

Jammu & Kashmir Bank Limited

Corporate Headquarters
M A Road, Srinagar 190001
Kashmir, India
CIN: L65110JK1938SGC000048

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Board Secretariat

Ref:-JKB/BS/F3652/2021/169
Date: 09th February, 2021

National Stock Exchange of India Ltd
Exchange Plaza 5th Floor
Plot No. C/1 G-Block
Bandra Kurla Complex
Bandra (E) Mumbai - 400 051
Symbol: J&KBANK

The BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001
Scrip Code:532209

SUB:- REVIEWED FINANCIAL RESULTS OF THE BANK FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020 (Standalone & Consolidated)

Dear Sirs,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith a copy of the Reviewed Financial Results of the Bank for the Quarter and Nine Months ended 31st December, 2020.

The Results were taken on record by the Board of Directors in their meeting held today i.e. 09th February, 2021.

The Meeting ended at 05:00 P.M.

This is for your information and appropriate dissemination.

Thanking you

Yours faithfully
For Jammu & Kashmir Bank Ltd.

A handwritten signature in blue ink, appearing to read 'Shafi Mir', is written over a faint, light blue circular stamp.

(Mohammad Shafi Mir)
Company Secretary

Independent Auditor's Review Report on Standalone Unaudited Financial Results for the Quarter and Nine months ended 31st December 2020 of the Jammu & Kashmir Bank Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Jammu and Kashmir Bank Limited
Srinagar

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of **Jammu and Kashmir Bank Limited** ('the Bank') for the ended **31st December 2020** being submitted by the Bank pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015(as amended), including relevant circular issued by the SEBI from time to time, except for the disclosures relating to Pillar 3 disclosure as at 31st December 2020, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement, and have not been reviewed by us.
2. The Statement, which is the responsibility of the Bank's management and has been approved by the Bank's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25, Interim Financial Reporting ('AS 25'), prescribed under Section 133 of the Companies Act, 2013, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time ('the RBI guidelines') and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are free of material misstatement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The financial results incorporate the relevant returns of 154 branches and Treasury operations reviewed by us, out of which 131 branches were reviewed through Core Banking System ('CBS') of the Bank and management inputs, 181 branches reviewed by other Chartered Accountants, Cost Accountants and Banks' own officials (retired) acting as Concurrent auditors of the Bank and un-reviewed in respect of 616 branches. In the conduct of our Review, in addition to 154 branches and Treasury operations reviewed by us, we have relied on the review reports in respect of non-performing assets received from concurrent auditors of aggregating 181 branches. These review reports cover 75.21 % (of which 50.58 % covered by us) of the advances portfolio of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from un-reviewed branches/other offices and generated through centralized database of the Bank's Head Office.
5. Based on our review conducted as above, subject to limitations in scope as mentioned in para 3 above and read with Notes to Accounts, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable accounting

standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters, except for the disclosures relating to Pillar 3 disclosure including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us, or that it contains any material misstatement.

6. Emphasis of Matter

We draw your attention to

- i. Note No. 14 of the Statement regarding extent of impact of COVID-19 on the bank's operations and financial position.
- ii. Note No.16 of the Statement stating that bank has not downgraded advance portfolio aggregating Rs. 4,591.20 Crores as NPA in compliance of interim order of Hon'ble Supreme Court of India with consequential effect on NPA ratios. The Bank has made additional provision of Rs.75.05 crores in this quarter as a matter of prudence.
- iii. Note No.19 of the Statement regarding financial impact of scrapping of Roshni Act which is yet to be assessed.

Our conclusion is not modified in respect of this matter.

For O P Garg & Co.
Chartered Accountants

FRN:01194N



(CA. Sanjeev Kumar Gupta)

Partner

M.No. 097922

UDIN: 21097922

AAAACP9020

Place: Srinagar

Dated: 9th February 2021

For Verma Associates.
Chartered Accountants

FRN:02717N



(CA. Madan Verma)

Partner

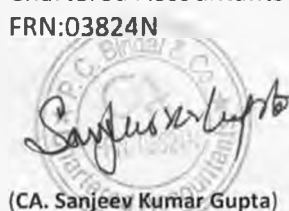
M.No.081631

UDIN: 21081631

AAAAR K377

For P C Bindal & Co.
Chartered Accountants

FRN:03824N



(CA. Sanjeev Kumar Gupta)

Partner

M.No.075028

UDIN:

21075028
AAA AAAA3744

For K.K.Goel & Associates.
Chartered Accountants

FRN:05299N



(CA. Anil Kumar Gupta)

Partner

M.No.501373

UDIN: 2101373

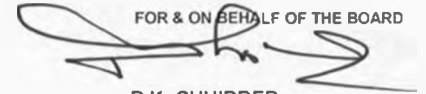
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STANDALONE BALANCE SHEET AS AT 31ST DECEMBER, 2020

(₹ IN CRORES)

