombay Rayons, Gangotri Enterprises and so on.

Now, turning to the provisions, which I was mentioning earlier, therefore, we have taken deferment of that G-sec provisioning. Therefore, this quarter, we had done like 116 crores both for the deferment as well as fresh provisioning for some preference shares and security receipts that we have on our portfolio. Overall, NPA provision is 636 crores and standard assets, this basically is the step-up in the restructured standard asset provision. So, we have made about 38 crores, and for the fresh restructured assets, including the FITL provisions, we have done 35 crores. And incidentally, we also done that the deferred tax liability provision for the 3,618 as now directed by Reserve Bank. On this, the provision required for the reserve claimed or created up to March 2013 that has been taken from the reserve, which as mentioned in the RBI circular.

Overall, therefore the NIM stands at 2.18 against 2.17 and 2.3 in Q3 of last year. Return on assets annualized for the quarter is 0.14% and for the nine months is 0.27 and ROE 2.1 and 4.09. Capital adequacy, we stand at, on the Basel III, we stand at 12.71%, of which CET is 7.85 and AT1 is 0.08. And this post the infusion of 9,800 crores of equity evolvement on preferential debtors.

This is roughly the highlights for the quarter. Now, I'll leave the floor for questions.

Questions And Answers

Operator

Thank you, sir. Ladies and gentlemen, we will now begin the question-and-answer session. First question comes from Mr. Abhishek Kothari from Network Broking. Please go ahead.

Abhishek Kothari, Analyst

Just wanted to know what's the kind of sectoral break up for the restructured of 1,300 crores.

P. Sitaram, Chief Financial Officer

What is the kind of -- sorry, I didn't get you.

Abhishek Kothari, Analyst

Sector breakup of restructured.

P. Sitaram, Chief Financial Officer

Yeah. Okay, we had in the infrastructure, basically we had Lanco Infratech that is the major case in infrastructure, 418 crore and then five other cases. For total, we did about 558 crores in infra. But when we say infra, these are, basically the EPC companies. And then the metal, we had 176 crores. These are the two main contributors.

Abhishek Kothari, Analyst

Okay. And what's the pipeline of CDR referral that you have right now?

P. Sitaram, Chief Financial Officer

I think, it is about 1,000 to 1,200 crore as of now.

Abhishek Kothari, Analyst

And another sectoral breakup, if you can provide for this year?

P. Sitaram, Chief Financial Officer

It is again, mostly it is the metal and couple of EPC companies.

Abhishek Kothari, Analyst

Okay. What would be our guidance for NIM going ahead, I mean in next one or two quarter, let's say?

P. Sitaram, Chief Financial Officer

We have -- that's why -- bring your attention to the priority sector investment, the one weakness that we have is that we're yet to achieve our PSL target and since we are significantly deficient, therefore the interest rate we will get on those will be quite low. And therefore, there is still some call up left in the Q4. And we don't know whether it will come or not, but if that adds to the tee, then it may -- currently it is at 40,000 crores, it may go up to maybe 16,000 to 18,000 crores depending upon the call up. Therefore that would impact negatively. That is one.

And secondly since we're also working to improve our PSL, just avoid this. Therefore that PSL advances would be done at much lower yield than what we are currently getting on non-PSL advances. Therefore that would also impact the NIM. But we feel that there will be still some reprising advantage on the deposit side regardless of the pressure that happens in both February and March. So, overall, I would expect that NIM for the Q4 could be around 2.15%.

Abhishek Kothari, Analyst

Okay, 2.15. Okay and growth guidance?

P. Sitaram, Chief Financial Officer

The growth will be limited. We are looking to meet our priority sector target. And secondly, we also are looking to reduce the concentration of corporate. Therefore, why we'll not look to de-grow the corporate that is not the intention.
As a fact, our growth rates in corporate will be moderate and also because the number of good proposals that are available from the corporate are also few.

And at this time, on price competitiveness, we are not on the best. Therefore, the corporate growth will not be so much, more will be the push towards the retail, which will be slow and may have lower impact on the overall book.

