



Karnataka Bank Ltd.

Your Family Bank. Across India.

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

Phone : 0824-2228222
E-Mail : comsec@ktkbank.com
Website : www.karnatakabank.com
CIN : L85110KA1924PLC001128

SECRETARIAL DEPARTMENT

01.11.2022

HO:SEC:181:2022-23

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

Scrip Code: **KTKBANK**

Scrip Code: **532652**

Dear Sir,

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

Thank You,
Yours faithfully,

Shailesha Barve
**ASST. COMPANY SECRETARY &
COMPLIANCE OFFICER**



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Mangaluru – 575 002

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BRANCH BANKING & DIGITAL CHANNELS DEPARTMENT

PRESS RELEASE

Date: 01-11-2022

**KARNATAKA BANK POSTS ALL-TIME HIGH QUARTERLY NET PROFIT OF
Rs 411.47 CRORE WITH 228 % YoY JUMP**

Karnataka Bank posted an all-time high quarterly Net Profit of Rs 411.47 crore, for the quarter ended Sept-2022, and the net profit grew by 228% compared to the Sept 2021 quarter net profit of Rs 125.45 crore.

In the Meeting of the Board of Directors held today at Mangaluru, the Board has approved the financial results for the quarter and the half year that ended September 30, 2022. Furthermore, for the half year ended September 2022, the net profit stood at Rs 525.52 crore, which is also an all-time high against Rs 231.36 crore of September 2021.

For the quarter ending September 2022, the Net Interest Income also increased by 26.00 % to Rs 802.73 crore from Rs 637.10 crore.

The NPAs have also further moderated as the GNPA's reduced to 3.36 % against 4.03% as of 30/06/22, while NNPA's also reduced to 1.72 % against 2.16% as of 30/06/22. About a year back, i.e. as of 30/09/2021, the GNPA was at 4.52 %, and NNPA was at 2.85 %.

The business turnover of the Bank has touched a new high of Rs 1,41,505.87 crore as of 30/09/2022. Y-o-Y, the deposits of the Bank grew from Rs 76,921.53 crore to Rs 81,633.40 crore, and advances grew from Rs 54,341.57 crore to Rs 59,872.47 crore. The CD ratio of the Bank stood at 73.34%.

The Bank's Capital Adequacy Ratio stood at 15.28 % compared to 14.48 % as of 30-09-2021.

The Net Interest Margin has improved to 3.56 % from 3.15% as of 30/09/2021.

Expressing his happiness on the Q2 FY23 result of the Bank, Shri Mahabaleshwara M.S., Managing Director & CEO of the Bank, said, "Our all-time high Q2FY23 result represents the tipping point of the Bank's reinvigorated trajectory. Our disciplined execution and aggressive digitalisation, combined with our commitment to superior customer experience, is fortifying Karnataka Bank's reputation for delivering sustained profitable growth. The milestone of reaching Rs 411.47 crore of net profit earned during the quarter is the highest-ever quarterly profit earned by the Bank. Similarly, Rs 525.52 crores of half-yearly net profit is also a new high. In just six months of the current year, we have already surpassed the last year's total annual net profit of Rs 507.99 crores. The significant jump in net profit is mainly because of improved earnings, improved asset quality, healthy growth of advances, cost containment, and efficiency enhancement, among others. It is also noteworthy that our core fundamentals across all key performance parameters, such as NIM, PCR, ROI, ROA, and CASA Ratio, among others, have improved materially, signifying the arrival of a 'New KBL' as envisaged in our Transformation Journey 'KBL-VIKAAS'. I am sure that as we cross our 100th year next year, the Bank will continue to create new

benchmarks of performance with its ever-growing customer base, user-friendly digital products and committed employees".

PERFORMANCE HIGHLIGHTS

[Rupees in Crore]

Parameters	Quarter Ended			Half Year Ended		
	30-09-2022	30-09-2021	Variation [%]	30-09-2022	30-09-2021	Variation [%]
Net Profit	411.47	125.45	228.00	525.52	231.36	127.14
Operating Profit	577.66	493.45	17.07	990.31	897.23	10.37
Net Interest Income	802.73	637.10	26.00	1490.29	1,211.89	22.97
Fee-based Income	194.90	163.44	19.25	418.95	354.88	18.05
Advances	59,872.47	54,341.57	10.18	59,872.47	54,341.57	10.18
Deposits	81,633.40	76,921.53	6.13	81,633.40	76,921.53	6.13
CD Ratio	73.34	70.65	269 bps	73.34	70.65	269 bps
Business Turnover	1,41,505.87	1,31,263.10	7.80	1,41,505.87	1,31,263.10	7.80
Gross NPA [GNPA] per cent	3.36	4.52%		3.36	4.52%	
Net NPA [NNPA] per cent	1.72	2.85%		1.72	2.85%	
Return on Asset	1.70	0.57%		1.10	0.53%	
Return on Equity	22.30	7.41%		14.35	6.89%	
Net Interest Margin	3.78	3.31%		3.56	3.15%	

Karnataka Bank Limited

Incorporated in 1924, **Karnataka Bank Limited (KBL)** is a Scheduled Commercial Bank under Private Sector, serving customers across India. The Bank has ~8,500+ employees and a presence across the metro, urban, semi-urban, and rural centres. The Bank offers personal and business loans to retail, mid-corporate and corporate customers, including the priority sectors such as agriculture and MSMEs, together with large enterprises, housing, personal loans, NBFCs and infrastructure. KBL also offers Savings and Current Accounts; Fixed, Abhyudaya Cash Certificate, Recurring Deposits; and Non-Resident Banking services.

The Bank has undergone a digital transformation over the past four years, led by its end-to-end digital channel, which focuses on mobile & internet banking, customer journeys, automated assistance and data analytics. Labelled as '**KBL VIKAAS 2.0**', the

Bank is currently undergoing an accelerated new transformation journey KBL-NxT that will give it resilience for the next few decades of its continual journey. As we advance, the Bank is aiming to become a new-age, '**Digital Bank of the Future**'. It aims to do this by adopting cutting-edge technology and integrating its digital and physical infrastructure.

For more details, contact:

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Sathyanarayanan P V
CHIEF MANAGER