		As at 31.12.2020	As at 31.12.2019	As at 31.03.2020
CAPITAL AND LIABILITIES				
Capital	1	71.36	55.70	71.36
Reserves and Surplus	2	6438.49	5725.09	6322.12
Deposits	3	103804.23	93170.08	97788.23
Borrowings	4	2016.29	2020.67	2019.58
Other Liabilities and Provisions	5	3667.38	2621.15	2670.81
TOTAL :-		115997.75	103592.69	108872.10
ASSETS				
Cash and Balance with Reserve Bank of India	6	3789.22	4232.33	2947.48
Balance with Banks & Money at Call & Short Notice	7	6258.82	2321.16	6835.35
Investments	8	28332.20	23480.18	23052.24
Advances	9	66545.32	64488.06	64399.07
Fixed Assets	10	2010.48	1685.06	2070.52
Other Assets	11	9061.71	7385.90	9567.44
TOTAL :-		115997.75	103592.69	108872.10

FOR & ON BEHALF OF THE BOARD



R.K. CHHIBBER

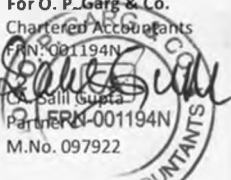
Chairman & Managing Director
DIN: 08190084

Place : Srinagar

Dated : 09/02/2021

In terms of our report of even date annexed

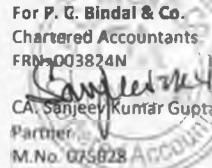
For O. P. Garg & Co.
Chartered Accountants
FRN: 001194N
CA. Salil Gupta
Partner
FRN-001194N
M.No. 097922



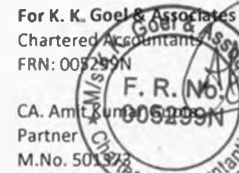
For Verma Associates
Chartered Accountants
FRN: 002717N
FRN-002717N
CA. Madan Verma
Partner
M.No. 081631



For P. G. Bindal & Co.
Chartered Accountants
FRN: 003824N
CA. Sanjeev Kumar Gupta
Partner
M.No. 075828



For K. K. Goel & Associates
Chartered Accountants
FRN: 008299N
F. R. No. 008299N
CA. Amit Kumar
Partner
M.No. 501373



