

KARNATAKA BANK LIMITED, HEAD OFFICE, MANGALURU -575002

CIN : L85110KA1924PLC001128

**STANDALONE UNAUDITED FINANCIAL RESULTS FOR/AS ON QUARTER ENDED
SEPTEMBER 30, 2023**

(₹ in Crore)

Sl. No	Particulars	For/As on Quarter ended			For/As on half year ended		Year ended
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	2,026.59	1,958.74	1,771.05	3,985.33	3,400.13	7,220.23
a)	Interest/Discount on advances/bills	1,596.48	1,538.78	1,383.79	3,135.26	2,630.53	5,584.91
b)	Income on Investments	370.90	362.30	350.07	733.20	693.10	1,422.35
c)	Interest on balances with Reserve Bank of India and other interbank funds	6.89	6.08	0.09	12.97	1.19	1.58
d)	Others	52.32	51.58	37.10	103.90	75.31	211.39
2	Other Income	249.59	323.84	260.04	573.43	392.83	992.58
3	TOTAL INCOME (1+2)	2,276.18	2,282.58	2,031.09	4,558.76	3,792.96	8,212.81
4	Interest expended	1,204.18	1,144.06	968.32	2,348.24	1,909.84	4,035.13
5	Operating expenses (i+ii)	549.85	537.35	484.95	1,087.20	892.52	1,969.45
i)	Employees Cost	307.15	292.58	262.23	599.73	440.85	1,069.19
ii)	Other operating Expenses	242.70	244.77	222.72	487.47	451.67	900.26
6	TOTAL EXPENDITURE ((4+5) excluding provisions & Contingencies)	1,754.03	1,681.41	1,453.27	3,435.44	2,802.36	6,004.58
7	Operating Profit before provisions & contingencies (3-6)	522.15	601.17	577.82	1,123.32	990.60	2,208.23
8	Provisions (other than tax) and Contingencies	119.87	151.57	-13.84	271.44	349.06	767.19
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	402.28	449.60	591.66	851.88	641.54	1,441.04
11	Tax Expense	72.02	78.90	180.03	150.92	115.73	260.80
12	Net Profit (+)/Loss (-) from Ordinary activities after Tax (10-11)	330.26	370.70	411.63	700.96	525.81	1,180.24
13	Extraordinary Items (net of tax)	-	-	-	-	-	-
14	Net Profit (+)/Loss (-) for the period (12-13)	330.26	370.70	411.63	700.96	525.81	1,180.24
15	Paid up equity share capital (Face Value Rs 10/-)	312.87	312.44	311.31	312.87	311.31	312.35
16	Reserves excluding revaluation reserves						7,390.57



Sl. No	Particulars	For /As on Quarter ended			For /As on half year ended		Year ended 31-03-2023
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
17	<u>Analytical Ratios</u>						
i)	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii)	Capital Adequacy Ratio (%) -Basel III	16.20	17.00	15.28	16.20	15.28	17.45
iii)	Earnings per share (EPS) (Rs) before Extraordinary items (net of Tax expense) * Not Annualized						
	- Basic EPS	10.56*	11.87*	13.22*	22.43*	16.89*	37.88
	- Diluted EPS	10.50*	11.80*	13.17*	22.29*	16.83*	37.66
	Earnings per share (EPS) (Rs) after extraordinary items (net of Tax expense) *Not Annualized						
	- Basic EPS	10.56*	11.87*	13.22*	22.43*	16.89*	37.88
	- Diluted EPS	10.50*	11.80*	13.17*	22.29*	16.83*	37.66
iv)	NPA Ratios as on date						
	Gross NPA	2,324.19	2,315.88	2,051.70	2,324.19	2,051.70	2,292.91
	Net NPA	888.94	877.71	1,028.47	888.94	1,028.47	1,021.27
	% of Gross NPA	3.47	3.68	3.36	3.47	3.36	3.74
	% of Net NPA	1.36	1.43	1.72	1.36	1.72	1.70
v)	Return on Assets (Annualised)	1.27	1.47	1.70	1.37	1.10	1.21
vi)	Net worth ¹	8,253.88	8,075.50	7,040.26	8,253.88	7,040.26	7,702.92
vii)	Outstanding redeemable preference shares	Nil	Nil	Nil	Nil	Nil	Nil
viii)	Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
ix)	Debt-equity ratio ² (times)	0.15	0.16	0.16	0.15	0.16	0.18
x)	Total debts to Total assets ³ (%)	5.03	1.53	6.07	5.03	6.07	1.58
xi)	Net Interest Margin	3.58	3.68	3.78	3.63	3.56	3.70

1. Networth is calculated as per guidelines under RBI Master Circular on Exposure Norms

2. Debt (excluding deposit) represents borrowings with residual maturity of more than one year and Equity represents total of share capital and reserves less proposed dividend.