Abhishek Kothari, Analyst

But retail is already highly concentrated. Don't you think so?

P. Sitaram, Chief Financial Officer

No, we are not speaking about the retail in the sense of either auto loan or personal loan. Though, we are looking to grow, but we are miniscule and totally not in a market at all. Our main presence is in the lower value home loan, which to the extent that the market will permit, we'll try to grow. Because that will meet our PSL, but more on the small and medium enterprises to the SME lending.

And we have now reached about 1,220 branches as of today. So we are continuing to expand that branch network in the semi-urban areas and we will be looking to increase more of the SME portfolio.

Abhishek Kothari, Analyst

So, overall growth like what? Let's say 13%, 14% kind of thing or like?

P. Sitaram, Chief Financial Officer

It could be lower than that.

Abhishek Kothari, Analyst

That could be lower. Okay.

P. Sitaram, Chief Financial Officer

Year-on-year, it will be -- my estimate is, it will be lower than 10%.

Abhishek Kothari, Analyst

Okay, fine. That's it from myself. Thank you.

Operator

Thank you. Next question is from Mr. Rohit Shimpi from SBI Mutual Fund. Please go ahead.

Rohit Shimpi, Analyst

Yeah, good morning, sir. My question is, what is the percentage of bulk deposits and CDs as of date?

P. Sitaram, Chief Financial Officer

The bulk deposits percentage has come down. It is -- however because the overall deposits have also come down, it is still sticking to that the figure, if I take into account the current majority, it will be around 45, it will be around 42 as of now, but it is likely to go up. Again because, you know that February and March, we will see a little more pickup in activity and obviously, there will be more bulk mobilization. So by the end of the year, again we may be around 45.

Rohit Shimpi, Analyst

Okay, last quarter also it was 45, right sir?

P. Sitaram, Chief Financial Officer

Yeah, that's right. But in between we have brought it down. We have brought it down, but it will -- it will climb back to 45 most probably.

Rohit Shimpi, Analyst

Okay. And second is sir, on the power exposures, sir, can you share the mix between operating, non-operating projects probably when will the non-operating projects be coming up?

P. Sitaram, Chief Financial Officer

That I will say the operating has now close to 70%. And we should see many more getting ready for implement -operation in this year, but whether they will actually operate is the question.

Rohit Shimpi, Analyst

Fine, sir. Can you just share totally what is the power exposure to gas project?

P. Sitaram, Chief Financial Officer

Gas, we need to -- I think -- figure, I don't have immediately, but last I remember was, it was about the 10% of the total portfolio. This includes --Dabhol [ph] is the main exposure.

Rohit Shimpi, Analyst

Right, sir. Okay, thanks so much.

Operator

Thank you. Next question is from Mr. Jai Mundra from CRISIL. Please go ahead.

Jai Mundra, Analyst

Yeah, hi, sir, good morning.

P. Sitaram, Chief Financial Officer

Good morning.

Jai Mundra, Analyst

Sir, regarding your slippage, which has been some 850 crore this quarter versus last quarter somewhere around 2,000 crore. So, what is your thought process on this number, can this be new level for IDBI or what is stand there?

P. Sitaram, Chief Financial Officer

I don't -- there will -- still there is considerable amount of stress still there. Therefore -- but I don't see we returning to Q2 levels like that, but it could go back to even 1,000 crore. Therefore, it's not as if we will be able to maintain 750, now consistently all the quarter, but it will take at least another two, three quarters for it to stabilize.

Jai Mundra, Analyst

Okay. And sir you mentioned this 160 crore of provisions related to standard asset and investment depreciation. Can you please break up this? I mean how much is standard and how much is investment?

P. Sitaram, Chief Financial Officer

Yeah. In fact, I've given the figures. One second, I'll give you. On the investment, I have provided 116 crore.

Jai Mundra, Analyst

Okay.

P. Sitaram, Chief Financial Officer

That includes all preference shares; security receipts as well as the deferment on the G-Sec which RBI has allowed.