Place : Srinagar
Date: 09/02/2021

THE JAMMU & KASHMIR BANK LTD. CORPORATE HEADQUARTERS, M. A. ROAD, SRINAGAR-190001 CIN: L65110JK1938SG000048							SEGMENT RESULTS							
STANDALONE FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2020							Description							
S.No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED			Description	QUARTER ENDED			NINE MONTHS ENDED		
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
(₹ In Crores)							(₹ In Crores)							
	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	AUDITED	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	AUDITED	
1	Interest Earned (a+b+c+d)	2076.37	2044.84	2097.38	6159.83	6290.20	8446.29	1) Segment Revenue (Income)						
a)	Interest/Discount on Advances/Bills	1576.47	1544.70	1591.91	4633.69	4916.53	6572.50	i) Treasury Operations	540.64	551.57	486.19	1781.26	1439.10	1634.24
b)	Income on Investments	425.80	434.81	397.32	1291.01	1198.22	1607.61	ii) Corporate/Wholesale Banking	526.85	470.84	600.89	1475.36	2009.86	2611.12
c)	Interest on Balance with R.B.I. & Other Inter Bank Funds	74.07	65.33	78.09	234.80	175.37	266.03	iii) Retail Banking	1424.61	1385.52	1257.85	4089.29	3786.37	5134.45
d)	Others	0.03	0.00	0.04	0.03	0.09	0.15	iv) Other Banking Business	12.37	11.99	7.75	32.01	28.59	45.87
2	Other Income	271.65	149.83	128.88	540.90	425.01	545.92	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
3	Total Income (1+2)	2348.02	2194.67	2226.26	6700.73	6715.21	8992.21	Total	2613.47	2416.92	2332.89	7377.92	7263.92	9725.68
4	Interest Expended	1073.24	1100.96	1182.71	3308.12	3570.77	4739.82	Less: Inter Segment Revenue	-286.45	-226.45	-156.67	-677.49	-548.71	-723.47
5	Operating Expenses (HII)	713.31	690.32	667.75	2097.38	2001.53	2727.54	Net Income from Operations	2346.02	2194.47	2196.02	6700.43	6715.21	8992.21
i)	Employee Cost	504.48	501.46	468.13	1514.38	1366.33	1886.05	2) Segment Results						
ii)	Other Operating Expenses	208.83	188.86	199.62	583.00	635.20	841.49	i) Treasury Operations	155.22	62.93	33.41	281.02	100.90	165.59
6	Total Expenditure (4+5)	1784.55	1791.28	1860.46	5403.55	5572.30	7467.16	ii) Corporate/Wholesale Banking	(126.78)	(59.14)	30.04	(177.00)	(793.29)	(1041.54)
7	Operating Profit before Provisions and Contingencies (3-6)	564.77	403.71	338.56	1398.88	1142.91	1525.05	iii) Retail Banking	347.91	352.14	222.00	961.22	545.13	743.53
8	Provisions (Other than tax) and Contingencies	457.61	324.92	283.22	1048.90	2004.81	2925.10	iv) Other Banking Business	12.01	11.62	7.76	30.83	28.59	44.07
9	Of which provisions for NPA (Prov. For Bad & Doubtful Debts)	234.43	235.64	370.81	878.47	1938.45	2522.66	v) Un-Allocated Business	(262.50)	(289.28)	(240.87)	(848.09)	(743.03)	(1011.70)
10	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00	Profit(Loss) from Ordinary Activities (Before Tax)	105.86	78.27	52.34	247.98	(861.70)	(1100.03)
11	Profit (+) Loss (-) from ordinary activities before tax (7-8-10)	105.86	78.27	52.34	247.88	(861.70)	(1100.03)	Less: Tax Expenses/(credit)	36.92	34.34	2.70	131.61	(16.39)	39.36
12	Tax Expenses	39.92	34.34	2.70	131.61	(16.39)	39.36	Less: Extraordinary Profit/(Loss)	6.00	6.00	0.00	6.00	6.00	0.00
	Income Tax Provisions (incl. current tax)	53.81	61.32	0.00	199.23	0.00	71.91	3) Segment Assets						
	Deferred Tax Assets/(Liability)	(13.89)	(26.98)	2.70	(67.62)	(16.39)	(32.55)	i) Treasury Operations	38339.97	34152.05	29769.95	38339.97	29769.95	34279.76
13	Profit (+) Loss (-) from ordinary activities after tax (11-12)	65.84	43.93	49.64	116.37	(845.31)	(1139.41)	ii) Corporate/Wholesale Banking	22203.01	23341.66	26318.88	22203.01	26318.88	24921.68
14	Extraordinary items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00	0.00	iii) Retail Banking	55454.64	54816.77	47477.49	55454.64	47477.49	49670.53
15	Net Profit (+) Loss (-) for the period (13-14)	65.84	43.93	49.64	116.37	(845.31)	(1139.41)	iv) Other Banking Business	0.12	0.12	26.39	0.12	26.39	0.13
16	Paid-up Equity Share Capital (Face Value Rs. 1/- per share)	71.36	71.36	55.70	71.36	55.70	71.36	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
17	Reserves excluding Revaluation Reserves							Total:-	115997.74	112310.60	103992.69	115997.74	103992.69	108872.10
18	Revaluation Reserves							4) Segment Liabilities						
19	Analytical Ratios							i) Treasury Operations	47.84	41.88	49.15	47.64	49.15	20.81
(i)	Percentage of Shares held by Govt. of J&K	68.18%	68.18%	59.23%	68.18%	59.23%	68.18%	ii) Corporate/Wholesale Banking	27152.85	26190.83	26302.19	27152.85	26302.19	27372.64
(ii)	Capital Adequacy Ratio % (BASEL III)	8.56%	8.57%	8.15%	8.56%	8.15%	8.42%	iii) Retail Banking	82287.34	79633.92	71460.56	82287.34	71460.56	75085.10
(iii)	(CET1 Ratio)	10.05%	10.05%	9.66%	10.05%	9.66%	9.88%	iv) Other Banking Business	0.06	0.05	0.00	0.06	0.00	0.07
(iv)	(TIER1 Ratio)	10.05%	10.05%	9.66%	10.05%	9.66%	9.88%	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
(v)	Earning per Share (EPS) (Rs.)							Total:-	109487.89	105860.68	97811.91	109487.89	97811.91	102478.62
a)	Basic and diluted EPS before Extraordinary items							5) Capital Employed						
(net of tax expense) for the period, for the year to date and for the date and for the previous year (* not annualized)	0.92*	0.62*	0.89*	1.63*	(15.18)*	(15.97)		(Segment assets-Segment Liabilities)						
b)	Basic and diluted EPS after Extraordinary items for the year to date and for the previous year (* not annualized)	0.92*	0.62*	0.89*	1.63*	(15.18)*	(15.97)	i) Treasury Operations	38292.33	34110.17	29720.80	38292.33	29720.80	34258.95
(vi) NPA Ratio's								ii) Corporate/Wholesale Banking	(4949.84)	(2649.17)	16.67	(4949.84)	16.67	(2450.96)
a)	Amount of Gross NPAs	6196.06	6317.09	7711.60	6196.06	7711.60	7671.63	iii) Retail Banking	(26832.70)	(24817.15)	(23983.07)	(26832.70)	(23983.07)	(25414.57)
b)	Amount of Net NPAs	1664.32	2023.32	2610.32	1664.32	2610.32	2243.82	iv) Other Banking Business	0.06	0.07	26.39	0.06	26.39	0.06
c)	% of Gross NPAs to Gross Advances	8.71%	8.87%	11.06%	8.71%	11.06%	10.67%	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
d)	% of Net NPAs to Net Advances	2.50%	3.03%	4.36%	2.50%	4.36%	3.48%	Total :-	6509.85	6443.92	5780.79	6509.85	5780.79	6393.48
(vii) Return on Assets (Annualized)	0.23%	0.16%	0.19%	0.14%	(1.10)%	(1.10)%								
20	Aggregate of Public Share Holding													
(i)	No. of Shares	227025360	227025360	227025360	227025360	227025360	227025360							
(ii)	Percentage of Share Holding	31.82%	31.82%	40.77%	31.82%	40.77%	31.82%							
21	Promoters and promoter group Shareholding													
a)	Pledged/Encumbered													
- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil							
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil							
- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil							
b)	Non-encumbered													
- Number of Shares	486425578	486425578	329833032	486425578	329833032	486425578	486425578							
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%	100%							
- Percentage of shares (as a % of the total share capital of the total share capital of the company)	68.18%	68.18%	59.23%	68.18%	59.23%	68.18%	68.18%							

