

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

27.01.2024

HO:SEC:311:2023-24

- | | |
|---|--|
| <p>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
Scrip Code: KTKBANK</p> | <p>2. The General Manager
BSE Limited
Corporate Relationship Dept
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI-400 001
Scrip Code: 532652</p> |
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Madam / Dear Sir,

Sub: Press Release - Karnataka Bank intends to issue equity share capital up to ₹ 700 crore out of which ₹ 100 crore on a Preferential Basis and balance ₹ 600 crore in one or more tranches through permitted means

Pursuant to Regulation 30 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith a copy of the press communiqué released by us for your kind information and dissemination.

Yours faithfully,

Sham K
**Company Secretary &
Compliance Officer**



Karnataka Bank Ltd.

Your Family Bank, Across India.



Regd. & Head Office
P. B. No.599, Mahaveera Circle
Kankanady
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MEDIA MARKETING, CUSTOMER EXPERIENCE & PUBLIC RELATIONS

PRESS RELEASE

Date: 27-01-2024

Karnataka Bank intends to issue equity share capital up to ₹ 700 crore out of which ₹ 100 crore on a Preferential Basis and balance ₹ 600 crore in one or more tranches through permitted means

The Board of Directors of Karnataka Bank, in its meeting held on September 22, 2023 had approved to raise equity capital up to an amount of ₹ 1,500 crore in Indian/ permitted foreign currency, in Indian and/ or overseas markets through issue of equity shares by way of Qualified Institutional Placement, Preferential Issue, Rights Issue, or any other permissible mode of capital issue, subject to such necessary regulatory / statutory approvals as the case maybe and shareholders' approval. Accordingly, the Bank had raised an amount upto ₹ 800 crore by way of Preferential Issue of Equity Shares on October 26, 2023.

The Board of Directors in its meeting held today had approved to raise balance ₹ 700 crore by way of Preferential Issue for an amount upto ₹ 100 crore and an amount aggregating up to ₹ 600 crore through, private placement(s), qualified institutions placement(s) and/or any combination thereof or any other method as may be permitted under applicable laws, subject to such necessary regulatory / statutory approvals as the case maybe and shareholders' approval.

The Board has approved the issuance of up to 37,72,730 equity shares of face value of ₹ 10/- to ICICI Lombard General Insurance Company Limited ("Proposed Allottee"), at a price of ₹ 265.06/- per equity share (including premium of ₹ 255.06/- per share), amounting to an aggregate of up to ₹ 100 crore (Rupees One Hundred Crore only) on a preferential basis, subject to approval of shareholders of the Bank and other regulatory approvals as may be required.

The Board has also approved to issue, offer and allot equity shares of face value of ₹ 10/- each fully paid-up, to permitted investors in terms of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2015, at such price as may be permitted under applicable law, amounting to an aggregate of up to ₹ 600 crore through private placement(s), qualified institutions placement(s) and/or any combination thereof or any other method as may be permitted under applicable laws.

The proposed issue will help the bank strengthen its' financial foundation for future growth. The proceeds of this issue will be primarily used to meet the needs of the growing

business of the bank, including long-term capital requirements and for general corporate purposes.

Mr. Srikrishnan H., MD & CEO of Karnataka Bank, stated, "This proposed capital infusion is a validation of our positioning for growth and stability. We welcome ICICI Lombard General Insurance Company Limited to our CapTable adding to the already well represented Institutional holdings. We are confident about our follow-up funding round that will attract marquee investors standing by our committed performance in the future."

Mr. Sekhar Rao, Executive Director of Karnataka Bank, stated, "Our journey of growth and innovation will be further accelerated by the proposed capital raise. This will enable us to explore innovative options for growth and support our ambitions to expand our reach, embrace digital transformation, support partnerships and deliver value to all stakeholders."

NovaaOne Capital, a SEBI-registered Merchant Banker, is acting as financial advisor to the bank on fund raise through preferential issue.

The link to the outcome of the Board meeting, held today, is as follows:
<https://karnatakabank.com/investor-portal/corporate-announcements>

Sd/-
Madhava V P
ASSISTANT GENERAL MANAGER

About Karnataka Bank Limited

Karnataka Bank emphasizes personalized service for all customers, regardless of their business size or goals. They offer a wide range of customized products and services, including loans, deposits, and international banking solutions. The bank is committed to using modern technology to enhance customer experiences while maintaining a high standard of professionalism and fostering long-term relationships.