3. Total debts represent total borrowings of the bank and total assets is as per the balance sheet.



**STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON
SEPTEMBER 30, 2023**

	As on	As on	As on
(₹ in Crore)	30-09-2023	30-09-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Audited)
CAPITAL AND LIABILITIES			
Capital	312.87	311.31	312.35
Reserves and Surplus	8,448.64	7,242.19	7,901.01
Deposits	89,531.73	81,633.66	87,368.01
Borrowings	5,324.21	5,943.70	1,562.72
Other Liabilities and Provisions	2,238.81	1,946.53	1,914.25
TOTAL	1,05,856.26	97,077.39	99,058.34
ASSETS			
Cash and balances with Reserve Bank of India	6,441.91	4,972.25	5,204.24
Balances with Banks and Money at Call & Short Notice	443.63	44.82	955.23
Investments	23,958.23	23,758.21	23,326.37
Advances	65,422.32	59,872.47	59,951.62
Fixed Assets	875.45	855.29	875.22
Other Assets	8,714.72	7,574.35	8,745.66
TOTAL	1,05,856.26	97,077.39	99,058.34



STANDALONE CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

(₹ in Crore)

	Half year ended		Half year ended	
	30-Sep-23		30-Sep-22	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit after Tax and Extra Ordinary Items		700.96		525.81
Add:				
Adjustments for :				
Provision for Tax	150.92		115.73	
(Profit)/Loss on sale Fixed Assets	-0.20		0.23	
Depreciation on Fixed Assets including Lease Adjustment charges	36.64		49.82	
Provisions and Contingencies	271.44		349.06	
Amortisation of premium on Held to Maturity Investments	44.94		55.55	
(Profit)/ Loss on Revaluation of Investments	-30.88		159.18	
Employee Stock Option Compensation Expense	0.43		-	
Write-off of Fixed Assets	-	473.29	-	729.57
Operating Profit Before Working Capital Changes		1,174.25		1,255.38
Adjustment for :				
i) (Increase)/Decrease in Advances & Other Assets	-2,112.95		-3,353.31	
ii) (Increase)/Decrease in Investments	-645.68		-1,931.44	
iii) Increase/(Decrease) in Deposits, Borrowings & Other Liabilities	2,841.38		4,901.31	
iv) Change in Revenue Reserve	-	82.75	-	-383.44
Cash Generated from Operations		1,257.00		871.94
Less: Direct taxes paid		239.31		118.64
Net Cash Flow from Operating Activities (A)		1,017.69		753.30
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets		-37.01		-30.78
Sale of Fixed Assets		0.35		0.50
Investment in wholly owned subsidiary-KBL Services Ltd		-0.25		-0.50
Net Cash used in Investing Activities (B)		-36.91		-30.78
C CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of share capital (net of expenses)		3.12		0.58
Proceeds/(Repayments) from long term borrowings		-101.46		-18.27
Dividend paid (Including Tax on Dividend)		-156.37		-124.52
Net Cash Generated from Financing Activities (C)		-254.71		-142.21
Net Increase in Cash & Cash Equivalents (A+B+C)		726.07		580.31
Cash & Cash Equivalents as at the beginning of the year		6,159.47		4,436.76
Cash & Cash Equivalents as at the end of the period		6,885.54		5,017.07

Note:

1 The Cash Flow Statement has been prepared under the Indirect Method and the previous year's figures have been re-grouped wherever necessary.

2 Cash and Cash Equivalents comprise of Cash on Hand, Balances with Reserve Bank of India, Balances with Banks and Money at Call and Short Notice.