FOR & ON BEHALF OF THE BOARD
R. K. CHIBBER
Chairman & Managing Director
DIN: 08190084
Place: Srinagar
Date: 09/02/2021

For P. C. Bindal & Co.
Chartered Accountants
F.R.No. 005299N
M/S. P. C. Bindal & Co.
Chartered Accountants
Srinagar
DIN: 08190084
Place: Srinagar
Date: 09/02/2021

For D. P. Garg & Co.
Chartered Accountants
F.R.No. 002717N
M/S. D. P. Garg & Co.
Chartered Accountants
Srinagar
DIN: 08190084
Place: Srinagar
Date: 09/02/2021

For Verma Associates
Chartered Accountants
F.R.No. 002717N
M/S. Verma Associates
Chartered Accountants
Srinagar
DIN: 08190084
Place: Srinagar
Date: 09/02/2021

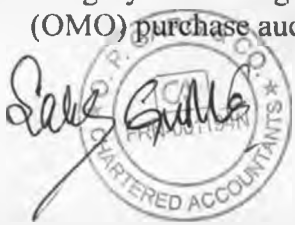
For P. C. Bindal & Co.
Chartered Accountants
F.R.No. 005299N
M/S. P. C. Bindal & Co.
Chartered Accountants
Srinagar
DIN: 08190084
Place: Srinagar
Date: 09/02/2021

**“NOTES TO THE STANDALONE FINANCIAL STATEMENT FOR THE
QUARTER/NINE MONTHS ENDED 31ST DECEMBER 2020”**

1. The above standalone financial results have been reviewed by the Audit Committee of the Board in their meeting held on 9th February 2021 and approved by the Board of Directors at its meeting held on 9th February, 2021. The same have been reviewed by the Statutory Auditors in accordance with the guidelines issued by RBI and as per the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015(as amended).
2. The above results for the Quarter/Nine months ended 31st December 2020 have been prepared following the same accounting policies that were followed in the preparation of annual financial statements for the year ended 31st March, 2020, except that pursuant to para 5.6 of RBI Master Circular RBI/2015-16/101 DBR.No.BP.BC.2/21.04.048/2015-16 dated July 1 2015 on Prudential norms on Income Recognition, Asset Classification and Provisions pertaining to Advances, the Bank has opted for a change in accounting treatment in regard to floating provision by treating the provision as part of Tier-II capital instead of netting from gross NPA since half year ended September 2020.
3. The results have been arrived at after considering provision for Non-Performing Assets on the basis of prudential norms and specific guidelines issued by the Reserve Bank of India.
4. The J&K Govt General Administration Department S.O. No. 339 dated 30/10/2020 apportioned the Assets, Liabilities and Posts of the erstwhile State of Jammu and Kashmir between the Union Territory of Jammu and Kashmir and Union Territory of Ladakh w.e.f. 31.10.2020

As per the said notification 8.23% shareholding of Jammu & Kashmir Bank Ltd which amounts to 13.89% of the shareholding of the erstwhile state of Jammu and Kashmir as on 31.10.2019 shall be transferred to the UT of Ladakh and the remaining the then 51% of shareholding of erstwhile Jammu and Kashmir state would remain with the UT of Jammu and Kashmir.

5. Pursuant to the proposed bipartite agreement on wage revision a sum of Rs. 80.50 Crores has been provided during the quarter ended 31st December 2020 towards wage revision on estimated basis.
6. RBI circular No.DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015 on "BASEL-III capital regulations" read together with the RBI Circular No. DBR.No.BP.BC.80/21.06.201/2014-15 dated 31.03.2015 on Prudential Guidelines on Capital Adequacy and Liquidity standard amendments require the banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under BASEL-III framework. Accordingly, these disclosures are being made available on bank's website i.e. www.jkbank.com. These disclosures have not been subjected to review by the auditors.
7. Pursuant to the Accounting Standard-10 (Revised 2016) on "Property, Plant & Equipment", applicable from 1st April 2017, depreciation of Rs.5.99 Crores for the quarter ended December 2020 on revalued portion of Fixed Assets has been transferred from the Revaluation Reserve to General Reserve.
8. The Bank has booked a profit of Rs.138.79 crores on direct Sale of Securities from HTM category amounting to Rs.2228.24 crores during the quarter through open market operations (OMO) purchase auction by RBI.