Jai Mundra, Analyst

Okay.

P. Sitaram, Chief Financial Officer

And standard asset, this is a step up provision, is 38 crores. And the provisions for restructured assets at 5% for the new ones, plus FITL is 235.

Jai Mundra, Analyst

Yes sir. And sir then on the detail that you have created on your tax, so this fourth quarter, there would be some amount residual, right, that you would be creating in fourth quarter?

P. Sitaram, Chief Financial Officer

No. Fourth quarter depends upon the amount of reserve I will claim. So, that is marginal left. Only -- it depends on the profits of the Q4. So, 20% of that I will be claiming as special reserve, and so detail on that I'll create. It will not be very significant.

Jai Mundra, Analyst

Okay, sir. That was from my side. Thank you.

Operator

Thank you. Next question is from Ms. Sneha Kothari from Subhkam Ventures. Please go ahead.

Sneha Kothari, Analyst

Good morning, sir. Any capital infusion plan for the government infusion?

P. Sitaram, Chief Financial Officer

One is, we have seen the market response to SBI issue, which has not been very encouraging to make an equity issuance at this stage. And other choice is to make an AT1, for which we can only go abroad, because currently the domestic market is not really activated for that.

So, these are the two options, neither seems to be very pleasing, but definitely all banks will be considering one of these to build up the capital. Because coming the next two years, the demand for capital will definitely increase. Definitely it is there on very much actively on the mind, but we don't know when we can do it.

Sneha Kothari, Analyst

Okay. And your assets considering the doubtful and substandard categories are continuously increasing. So going forward, what do you think we have to provide more? And what is your take on the provision coverage ratio?

P. Sitaram, Chief Financial Officer

See, if you see the -- I mean the substandard increases at a rate of whatever the slippage happens during the quarter. And doubtful is because of the migration, the aging which happens on calendar basis. If you've seen the Q2, we had 2,000 crore slippage and the high slippage even in Q1 of more than what about 1,400 crores or so.

So, next year, significant part of this will migrate to doubtful and that's where a good chunk of provisioning will also come in Q1 and Q2 of next year. At that time, the PCR will definitely will go up, because of the calendar rate of provisioning. And over and above that, whatever we will able to do, will do right now. If you ignore RBI formula, we are just below 50% PCR. I think by the middle of next year, we should have gone back to 54%, 55%.

Sneha Kothari, Analyst

Okay, okay. And what's the overall outlook on the power sector?

P. Sitaram, Chief Financial Officer

Power sector now, if you look at Dabhol, there's a lot of initiatives being taken by government to bring about the resolution of this issues being faced by Dabhol. So, at least on Ratnagiri, I think we can feel fairly sure that it will stay performing and something will be worked out.

As regard to other gas-based projects, there has been a little more higher amount of gas availability, but not enough to activate those plans which are, right now, kept in preservation. It is the higher -- gas availability has resulted in better PLFs for the running gas plants. So, there I don't know what will be the way forward. Again, there are lot of initiatives, discussions going on and maybe something positive will happen for them to -- maybe or maybe we'll have to wait for the elections for something to happen.

Sneha Kothari, Analyst

Okay. And how much is the Tier 1 for the capital infusion of the government?

P. Sitaram, Chief Financial Officer

Yeah, I mean the figure I quoted was after post-infusion, that is 7.85 for Tier I and 0.08 for AT1. And overall we have to --

Sneha Kothari, Analyst

Point?

P. Sitaram, Chief Financial Officer

0.08 AT1. We have a small amount of AT1.

Sneha Kothari, Analyst

And this raising plan would be post March, you were planning to raise something from out of (inaudible).

P. Sitaram, Chief Financial Officer

It is -- we are ready, that way I think most PSBs are ready, the documentations are done. And as we are in regular touch with investors, so that way to move would be -- we are in a position to move very fast, even private sector banks would be. However, the yields in the market and other factors should be favorable. So, that is a judgment call one has to take and we don't know when we'll be doing that.