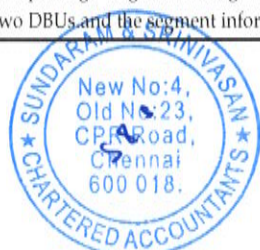
STANDALONE SEGMENT RESULTS FOR/AS ON QUARTER ENDED SEPTEMBER 30, 2023

(₹. in Crore)

SI. No	Segment-wise Results Particulars	For /As on Quarter ended			For /As on half year ended		Year ended 31-03-2023 (Audited)
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	Segment Revenue						
a)	Treasury Operations	375.07	426.64	362.56	801.71	555.00	1,276.83
b)	Corporate Banking	738.73	765.82	689.29	1,504.55	1,346.75	2,691.29
c)	Retail Banking	1,062.41	958.64	876.98	2,021.05	1,644.72	3,755.78
	- Digital Banking	0.02	0.03		0.05		0.01
	- Other Retail Banking	1,062.39	958.61		2,021.00		3,755.77
d)	Other Banking Operations	96.90	127.37	99.44	224.27	239.11	424.58
e)	Unallocated	3.07	4.11	2.82	7.18	7.38	64.33
	Income From Operations	2,276.18	2,282.58	2,031.09	4,558.76	3,792.96	8,212.81
2	Segment Results (after Provisions before Tax)						
a)	Treasury Operations	64.35	127.64	95.76	191.99	27.99	182.23
b)	Corporate Banking	93.47	154.43	157.59	247.90	323.42	462.62
c)	Retail Banking	410.75	345.75	357.92	756.50	685.19	1,634.08
	- Digital Banking	(0.12)	(0.12)		(0.24)		(0.64)
	- Other Retail Banking	410.87	345.87		756.74		1,634.72
d)	Other Banking Operations	(31.80)	(11.80)	(18.68)	(43.60)	(3.56)	(48.63)
e)	Unallocated (including Provisions & Contingencies)	(134.49)	(166.42)	(0.93)	(300.91)	(391.50)	(789.26)
	Total Profit/(Loss) before tax	402.28	449.60	591.66	851.88	641.54	1,441.04
3	Segment Assets						
a)	Treasury Operations	31,213.63	27,755.17	28,775.27	31,213.63	28,775.27	29,124.90
b)	Corporate Banking	33,632.00	30,609.51	30,332.93	33,632.00	30,332.93	29,970.97
c)	Retail Banking	31,790.32	30,879.90	29,539.54	31,790.32	29,539.54	29,980.65
	- Digital Banking	5.38	5.07		5.38		3.74
	- Other Retail Banking	31,784.94	30,874.83		31,784.94		29,976.91
d)	Other Banking Operations	5,613.64	5,441.33	4,927.14	5,613.64	4,927.14	5,403.09
e)	Unallocated	3,606.67	4,434.35	3,502.51	3,606.67	3,502.51	4,578.73
	Total	1,05,856.26	99,120.26	97,077.39	1,05,856.26	97,077.39	99,058.34
4	Segment Liabilities						
a)	Treasury Operations	28,450.97	25,366.26	26,528.54	28,450.97	26,528.54	26,730.78
b)	Corporate Banking	31,011.88	28,003.27	28,050.47	31,011.88	28,050.47	27,524.59
c)	Retail Banking	29,210.23	28,145.02	27,148.27	29,210.23	27,148.27	27,433.88
	- Digital Banking	5.62	5.19		5.62		4.38
	- Other Retail Banking	29,204.61	28,139.83		29,204.61		27,429.50
d)	Other Banking Operations	5,135.68	4,970.48	4,569.08	5,135.68	4,569.08	4,955.35
e)	Unallocated	3,286.01	4,050.68	3,227.54	3,286.01	3,227.54	4,200.39
	Total	97,094.77	90,535.71	89,523.90	97,094.77	89,523.90	90,844.99
5	Capital employed	8,761.49	8,584.55	7,553.49	8,761.49	7,553.49	8,213.35

PART B: GEOGRAPHIC SEGMENTS: There is only one Segment i.e. Domestic Segment

As per the RBI circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment reporting', 'Digital Banking' has been identified as a Sub-segment under Retail Banking by the Reserve Bank of India (RBI). As on September 30, 2023, the Bank has two DBUs and the segment information disclosed above is related to the said DBUs



CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR/AS ON QUARTER ENDED SEPTEMBER 30, 2023

(₹ in Crore)