9. MTM Provision:

MTM Provision Details	Rs. in Crores
MTM Provision held on 30.09.2020	35.15
MTM Provision required on 31.12.2020	34.35
MTM Provision held on 31.12.2020	34.35

10. Provision coverage ratio as at 31st December 2020 is 83.67% without taking into account the floating provision of Rs.348.72 Crores held by the bank which is now part of Tier-II Capital due to change in Accounting treatment of floating provision.
11. The Bank has estimated the liability for unhedged foreign Currency exposure in terms of RBI Circular DBOD.NO.BP.BC.85/21.06.200/2013-14 dated January 15, 2014 and is holding a provision of Rs. 2.25 Crores as on 31.12.2020.
12. In Accordance with RBI circular no.DBR.No.BP.BC.18/21.04.048/2018-19 dated 1st January 2019 and DOR No.BP.BC.34/21.4.048/2019-20 dated 11th February 2020, on “Relief for MSME borrowers either exempted or registered under Goods and Service Tax (GST)” the detail of MSME restructured accounts as on 31.12.2020 is as under:

No of Accounts Restructured	Number of borrowers	Amount (Rs. in Crores)
31	12	41.68

13. As per the RBI directions issued during the financial year ended March 31, 2018 in respect of selected borrower accounts covered under the provisions of insolvency and Bankruptcy Code (IBC), against total outstanding of Rs.3958.98 Crores, bank is holding a provision of Rs.3812.48 Crores as on 31st December, 2020.
14. In the view of the continuing uncertainties prevailing in the Global and Indian economy consequent to the COVID-19 pandemic, the extent of impact on the Bank’s operations and financial position remain uncertain and would depend on several factors including actions taken to mitigate its impact and other regulatory measures. Despite these prevalent conditions, in the opinion of Management there would not be significant impact on Bank’s financial results and on going concern assumptions.
15. (a) In accordance with RBI guidelines relating to ‘COVID-19 Regulatory Package’ Bank has granted a moratorium on payment of installments and or interest as applicable, falling due between March 1, 2020 and August 31, 2020 to eligible borrowers classified as standard, even if overdue, as on February 29, 2020. The moratorium period, wherever granted, has been excluded by the Bank from the number of days the account is past due for the purpose of asset classification under IRAC norms. Bank holds cumulative provision of Rs. 295 Crores in this regard as on December 31, 2020.
15. (b) As per RBI Circular DOR.No.BP.BC.63/21.04.048/20219-20 dated 17.04.2020 details of moratorium/deferment extended are as follows:

(Rs. In crores)

Respective amounts in SMA/ overdue categories where moratorium/ deferment was extended	10290.33
Respective amount where asset classification benefit was extended	2948.54



Provisions made during the quarter ended March 31, 2020 and June 20, 2020 (Mandatory 10% provision)	295.000
Provision adjusted during respective accounting periods against slippages and residual provisions	NIL

16. The Hon'ble Supreme Court of India in a public interest litigation (Gajendra Sharma Vs Union of India & Anr) vide an interim order dated September 3, 2020 has directed to continue the asset classification benefit till further orders. The Bank has made a provision of Rs. 89.07 crores in respect of these accounts as on September 30, 2020. As such, as on September 30, 2020 the Bank held a cumulative provision of Rs. 384.07 Crores.

As on December 31, 2020, the total advance portfolio which was not downgraded due to continuance of Supreme Court order is Rs. 4591.20 Crores. So as a matter of Prudence the Bank has made additional provision of Rs. 75.05 Crores for the quarter ended December 31, 2020 thereby holding cumulative provision of Rs. 459.12 Crores against the portfolio on which assets classification benefit has been extended.

Further, Bank has made a provision of ₹ 96.36 crores against the interest income of ₹ 96.36 crores reckoned in operating profit in respect of such accounts.

17. As per RBI circular DOR.No.BP.BC.63/21.04.048/20219-20 dated 17.04.2020, details of the number of accounts and the amount involved in those accounts where the Resolution Period was extended for the half year ended December 31, 2020 are as follows:

(Rs. In crores)

No. of accounts in which resolution period was extended	3
Amount Involved	362.02

18. "Other Assets" of the bank include Rs.3447.50 Crores as Pension dues from Govt of UT J&K and Govt of UT Ladakh.

19. On 1st November 2020 J&K Govt declared actions taken under the J&K State Land (vesting of ownership to the occupants) also known as Roshni Act as Null & Void. The bank is in the process of assessing its impact financial or otherwise on the securities mortgaged to the bank.

20. The number of investor complaints pending at the beginning of the quarter were NIL, and the complaints received during the quarter were 03 and outstanding at the end of the quarter is NIL.

21. The above results are standalone and do not include that of subsidiary companies.

22. Figures of previous period/year have been rearranged/reclassified/regrouped wherever considered necessary to make them comparable with the figures of the period under review.

23. The statement of Assets and Liabilities is appended.



Independent Auditor's Review Report on Consolidated Unaudited Financial Results for the Quarter and Nine months ended 31st December 2020 of the Jammu & Kashmir Bank Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Jammu and Kashmir Bank Limited
Srinagar

1. We have reviewed the accompanying Statement of **Consolidated** Unaudited Financial Results of **Jammu & Kashmir Bank Limited** ("the Parent"/"the Bank") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit/loss after tax for the quarter and nine months ended **31st December 2020** ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, except for the disclosures relating to Pillar 3 disclosure as at 31st December 2020, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement, and have not been reviewed by us.
2. The Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25, Interim Financial Reporting ('AS 25'), prescribed under Section 133 of the Companies Act, 2013, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time ('the RBI guidelines') and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are free of material misstatement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities:

S.No	Name of Company	Relation	% of Holding
1.	The Jammu& Kashmir Bank Ltd	Parent	-
2.	JKB Financial Services Limited	Subsidiary	100%
3.	J&K Grameen Bank	Associate	35%

The consolidated financial statement does not include the financial statement of 'Jammu & Kashmir Asset Reconstruction Ltd.' in which the Bank has subscribed capital to the tune of Rs.98 lakhs and the Government of J&K has subscribed Rs.102 lakhs. The promoters i.e. J&K Government and Jammu & Kashmir Bank Limited are yet to release their respective shares towards the subscribed share capital of the company. In the meant ime the promoters have decided to wind up the company and in turn the Bank has approached the Registrar of Companies for removal of the name of the company from the register of companies under section 248 of the Companies Act, 2013.

