

KARNATAKA BANK LIMITED

Regd. Office: Mangalore – 575002

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30.06.2013

(Rs. in Lakhs)

		Quarter ended 30.06.2013 (Reviewed)	Quarter ended 31.3.2013 (Audited)	Quarter ended 30.06.2012 (Reviewed)	Year ended 31.03.2013 (Audited)
1	Interest Earned (a+b+c+d)	99785	96114	89333	376429
a)	Interest/Discount on advances/ bills	75814	72684	67146	281772
b)	Income on Investments	23836	23823	21251	93843
c)	Interest on balances with Reserve Bank of India and other inter bank funds	128	113	21	367
d)	Others	7	-506	915	447
2	Other Income	20595	12918	9533	39764
3	TOTAL INCOME (1+2)	120380	109032	98866	416193
4	Interest expended	74775	73974	67144	286056
5	Operating expenses (i+ii)	19854	19699	14829	66604
i)	Employees Cost	11513	11251	8538	37508
ii)	Other operating Expenses	8341	8448	6291	29096
6	TOTAL EXPENDITURE ((4+5) excluding provisions & Contingencies)	94629	93673	81973	352660
7	Operating Profit before provisions & contingencies (3-6)	25751	15359	16893	63533
8	Provisions (other than tax) and Contingencies	7289	5429	5706	17115
9	Exceptional Items	0	0	0	0
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	18462	9930	11187	46418
11	Tax Expense	9045	3191	2844	11610
12	Net Profit (+)/Loss (-) from Ordinary activities after Tax (10-11)	9417	6739	8343	34808
13	Extraordinary Items (net of tax expense)	0	0	0	0
14	Net Profit (+)/Loss (-) for the period (12-13)	9417	6739	8343	34808
15	Paid up equity share capital Face Value Rs 10/-)	18836	18835	18830	18835
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)	266873	266873	240992	266873
17	Analytical Ratios				
i)	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
ii)	Capital Adequacy Ratio (%)				

	Basel II	14.08	13.22	12.50	13.22
	Basel III	13.86	NA	NA	NA
iii)	Earning per share (EPS) (Rs) before Extraordinary items (net of Tax expense) * Not Annualized				
	- Basic EPS	5.00*	3.58*	4.43*	18.48
	- Diluted EPS	4.99*	3.57*	4.43*	18.46
	Earnings per share (EPS) (Rs) after Extraordinary items (net of Tax expense) *Not Annualized				
	- Basic EPS	5.00*	3.58*	4.43*	18.48
	- Diluted EPS	4.99*	3.57*	4.43*	18.46
iv)	NPA Ratios as on date				
	Gross NPA	82299	63886	72729	63886
	Net NPA	49189	37775	42976	37775
	% of Gross NPA	3.22	2.51	3.31	2.51
	% of Net NPA	1.96	1.51	1.99	1.51
	Return on Assets	0.90	0.89	0.90	0.89
18	Public Shareholding				
	No of shares	188348904	188343110	188294456	188343110
	Percentage of share holding	100%	100%	100%	100%
19	Promoters and Promoter group shareholding				
	a) Pledged /encumbered				
	-Number of shares	NA	NA	NA	NA
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA
	-Percentage of shares (as a % of the total share capital of the company.	NA	NA	NA	NA
	b) Non-encumbered				
	-Number of shares	NA	NA	NA	NA
	- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA
	-Percentage of shares (as a % of the total share capital of the company.	NA	NA	NA	NA

SEGMENT RESULTS FOR THE QUARTER ENDED 30.06.2013

	Particulars	Quarter ended 30.06.2013 (Reviewed)	Quarter ended 31.03.2013 (Audited)	Quarter end 30.06.2012 (Reviewed)	Year ended 31.03.2013 (Audited)
		(Rs. in Lakhs)			
1	Segment Revenue				
	(a) Treasury Operations	33248	26592	24693	104395
	(b) Corporate Banking	38380	37493	32790	134912
	(c) Retail Banking	45424	43190	38792	169545
	(d) Other Banking Operations	3328	1757	2591	7341
	Total	120380	109032	98866	416193
2	Segment Results (after Provisions before Tax)				
	(a) Treasury Operations	7671	-825	256	-2595
	(b) Corporate Banking	1471	3375	546	7285
	(c) Retail Banking	7252	7157	9478	39486
	(d) Other Banking Operations	2687	907	1466	4645
	Total	19081	10614	11746	48821
	Less: Unallocable Expenditure	619	684	559	2403
	Profit before Tax	18462	9930	11187	46418
3	Capital employed				
	(a) Treasury Operations	125587	116054	117220	116054
	(b) Corporate Banking	85130	87647	77012	87647
	(c) Retail Banking	83116	80750	72707	80750
	(d) Other Banking Operations	21	23	42	23
	(e) Unallocated	1274	1234	1188	1234
	Total	295128	285708	268169	285708

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

Notes forming part of the un-audited financial results for the quarter ended 30.06.2013

1. The above interim financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in their meetings held on 31.07.2013. The same has been subjected to limited review by the Statutory Central Auditors of the Bank;
2. For the preparation of these financial results, the Bank has followed the same accounting policies and generally accepted practices adopted for the preparation of audited financial statements for the year ended 31st March, 2013.
3. The above interim financial results have been arrived at after considering the provision for loan losses and depreciation on investment as per RBI guidelines. Provision for employees' retirement benefits like pension and gratuity, provision for arrears of salary pending negotiation and wage settlement, provision for income tax and other contingencies for the current period have been made on an estimated and proportionate basis, which are subject to year-end adjustments, if any.
4. As permitted by the Reserve Bank of India vide their letter DBOD. No. BP. BC. 15896/21.04.018/2010-11 dated 8th April, 2011 the Bank has during the quarter ended June 2013 debited its Profit & Loss Account a sum of Rs. 785 lakhs towards proportionate share of the unamortized liability of Pension and Gratuity as of 31st March 2011 and the balance of the unamortized portion will be dealt with as per the guidelines of the Reserve Bank of India.
5. In terms of RBI circular DBOD. No. BP.BC.88/21.06.201/2012-13 dated 28-03-2013, banks have been advised to disclose Capital adequacy ratio computed under Basel III regulations for the quarter ended 30th June 2013. Accordingly, corresponding details for the previous year/period are not furnished.
6. The figures for the quarter ended 31st March 2013 are the balancing figures between the audited figures in respect of the full financial year ended 31st March 2013 and the published year-to-date figure up to the end of the third quarter of the financial year ended 31st March 2013
7. The business of the Bank has been classified into 4 segments i.e., (a) Treasury Operations; (b) Corporate & Wholesale Banking; (c) Retail banking and (d) Other Banking Operations. Since the bank does not have any overseas branch, reporting under geographic segment does not arise. Segment assets have been identified and segment liabilities have been allocated on the basis of segment assets. The segment results are annexed.
8. Disclosure about investor complaints: Complaints at the beginning of the period –NIL; Received during the period 6; Disposed off during the period 6 Unresolved as on 30.06.2013 –NIL-.

9. Corresponding previous period figures have been regrouped/ rearranged wherever necessary to make them comparable with current period figures.

Analysis of Financial Results June 2013 [click here](#)

By order of the Board

**P Jayarama Bhat
Managing Director & C.E.O**

**For R K Kumar & Co.,
Chartered Accountants
Firm Regn. No. 001595S**

**For Kamath & Rau
Chartered Accountants
Firm Regn. No. 001689S**

**(G. Naganathan)
Membership No. 022156**

**(Srinivas S Kamath)
Membership No. 201716**

Place: Mangalore
Date: 31.07.2013