SI. No	Particulars	For /As on Quarter ended			For /As on half year ended		Year ended 31-03-2023 (Audited)
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	Interest Earned (a+b+c+d)	2,026.59	1,958.74	1,771.05	3,985.33	3,400.13	7,220.23
a)	Interest/Discount on advances/ bills	1,596.48	1,538.78	1,383.79	3,135.26	2,630.53	5,584.91
b)	Income on Investments	370.90	362.30	350.07	733.20	693.10	1,422.35
c)	Interest on balances with Reserve Bank of India and other interbank funds	6.89	6.08	0.09	12.97	1.19	1.58
d)	Others	52.32	51.58	37.10	103.90	75.31	211.39
2	Other Income	249.64	323.85	260.04	573.49	392.83	992.58
3	TOTAL INCOME (1+2)	2,276.23	2,282.59	2,031.09	4,558.82	3,792.96	8,212.81
4	Interest expended	1,204.18	1,144.06	968.32	2,348.24	1,909.84	4,035.12
5	Operating expenses (i+ii)	549.92	537.33	485.11	1,087.25	892.81	1,970.02
i)	Employees Cost	308.74	294.07	263.22	602.81	442.57	1,073.46
ii)	Other operating Expenses	241.18	243.26	221.89	484.44	450.24	896.56
6	TOTAL EXPENDITURE ((4+5) excluding provisions & Contingencies)	1,754.10	1,681.39	1,453.43	3,435.49	2,802.65	6,005.14
7	Operating Profit before provisions & contingencies (3-6)	522.13	601.20	577.66	1,123.33	990.31	2,207.67
8	Provisions (other than tax) and Contingencies	119.87	151.57	-13.84	271.44	349.06	767.19
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	402.26	449.63	591.50	851.89	641.25	1,440.48
11	Tax Expense	72.02	78.90	180.03	150.92	115.73	260.80
12	Net Profit (+)/Loss (-) from Ordinary activities after Tax (10-11)	330.24	370.73	411.47	700.97	525.52	1,179.68
13	Extraordinary Items (net of tax)	-	-	-	-	-	-
14	Net Profit (+)/Loss (-) for the period (12-13)	330.24	370.73	411.47	700.97	525.52	1,179.68
15	Paid up equity share capital (Face Value Rs 10/-)	312.87	312.44	311.31	312.87	311.31	312.35
16	Reserves excluding revaluation reserves						7,389.27



Sl. No	Particulars	For/As on Quarter ended			For/As on half year ended		Year ended
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
17	Analytical Ratios						
i)	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii)	Capital Adequacy Ratio (%) -Basel III	16.20	17.00	15.28	16.20	15.28	17.45
iii)	Earnings per share (EPS) (Rs) before Extraordinary items (net of Tax expense) * Not Annualized						
	- Basic EPS	10.56*	11.87*	13.22*	22.43*	16.88*	37.87
	- Diluted EPS	10.50*	11.80*	13.17*	22.29*	16.82*	37.64
	Earnings per share (EPS) (Rs) after extraordinary items (net of Tax expense) *Not Annualized						
	- Basic EPS	10.56*	11.87*	13.22*	22.43*	16.88*	37.87
	- Diluted EPS	10.50*	11.80*	13.17*	22.29*	16.82*	37.64
iv)	NPA Ratios as on date						
	Gross NPA	2,324.19	2,315.88	2,051.70	2,324.19	2,051.70	2,292.91
	Net NPA	888.94	877.71	1,028.47	888.94	1,028.47	1,021.27
	% of Gross NPA	3.47	3.68	3.36	3.47	3.36	3.74
	% of Net NPA	1.36	1.43	1.72	1.36	1.72	1.70
(v)	Return on Assets (Annualised)	1.27	1.47	1.70	1.37	1.10	1.21
(vi)	Net worth ¹	8,252.59	8,074.24	7,039.23	8,252.59	7,039.23	7,701.62
(vii)	Outstanding redeemable preference shares	Nil	Nil	Nil	Nil	Nil	Nil
(viii)	Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
(ix)	Debt-equity ratio ² (times)	0.15	0.16	0.16	0.15	0.16	0.18
(x)	Total debts to Total assets ³ (%)	5.03	1.53	6.07	5.03	6.07	1.58
(xi)	Net Interest Margin	3.58	3.68	3.78	3.63	3.56	3.70

1. Networth is calculated as per guidelines under RBI Master Circular on Exposure Norms

2. Debt (excluding deposit) represents borrowings with residual maturity of more than one year and Equity represents total of share capital and reserves less proposed dividend.