5. Based on our review conducted as above, subject to limitations in scope as mentioned in para 3 above and read with Notes to Accounts, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters, except for the disclosures relating to Pillar 3 disclosure including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us, or that it contains any material misstatement.

6. Emphasis of Matter

We draw your attention to

- i. Note No. 15 of the Statement regarding extent of impact of COVID-19 on the bank's operations and financial position.
- ii. Note No.17 of the Statement stating that bank has not downgraded advance portfolio aggregating Rs. 4,591.20 Crores as NPA in compliance of interim order of Hon'ble Supreme Court of India with consequential effect on NPA ratios. The Bank has made additional provision of Rs.75.05 crores in this quarter as a matter of prudence.
- iii. Note No.20 of the Statement regarding financial impact of scrapping of Roshni Act which is yet to be assessed.

Our conclusion is not modified in respect of this matter

7. We did not review the interim financial results and other financial information of the subsidiary included in the Group, whose results reflect total assets of Rs.28.34 crores as at 31st December 2020 and total revenues of Rs.7.47 crores and total net profit after tax of Rs.1.69 crores for the period ended 31st December 2020. The interim financial results and other financial information of the subsidiary has been reviewed by the other auditor whose report has been furnished to us by the management and our conclusion in so far it relates to the amounts and disclosures included in respect of the entity is based solely on the report of other auditor and the procedures performed by us stated in paragraph 3 above.

For O P Garg & Co.
Chartered Accountants
FRN:01194N

(CA. Sahil Gupta)
Partner

M.No. 97922

UDIN: 21097922

AAAAA03528

Place: Srinagar

Dated: 9th February 2021

For Verma Associates.
Chartered Accountants
FRN:02717N

(CA. Madan Verma)
Partner

M.No.081631

UDIN: 21081631

AAAAA45689

For P C Bindal & Co.
Chartered Accountants
FRN:03824N

(CA. Sanjeev Kumar Gupta)
Partner

M.No.075028

UDIN:

21075028
AAAAA88915

For K.K.Goel & Associates.
Chartered Accountants
FRN:05299N

(CA. Amit Kumar Gupta)
Partner

M.No.501373

UDIN: 21501373

AAAA BB7175



CONSOLIDATED BALANCE SHEET AS AT 31st DECEMBER, 2020

(₹ IN CRORES)

		As at 31.12.2020	As at 31.12.2019	As at 31.03.2020
CAPITAL AND LIABILITIES				
Capital	1	71.36	55.70	71.36
Reserves and Surplus	2	6408.69	5719.04	6274.49
Deposits	3	103791.37	93168.44	97785.83
Borrowings	4	2016.29	2020.67	2019.58
Other Liabilities and Provisions	5	3679.73	2626.02	2677.89
TOTAL :-		115967.44	103589.87	108829.15
ASSETS				
Cash and Balance with Reserve Bank of India	6	3789.22	4232.33	2947.48
Balance with Banks & Money at Call & Short Notice	7	6264.44	2329.02	6845.12
Investments	8	28286.57	23461.34	22990.47
Advances	9	66545.32	64489.65	64399.07
Fixed Assets	10	2011.01	1685.65	2071.14
Other Assets	11	9070.88	7391.88	9575.87
TOTAL :-		115967.44	103589.87	108829.15

FOR & ON BEHALF OF THE BOARD

R.K. CHHIBBER

Chairman & Managing Director

DIN: 08190084

Place : Srinagar

Dated : 09/02/2021

In terms of our report of even date annexed

For O. P. Garg & Co.
Chartered Accountants
FRN: 001194N

CA. Saur Gupta
Partner
FRN: 001194N
M.No. 097922

Place : Srinagar
Date: 09/02/2021

For Verma Associates
Chartered Accountants
FRN: 002717N

CA. Madan Verma
Partner
FRN: 002717N
M.No. 081631

For P. C. Bindal & Co.
Chartered Accountants
FRN: 003826N

CA. Sanjeev Kumar Gupta
Partner
FRN: 003826N
M.No. 075028

UDIN

210TS028AAAAAB8915

For K. K. Goel & Associates
Chartered Accountants
FRN: 005299N

CA. Amit Kumar Gupta
Partner
FRN: 005299N
M.No. 501379



(₹ In Crores)

(₹ In Crores)