Sneha Kothari, Analyst

Okay. Have you sold anything to (inaudible).

P. Sitaram, Chief Financial Officer

Sorry?

Sneha Kothari, Analyst

Have you sold any asset to (inaudible) this quarter?

P. Sitaram, Chief Financial Officer

Not much. We have not really securitized anything significant.

Sneha Kothari, Analyst

Any plan to sell further?

P. Sitaram, Chief Financial Officer

Yeah, we are planning to put some on the block, I don't know how much of it will actually translate into something. But we have the plan. Yeah.

Sneha Kothari, Analyst

But how much -- could you specify the amount?

P. Sitaram, Chief Financial Officer

It could be about 200 crores, 300 crores is what is being done as such. What we have is actually a lot of corporate book, we don't have too much of smaller book that we can actually auction up.

Sneha Kothari, Analyst

Okay. Got it. Thank you, sir.

Operator

Thank you. Next question is from Mr. Parag Jariwala from Macquarie Securities. Please go ahead.

Parag Jariwala, Analyst

Yeah. Thank you, sir. One thing is, sir, the risk weight for the restructured asset is on a higher side?

P. Sitaram, Chief Financial Officer

Yeah.

Parag Jariwala, Analyst

How much is it?

P. Sitaram, Chief Financial Officer

For 5% on new assets and the old assets, it is now reached 3.3125.

Parag Jariwala, Analyst

No, I'm not asking in terms of the provisioning requirement.

P. Sitaram, Chief Financial Officer

Okay, okay.

Parag Jariwala, Analyst

I'm talking about risk weight for Tier-1 and Tier-2 calculations.

P. Sitaram, Chief Financial Officer

Yeah, yeah. So, that the risk-weighted assets will be 125% for standard restructuring and if there is NPA, of course, that will be different.

Parag Jariwala, Analyst

Okay, okay. And sir, you said that you have around 14,000 crores which are piled up into NABARD and SIDBI, et cetera, which is yielding around 5.2%. Sir, then what stops us from buying securitized loans from the NBFC, which can easily yield you more than 8%, 8.5%?

P. Sitaram, Chief Financial Officer

Not really. 8% deals were there about two years back. Now, nobody gives 8% and they know the going RIDF rates and other priority sector rates that we have and therefore these yields also approximate that. And not much of the gain in doing securitization. But to the extent that we are not able to do other PSL, yes, we will go for that, but it also depends upon the age of the pool, because it -- unless I get some lasting benefit, then next year again, I will have to replenish the securitization.

Parag Jariwala, Analyst

Correct.

P. Sitaram, Chief Financial Officer

So that is a perpetual game again. So, it is not a very good option straight away like that.

Parag Jariwala, Analyst

Okay. Okay, thank you so much.

Operator

Thank you. Next question is from Jai Mundra from CRISIL. Please go ahead.

Jai Mundra, Analyst

Yeah, hi sir. Can you please quantify your PSL position as of third quarter?

P. Sitaram, Chief Financial Officer

We are at about -- at 24% achievement.

Jai Mundra, Analyst

Okay, so I mean, this quarter-on-quarter is from 20% to 23% types to 24%.

P. Sitaram, Chief Financial Officer

Yeah. It is just scrolled up.

Jai Mundra, Analyst

Okay. And sir, if you can quantify your slippages in agri, infra, SME broadly? I mean, amount-wise for this quarter?

P. Sitaram, Chief Financial Officer

Mostly it has been from -- I have given the names also, some of the names. So you can judge the industries on that. That's the way it has been. That way our SME and agri together have given about 120 crores NPAs. And retail has given less than 100 crores. Again in that mostly it is the lab type of product.

Jai Mundra, Analyst

Okay.

P. Sitaram, Chief Financial Officer

The balance is all the names that I gave you. (inaudible) like purchasing has been (inaudible) and then others are spread across industry.

Jai Mundra, Analyst

How many sir?