3. Total debts represent total borrowings of the bank and total assets is as per the balance sheet.



**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON
SEPTEMBER 30, 2023**

	As on	As on	As on
(₹ in Crore)	30-09-2023	30-09-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Audited)
CAPITAL AND LIABILITIES			
Capital	312.87	311.31	312.35
Reserves and Surplus	8,447.35	7,241.16	7,899.71
Deposits	89,531.50	81,633.40	87,367.91
Borrowings	5,324.21	5,943.69	1,562.72
Other Liabilities and Provisions	2,239.00	1,946.50	1,914.43
TOTAL	1,05,854.93	97,076.06	99,057.12
ASSETS			
Cash and balances with Reserve Bank of India	6,441.91	4,972.24	5,204.24
Balances with Banks and Money at Call & Short Notice	443.63	44.82	955.23
Investments	23,956.48	23,756.71	23,324.87
Advances	65,422.32	59,872.47	59,951.62
Fixed Assets	875.61	855.35	875.36
Other Assets	8,714.98	7,574.47	8,745.80
TOTAL	1,05,854.93	97,076.06	99,057.12



CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2023

(₹ in Crore)

	Half year ended		Half year ended	
	30-Sep-23		30-Sep-22	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit after Tax and Extra Ordinary Items		700.97		525.52
Add:				
Adjustments for :				
Provision for Tax	150.92		115.73	
(Profit)/Loss on sale Fixed Assets	-0.20		0.23	
Depreciation on Fixed Assets including Lease Adjustment charges	36.67		49.83	
Provisions and Contingencies	271.44		349.07	
Amortisation of premium on Held to Maturity Investments	44.94		55.55	
(Profit)/ Loss on Revaluation of Invesments	-30.88		159.18	
Employee Stock Option Compensation Expense	0.43		-	
Write-off of Fixed Assets	-	473.32	-	729.59
Operating Profit Before Working Capital Changes		1,174.29		1,255.11
Adjustment for :				
i) (Increase)/Decrease in Advances & Other Assets	-2,113.00		-3,353.56	
ii) (Increase)/Decrease in Investments	-645.68		-1,931.44	
iii) Increase/(Decrease) in Deposits, Borrowings & Other Liabilities	2,841.27		4,901.31	
iv) Change in Revenue Reserve	-	82.59	-	-383.69
Cash Generated from Operations		1,256.88		871.42
Less: Direct taxes paid		239.38		118.60
Net Cash Flow from Operating Activities (A)		1,017.50		752.82
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets		-37.07		-30.80
Sale of Fixed Assets		0.35		0.50
Investment in wholly owned subsidiary-KBL Services Ltd		-0.25		-0.50
Net Cash used in Investing Activities (B)		-36.97		-30.80
C CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of share capital (net of expenses)		3.37		1.08
Proceeds/(Repayments) from long term borrowings		-101.46		-18.27
Dividend paid (Including Tax on Dividend)		-156.37		-124.52
Net Cash Generated from Financing Activities (C)		-254.46		-141.71
Net Increase in Cash & Cash Equivalents (A+B+C)		726.07		580.31
Cash & Cash Equivalents as at the beginning of the year		6,159.47		4,436.76
Cash & Cash Equivalents as at the end of the period		6,885.54		5,017.07

Note:

- The Cash Flow Statement has been prepared under the Indirect Method and the previous year's figures have been re-grouped wherever necessary.
- Cash and Cash Equivalents comprise of Cash on Hand, Balances with Reserve Bank of India, Balances with Banks and Money at Call and Short Notice.



CONSOLIDATED SEGMENT RESULTS FOR/AS ON QUARTER ENDED SEPTEMBER 30, 2023

(₹ in Crore)