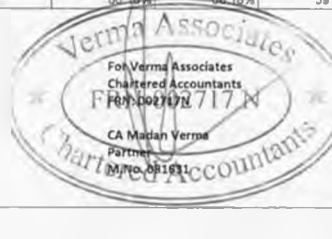
CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2020							Description							
Sl. No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED	Description	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2020 (REVIEWED)	30.09.2020 (REVIEWED)	31.12.2019 (REVIEWED)	31.12.2020 (REVIEWED)	31.12.2019 (REVIEWED)	31.03.2020 AUDITED		31.12.2020 (REVIEWED)	30.09.2020 (REVIEWED)	31.12.2019 (REVIEWED)	31.12.2020 (REVIEWED)	31.12.2019 (REVIEWED)	31.03.2020 AUDITED
1	Interest Earned (a+b+c+d)	2078.37	2044.84	2087.37	6159.53	6290.21	8446.29	1) Segment Revenue (Income)						
	a) Interest/Discount on Advances/Bills	1576.47	1544.70	1591.91	4633.69	4916.53	6372.50	i) Treasury Operations	649.64	551.57	486.19	1781.26	1439.10	1934.24
	b) Income on Investments	425.80	434.81	397.33	1291.01	1198.22	1607.61	ii) Corporate/Wholesale Banking	470.84	470.84	601.02	1475.37	2011.41	2611.17
	c) Interest on Balance with RBI & Other Inter Bank Funds	74.07	85.33	78.06	234.80	175.37	268.03	iii) Retail Banking	1426.39	1366.28	1256.32	4096.41	3787.30	5138.85
	d) Others	0.03	0.00	0.04	0.03	0.09	0.15	iv) Other Banking Business	12.37	11.89	8.14	32.01	28.88	45.87
2	Other Income (Excluding Share of Loss in Associate)	273.44	152.40	129.83	548.03	427.87	580.37	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
3	Total Income (1 + 2)	2349.81	2197.24	2187.00	6707.56	6718.08	8996.66	Total	2615.26	2422.68	2353.87	7383.08	7266.76	9730.13
4	Interest Expended	1071.10	1100.85	1192.80	3305.83	3670.44	4739.24	Less: Inter Segment Revenue	285.45	225.45	158.67	677.49	548.71	733.47
5	Operating Expenses (H-II)	714.51	691.77	666.41	2101.39	2007.21	2734.57	Net Income from Operations	2349.81	2197.24	2187.00	6707.56	6718.08	8996.66
	I Employees Cost	505.21	502.17	469.19	1516.60	1400.13	1890.64	2) Segment Results						
	II Other Operating Expenses	209.30	189.60	200.22	584.79	607.08	843.93	i) Treasury Operations	158.22	62.93	33.41	281.02	100.90	165.59
6	Total Expenditure (4+5) (Excluding Provisions & Contingencies)	1785.61	1792.62	1862.01	5407.22	5577.65	7473.81	ii) Corporate/Wholesale Banking	(129.74)	(59.21)	31.89	(177.11)	(791.99)	(1041.84)
7	Operating Profit before Provisions and Contingencies (3-6)	564.20	404.62	324.99	1300.34	1148.85	1522.85	iii) Retail Banking	349.32	354.36	220.79	987.02	545.31	746.21
8	Provisions (other than tax) and Contingencies	487.61	324.91	283.23	1048.89	2004.61	2629.10	iv) Other Banking Business	12.01	11.62	8.15	30.83	28.98	44.07
9	Of which provisions for NPA (Prov. For Bad & Doubtful Debts)	234.43	235.64	370.81	578.47	1936.45	2522.68	v) Un-Allocated Business	(283.22)	(269.99)	(242.48)	(850.31)	(747.36)	(1016.28)
10	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00	Profit/(Loss) from Ordinary Activities (Before Tax)	106.59	78.71	51.76	251.45	(864.18)	(1102.28)
11	Profit (+) / Loss (-) from ordinary activities before tax (7-8-10)	106.59	78.71	51.76	251.45	(864.18)	(1102.25)	Less: Tax Expenses/(credit)	40.22	38.32	2.70	133.39	(16.39)	39.36
12	Tax Expenses	40.22	39.32	2.70	133.39	(16.39)	39.36	Less: Extraordinary Profit/(Loss)	0.00	0.00	0.00	0.00	0.00	0.00
	- Income Tax Provisions (Incl. current tax)	53.93	61.55	0.00	199.58	0.00	71.91	Net Profit/(Loss) before share in profit/(loss) of Associates	66.37	44.39	49.06	118.06	(847.79)	(1141.61)
	- Deferred Tax Asset/(Liability)	(13.71)	(26.23)	2.70	(66.19)	(16.39)	(32.55)	Add/(Less) Share in Profit/(Loss) of Associates	0.07	(6.61)	(0.63)	(11.83)	1.15	(41.77)
13	Net Profit (+) / Loss (-) from ordinary activities after tax (11-12)	66.37	44.39	49.06	118.06	(847.79)	(1141.61)	Net Profit/(Loss) After Tax	66.44	37.78	48.43	106.23	(846.64)	(1183.38)
14	Extraordinary Items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00	0.00	3) Segment Assets						
15	Net Profit (+) / Loss (-) for the period (13-14)	66.37	44.39	49.06	118.06	(847.79)	(1141.61)	i) Treasury Operations	38294.35	34106.35	29751.10	38294.35	29751.10	34277.99