P. Sitaram, Chief Financial Officer

No, I didn't get you. Ten is what?

Jai Mundra, Analyst

I mean ten is the corporate names totally you're saying or --

P. Sitaram, Chief Financial Officer

No, no there were quite a few names. I gave you a few.

Jai Mundra, Analyst

Yes, okay, sir.

Operator

Thank you. Next question is from Rohit Shimpi from SBI Mutual Fund. Please go ahead.

Rohit Shimpi, Analyst

No, thanks. My questions have been answered.

P. Sitaram, Chief Financial Officer

Okay.

Operator

Thank you, sir. Next question is from Mr. Ravikant Bhat. Please go ahead.

Ravikant Bhat, Analyst

Sir, I had a few questions. One is the CAR for Tier 1 that you shared, does that include nine-month profits?

P. Sitaram, Chief Financial Officer

No, it does not.

Ravikant Bhat, Analyst

So would that be sir, if you were to include nine-month profits?

P. Sitaram, Chief Financial Officer

Yeah, I'll have to include nine months profit and also deduct that interim dividend that I've paid.

Ravikant Bhat, Analyst

Correct.

P. Sitaram, Chief Financial Officer

And also I'll have to deduct that deferred tax asset which has been created for nine months on the net. So if I do these three things, then it will go up by about 30 basis points.

Ravikant Bhat, Analyst

30 Basis points? And sir, is the Dabhol Power -- what's the status as in terms of classification? Is it standard or is it --

P. Sitaram, Chief Financial Officer

It is standard. They have paid all that. The actual payment received, but they are still on the verge of a crisis and the top level discussions, almost every two days, are going on.

Ravikant Bhat, Analyst

Right.

P. Sitaram, Chief Financial Officer

Given the seriousness of all the parties concerned, we are very sure that some resolution will happen.

Ravikant Bhat, Analyst

Right. And sir, just wanted to know, what could be the quantum of SASF securities, now lying on the book?

P. Sitaram, Chief Financial Officer

4,941.

Ravikant Bhat, Analyst

4,941. So I think it's come down almost 3,000 crores in terms of from what it was --

P. Sitaram, Chief Financial Officer

9,000 is what we've started off with.

Ravikant Bhat, Analyst

9, started. Okay. Sir, any recovery expectations this year in this?

P. Sitaram, Chief Financial Officer

Recovery?

Ravikant Bhat, Analyst

Any recovery expectations from SASF?

P. Sitaram, Chief Financial Officer

Again, it will be not more than 300. It could be slightly lower also. Maybe they'll manage only 200, 250. Because even for them, recovery is now slow going, where the bigger cases are gone and also the scenario is not so easy.

Ravikant Bhat, Analyst

Right. And sir one last question. Your cost-to-income ratio is quite run in robust in the sense, it's quite low. So talking purely in terms of how the expenses cost would move rather than in terms cost-to-income ratio, because it again is a factor of how your net incomes grows. So if one were to look purely at the operating expenses, how would you project the growth for the next couple of years?

P. Sitaram, Chief Financial Officer

Right now, we are focusing on controlling the OpEx very significantly.

Ravikant Bhat, Analyst

Okay.

P. Sitaram, Chief Financial Officer

Even though the -- because the cost-to-income is anyway adverse, but because we are aware of the fact that fee-based income is coming down.

Ravikant Bhat, Analyst

Right.

P. Sitaram, Chief Financial Officer

So that would definitely, therefore, so that is the focus right now on that. So, I would not expect any adverse movement in the cost-to-income.

Ravikant Bhat, Analyst

Okay sir. So, those were my questions. Thanks a lot.

P. Sitaram, Chief Financial Officer

Thanks.

Operator

Thank you, sir. Next question is from Ms. Sneha Kothari from Subhkam Ventures.

Sneha Kothari, Analyst

Hello.

P. Sitaram, Chief Financial Officer

Hello.

Sneha Kothari, Analyst

Sir, I want to know how much provision we've made for the wage-related one.