SI. No	Segment-wise Results Particulars	For/As on Quarter ended			For/As on half year ended		Year ended
		30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a)	Treasury Operations	375.06	426.65	362.57	801.71	555.00	1,276.83
b)	Corporate Banking	738.73	765.82	689.29	1,504.55	1,346.75	2,691.29
c)	Retail Banking	1,062.41	958.64	876.98	2,021.05	1,644.72	3,755.78
	- Digital Banking	0.02	0.03		0.05		0.01
	- Other Retail Banking	1,062.39	958.61		2,021.00		3,755.77
d)	Other Banking Operations	96.96	127.37	99.44	224.33	239.11	424.58
e)	Unallocated	3.07	4.11	2.81	7.18	7.38	64.33
	Income From Operations	2,276.23	2,282.59	2,031.09	4,558.82	3,792.96	8,212.81
2	Segment Results (after Provisions before Tax)						
a)	Treasury Operations	64.35	127.64	95.76	191.99	27.99	182.24
b)	Corporate Banking	93.50	154.45	157.51	247.95	323.28	462.36
c)	Retail Banking	410.77	345.77	357.85	756.54	685.07	1,633.83
	- Digital Banking	(0.12)	(0.12)		(0.24)		(0.64)
	- Other Retail Banking	410.89	345.89		756.78		1,634.47
d)	Other Banking Operations	(31.85)	(11.80)	(18.67)	(43.65)	(3.57)	(48.66)
e)	Unallocated (including Provisions & Contingencies)	(134.51)	(166.43)	(0.95)	(300.94)	(391.52)	(789.29)
	Total Profit/(Loss) before tax	402.26	449.63	591.50	851.89	641.25	1,440.48
3	Segment Assets						
a)	Treasury Operations	31,211.88	27,753.67	28,773.77	31,211.88	28,773.77	29,123.40
b)	Corporate Banking	33,632.00	30,609.51	30,332.93	33,632.00	30,332.93	29,970.97
c)	Retail Banking	31,790.32	30,879.90	29,539.54	31,790.32	29,539.54	29,980.65
	- Digital Banking	5.38	5.07		5.38		3.74
	- Other Retail Banking	31,784.94	30,874.83		31,784.94		29,976.91
d)	Other Banking Operations	5,613.64	5,441.33	4,927.14	5,613.64	4,927.14	5,403.09
e)	Unallocated	3,607.09	4,434.67	3,502.68	3,607.09	3,502.68	4,579.01
	Total	1,05,854.93	99,119.08	97,076.06	1,05,854.93	97,076.06	99,057.12
4	Segment Liabilities						
a)	Treasury Operations	28,449.72	25,365.20	26,527.43	28,449.72	26,527.43	26,729.94
b)	Corporate Banking	31,012.24	28,004.21	28,050.75	31,012.24	28,050.75	27,525.14
c)	Retail Banking	29,210.58	28,144.76	27,148.55	29,210.58	27,148.55	27,434.43
	- Digital Banking	5.62	5.19		5.62		4.38
	- Other Retail Banking	29,204.96	28,139.57		29,204.96		27,430.05
d)	Other Banking Operations	5,135.74	4,970.57	4,569.14	5,135.74	4,569.14	4,955.45
e)	Unallocated	3,286.43	4,051.05	3,227.72	3,286.43	3,227.72	4,200.72
	Total	97,094.71	90,535.79	89,523.59	97,094.71	89,523.59	90,845.68
5	Capital employed	8,760.22	8,583.29	7,552.47	8,760.22	7,552.47	8,211.44

PART B: GEOGRAPHIC SEGMENTS: There is only one Segment i.e. Domestic Segment

As per the RBI circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment reporting', 'Digital Banking' has been identified as a Sub-segment under Retail Banking by the Reserve Bank of India (RBI). As on September 30, 2023, the Bank has two DBUs and the segment information disclosed above is related to the said DBUs



NOTES FORMING PART OF THE UNAUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2023.

1. The above Unaudited Standalone and Consolidated Financial Results for the quarter/ half year ended September 30, 2023 have been reviewed by the Audit Committee of the Board at its meeting held on November 1, 2023 and approved by the Board of Directors at its meeting held on November 2, 2023. The same has been subjected to limited review by the Joint Statutory Auditors of the Bank who have issued an unmodified conclusion on the same.
2. These Unaudited Standalone and Consolidated Financial Results have been prepared in accordance with the Accounting Standard 25 - Interim Financial Reporting ("AS 25") and Accounting Standard 21 - Consolidated Financial Statements ("AS 21") prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by Reserve Bank of India ("RBI"), from time to time ('RBI Guidelines') and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('SEBI LODR').
3. The Unaudited Consolidated Financial Results comprise of the Unaudited Financial Results of the Bank and its only wholly owned subsidiary -KBL Services Ltd.
4. The Bank has applied accounting policies in the preparation of these Standalone and Consolidated Financial Results consistent with those followed in the Audited Standalone and Consolidated Financial Statements for the year ended March 31, 2023. Any circular/ direction issued by the RBI is implemented prospectively when it becomes applicable, unless otherwise specifically required under those circulars/directions.
5. The above Unaudited Standalone and Consolidated Financial Results have been arrived at after considering the provisions on the basis of extant guidelines / directives issued by the RBI on Advances, Restructured Accounts, Non-Performing Assets, exposure to entities with Un-Hedged Foreign Currency Exposure, Non Performing Investments etc., and Depreciation on Fixed Assets and Provision for employees' retirement benefits like pension, gratuity, leave encashment and unused sick leave as per actuarial valuations, Income Tax, Deferred Tax and other usual and necessary provisions on estimated basis.



