



Karnataka Bank Ltd.

Estd : 1924

CIN : L85110KA1924PLC001128

Regd. & Head Office
P.B. No. 599, Mahaveera Circle
Kankanady, Mangalore – 575 002

Phone : 0824 - 2228222 Fax : 0824-2225588
Website : www.karnatakabank.com
email : info@ktnkbank.com

SECRETARIAL DEPARTMENT

12.07.2018

HO: SEC:231 :2018-19

1. The Manager
Listing Department
National Stock Exchange of India Limited.,
Exchange Plaza,C-1, Block G
Bandra-Kurla Complex, Bandra (E),
MUMBAI-400 051

2. The General Manager,
BSE Limited
Corporate Relationship Dept
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI-400 001

Dear Sir,

We enclose copy of the press communiqué released by us for your kind information.

Thank You,

Yours faithfully,


COMPANY SECRETARY

OR/856/18-19



Karnataka Bank Ltd.

Your Family Bank. Across India.

Regd. & Head Office
P. B. No.599, Mahaveera Circle
Kankanady
Mangaluru – 575 002

Phone : 0824-2228325 Fax: 0824-2225587
E-Mail : pr@ktkbank.com
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CIN : L85110KA1924PLC001128

CORPORATE PLANNING DEPARTMENT

PRESS RELEASE

Date: 12-07-2018

KARNATAKA BANK Q1 PROFIT UP BY 21.96 % TO ₹ 163.24 CRORES

Karnataka Bank posted a Net Profit of ₹ 163.24 crores, during Q1 of FY 2018-19 with a growth rate of 21.96% as against ₹ 133.85 crore during Q1 of 2017-18. This is the highest ever quarterly profit declared by the Bank. The previous best was ₹ 138.37 crores during Q4 of FY17.

The operating profit of the Bank has also increased from ₹ 309.70 crore to ₹ 368.88 crore showing a growth rate of 19.11 %. The Net Interest Income also has increased by 10.40% on year-on-year basis to ₹ 468.58 crore from ₹ 424.42 crore.

In the Meeting of the Board of Directors held today here in Mangaluru, the Board has approved the financial results for the quarter ended June 30, 2018.

The business turnover of the Bank has touched ₹ 1,10,456 crore as on 30-06-2018, registering a growth rate of 16.72% on year-on-year basis. The deposits of the Bank grew from ₹ 56,227 crore to ₹ 62,725 crore with a y-o-y growth rate of 11.56%.

Advances grew from ₹ 38,405 crore to ₹ 47,731 crore with a y-o-y growth rate of 24.28%. The CD ratio has improved to 76.10 % from 68.30%, as on 30-06-2018.

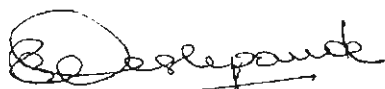
Gross NPAs stood at 4.72% compared to 4.92% reported in the previous quarter i.e as of 31-03-2018. Net NPAs also declined to 2.92% from that of 2.96% as of 31-03-2018.

Expressing his satisfaction on the Q1 result of the Bank, Shri Mahabaleshwara M. S., Managing Director & CEO of the Bank, described the result as "Efficiency driven performance which has taken care of both bottom line as well as top line" and observed that, "Q1 results are the testimony for the ability of the Bank to grow at a faster pace by further improving its fundamentals. Highest ever quarterly profit, historically high CD ratio, reduction in slippages, moderating NPAs, improved NIM & NII etc., are clear indications of robustness of future growth prospects of the Bank. Bank will continue to focus on customer service and will have a hall mark of consistent performance in the days to come".

PERFORMANCE HIGHLIGHTS

(Rupees in Crore)

Parameters	Q1 FY 2018-19	Q1 FY 2017-18	% change / Variation
Net Profit	163.24	133.85	21.96
Operating Profit	368.88	309.70	19.11
Total Income	1,616.44	1,547.94	4.43
Net Interest Income	468.58	424.42	10.40
Other Income	208.80	217.39	-3.95
Net Interest Margin (%)	3.00%	2.97%	3 bps
Return on Assets (%)	0.91%	0.83%	8 bps
Gross NPA %	4.72%	4.34%	38 bps
Net NPA %	2.92%	3.20%	-28 bps
CRAR (%) [Basel III]	11.60%	13.02%	-142 bps
CD Ratio (%)	76.10%	68.30%	780 bps
Deposits	62,724.72	56,227.45	11.56
Advances	47,731.23	38,405.29	24.28
Business Turnover	1,10,455.95	94,632.74	16.72



Srinivas Deshpande
CHIEF MANAGER - PUBLIC RELATIONS