P. Sitaram, Chief Financial Officer

We have actually made at 17%, that's 18 actually. We have done at 18% based on (technical difficulty), but current thinking seems to indicate that we might be providing more.

Sneha Kothari, Analyst

Okay.

P. Sitaram, Chief Financial Officer

Let us see how it goes.

Sneha Kothari, Analyst

Including we have made the provision for the division of the mortality table of the LIC?

P. Sitaram, Chief Financial Officer

That we've done last March itself and we are taking now, the salary escalation rate for pension, if that is what you're speaking about right now, we are at 5.5%. Okay, so the IBA had recommended that we go up to 5.5%. And also add on something for wage revision. But we feel that 5.5% -- this is on basic and DA combined together we have provided, it seems more than adequate. And as far as arrears is concerned, the period has started from October 2012, and for the salary increase, we have provided at about 18%.

Again, that seems to be slightly on the higher side based on the current state of negotiations between IBA and the Bank Union.

Sneha Kothari, Analyst

Okay. Thank you, sir.

Operator

Thank you. Next question is from Mr. Niraj Jalan from CRISIL. Please go ahead.

Niraj Jalan, Analyst

Hi, sir. Sir, how is overseas loan book demand on your loan portfolio?

P. Sitaram, Chief Financial Officer

Again, our -- 90% of our overseas demand generates from India. It is India-based group entities, which take a loan from there, we don't really go for other corporate. The question is -- the demand is still going strong, but the question, do we want to take the risk at this stage. Advantage of doing that is, it doesn't get added to ANBC. So, priority sector, at least, that much pressure is not there, but given the current economic scenario, we are not getting too many of, even within BBB risk, we are not getting a higher scoring BBB risk. So that, one needs to be circumspect in this time.

Niraj Jalan, Analyst

Okay. So sir, any loan growth target on that overseas loan book?

P. Sitaram, Chief Financial Officer

No, no, we are not targeting anything. We are also not looking to do any significant amount of foreign currency borrowings like that, neither as I said that we'll go slow, the same philosophy applies here or in -- we have only one branch in Dubai. As I said, primarily the demand dominates from our relationship in India. Therefore, the same thinking applies here or in Dubai.

Niraj Jalan, Analyst

And sir, what kind of -- what amount you have raised through FCNR-B facility from RBI during the last quarter?

P. Sitaram, Chief Financial Officer

Last quarter, hardly anything. Nothing.

Niraj Jalan, Analyst

Okay. Thank you, sir.

Operator

Thank you. Next question is from Jai Mundra from CRISIL. Please go ahead.

Jai Mundra, Analyst

Hi, sir. Just wanted to know what is your employee wage revision provision that you created this quarter and what is the outstanding number as of now that we are holding, wage revision provisions.

P. Sitaram, Chief Financial Officer

Yeah, wage revision that's what I mentioned, we have provided at about 18%.

Jai Mundra, Analyst

Wage as a quantum?

P. Sitaram, Chief Financial Officer

The quantum, almost, per month, we are providing for 17 crores.

Jai Mundra, Analyst

17 crores, one seven crore, right?

P. Sitaram, Chief Financial Officer

Yeah.

Jai Mundra, Analyst

And sir, what is outstanding provision that we are holding in total?

P. Sitaram, Chief Financial Officer

It is about 220 crores. That's all.

Jai Mundra, Analyst

Okay, and then just one clarification. This 17 crore or 50 crore per quarter provision that comes in employee cost. Right?

P. Sitaram, Chief Financial Officer

17 crore per month.

Jai Mundra, Analyst

Yeah, 17 crore per month, 50 crore per quarter, that comes in employee cost?

P. Sitaram, Chief Financial Officer

Yeah. That is in employee cost.

Jai Mundra, Analyst

Okay, sir. Thank you.

Operator

Thank you, sir. There are no further questions, sir. Now, we hand over the floor to Mr. Sitaram for closing comments.

P. Sitaram, Chief Financial Officer

Nothing. I've no closing comments. Thank you very much, all of you.