6. Other income includes fees earned from providing services to customers, commission from non-fund based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), profit/ loss on revaluation of investments, recovery in written-off accounts etc.
7. During the quarter ended September 30, 2023, the Bank has made provision of ₹ 38.06 crore (Rs. 76.12 crore during the half year ended September 30, 2023) on estimated basis for wage arrears pending final settlement of 12th Bipartite Settlement of wage revision due from November 1, 2022. Thus, total provision held for wage arrears as on September 30, 2023 aggregated to ₹ 139.56 crore.
8. Details of loan transferred/ acquired during the quarter and half year ended September 30, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
- The Bank has not transferred any stressed loan (Special Mention Account) and any loan not in default.
 - The Bank has not transferred any non-performing Assets (NPAs) during the quarter/ half year ended September 30, 2023.
 - The Bank has neither acquired any stressed loan nor any loan not in default through assignment during the quarter/ half year ended September 30, 2023.
 - The Bank has not acquired any Security Receipts (SR) issued by Asset Reconstruction Companies (ARCs) during the quarter/ half year ended September 30, 2023.
9. The distribution of the Security Receipts (SR's) held by Bank across the various categories of Recovery Ratings assigned to such SRs by the credit rating agencies as on September 30, 2023.

(₹ in Crore)

Recovery Rating Band	Book Cost
RR1	8.83
RR2	39
RR3	76.64
RR4	30.81
RR5	6.91
Rating Withdrawn	136.09
TOTAL	298.28*

* Provision held there against ₹ 298.28 crore



10. Details of resolution plan implemented under the resolution Framework for COVID-19 related Stress as per RBI circular dated August 6, 2020 (Resolution framework 1.00 and May 5, 2021 (Resolution Framework 2.0) are given below: **(₹ in Crore)**

Type of Borrower	(A) Exposure to accounts classified as Standard consequent to implementation of resolution plan- position as at the end of September 30, 2023 (A)	(B) Of (A) aggregate debt that slipped into NPA during the half year ended September 30, 2023	(C) Of (A) amount written off during half year ended September 30, 2023	(D) Of (A) amount paid by the borrowers during the half year ended September 30, 2023.	(E) Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position as at September 30, 2023
Personal loans	262.80	7.51	2.00	60.52	233.40
Corporate persons	4.73	0	0	0.26	4.67
<i>Of which MSMEs</i>	0	0	0	0	0
Others	53.26	0	0	8.23	51.16
Total	320.79	7.51	2.00	69.01	289.23

11. Provision Coverage Ratio as at September 30, 2023, stood at 83.22% (79.97% as at September 30, 2022).
12. On October 26, 2023, the Bank allotted 334,00,132 equity shares of ₹ 10/- each for cash pursuant to a Preferential Issue as per the relevant provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 at a price of ₹ 239.52 per share aggregating to ₹ 800 crore (including share premium).
13. During the quarter ended September 30, 2023, the Bank has allotted 4,27,357 equity shares (5,14,206 equity shares during the half year ended September 30, 2023) of face value of ₹ 10/- each, pursuant to the exercise of Employee Stock Options Scheme.
14. In accordance with RBI guidelines, consolidated Pillar 3 disclosures including Leverage Ratio, Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) under the Basel III Capital Regulations have been made available on our website at following link: <https://karnatakabank.com/regulatory-disclosures>. These disclosures have not been subjected to limited review by the Joint Statutory Auditors of the Bank.



15. The ratios and other information which are to be disclosed as per Regulation 52(4) of the SEBI LODR have been disclosed to the extent considered applicable.
16. Status of Investor Complaints received during the half year ended September 30, 2023 :

Particulars	Complaints un-resolved at the beginning of the period	Complaints received during the period	Complaints resolved during the period	Complaints un-resolved at the end of the period
Quarter end	-	1	1	-
Half year end	-	2	2	-

17. Previous period's figures/ ratios have been regrouped/ reclassified, wherever necessary to conform to current period's classification and presentation.

For and on behalf of Board of Directors

Place: Mangaluru

Date: November 2, 2023



Srikrishnan H

Managing Director & CEO

DIN: 00318563