16	Share of Profit (+) / Loss (-) From Associate Concerns	0.07	(6.61)	(0.63)	(11.83)	1.15	(41.77)	ii) Corporate/Wholesale Banking	22208.63	23348.60	26326.73	22208.63	26326.73	24931.47
17	Net Profit (+) / Loss (-) after Share in Associates (15-16)	66.44	37.78	48.43	106.23	(846.64)	(1183.38)	iii) Retail Banking	55464.34	54628.62	47511.90	55464.34	47511.90	45679.56
18	Paid-up Equity Share Capital (Face Value Rs. 1/- per share)	71.36	71.36	55.70	71.36	55.70	71.36	iv) Other Banking Business	0.12	0.12	0.14	0.12	0.14	0.13
19	Reserves excluding revaluation reserves						8278.46	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
20	Revaluation Reserves						996.00	Total:-	118967.44	112283.89	103588.87	115967.44	103588.87	108820.15
21	Analytical Ratios							4) Segment Liabilities						
(i) Percentage of Shares held by Govt. of J&K		68.18%	68.18%	59.23%	68.18%	59.23%	68.18%	i) Treasury Operations	47.64	41.88	49.15	47.64	49.15	20.81
(ii) Capital Adequacy Ratio % (BASEL III)		11.72%	11.85%	11.13%	11.72%	11.13%	11.38%	ii) Corporate/Wholesale Banking	27156.23	26192.69	26303.70	27156.23	26303.70	27374.78
(iii) CET1 Ratio		8.49%	8.54%	8.17%	8.49%	8.17%	8.37%	iii) Retail Banking	82283.46	79635.45	71462.23	82283.46	71462.23	75087.64
(iv) TIER1 Ratio		9.97%	10.01%	9.68%	9.97%	9.68%	9.83%	iv) Other Banking Business	0.06	0.05	0.05	0.06	0.05	0.07
(v) Earning per Share (EPS) (Rs.)								v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the date and for the previous year (* not annualized)		0.93*	0.53*	1.21*	1.49*	(15.20)*	(16.59)	Total:-	108487.30	105870.07	97818.13	106487.30	97818.13	102483.30
b) Basic and diluted EPS after Extraordinary items for the year to date and for the previous year (* not annualized)		0.93*	0.53*	1.21*	1.49*	(15.20)*	(16.59)	5) Capital Employed (Segment assets - Segment Liabilities)						
(vi) NPA Ratio's								i) Treasury Operations	36246.71	34064.47	29701.95	36246.71	29701.95	34197.18
a) Amount of Gross NPAs		6198.06	8317.09	7711.60	6198.06	7711.60	7671.63	ii) Corporate/Wholesale Banking	(4947.60)	(2844.09)	23.03	(4947.60)	23.03	(2443.31)
b) Amount of Net NPAs		1664.32	2023.32	2810.32	1664.32	2810.32	2243.82	iii) Retail Banking	(26819.12)	(24806.83)	(23950.33)	(26819.12)	(23950.33)	(25408.08)
c) % of Gross NPAs to Gross Advances		8.71%	8.87%	11.10%	8.71%	11.10%	10.97%	iv) Other Banking Business	0.06	0.07	0.08	0.06	0.08	0.08
d) % of Net NPAs to Net Advances		3.60%	3.02%	4.26%	3.60%	4.26%	3.46%	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00	0.00
(vii) Return on Assets (Annualized)		0.23%	0.16%	0.19%	0.23%	0.14%	0.23%	Total:-	6480.05	6413.82	5774.74	6480.05	5774.74	6345.85
22	Aggregate of Public Share Holding													
(i) No. of Shares		227025360	227025360	227025360	227025360	227025360	227025360							
(ii) Percentage of Share Holding		31.82%	31.82%	40.77%	31.82%	40.77%	31.82%							
23	Promoters and promoter group Shareholding													
a) Pledged/Encumbered														
- Number of Shares		Nil	Nil	Nil	Nil	Nil	Nil							
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)		Nil	Nil	Nil	Nil	Nil	Nil							
- Percentage of shares (as a % of the total share capital of the company)		Nil	Nil	Nil	Nil	Nil	Nil							
b) Non-encumbered														
- Number of Shares		486425578	486425578	329833032	486425578	329833032	486425578							
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)		100%	100%	100%	100%	100%	100%							
- Percentage of shares (as a % of the total share capital of the total share capital of the company)		68.18%	68.18%	59.23%	68.18%	59.23%	68.18%							

FOR & ON BEHALF OF THE BOARD

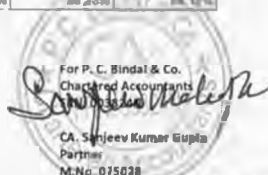
R. K. CHHIBBER
Chairman & Managing Director
DIN: 08190084
Place: Srinagar
Date: 09/01/2021

IN TERMS OF OUR REPORT OF EVEN DATE ANNEXED

For O. P. Garg & Co.
Chartered Accountants
FNN: 005299N
CA. Kail Gupta
Partner
M.No. 097922



For P. C. Sindal & Co.
Chartered Accountants
FNN: 005299N
CA. Sanjeev Kumar Gupta
Partner
M.No. 075628



UPIN - 91075028AAAAAB8911

“NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER 2020”

1. The consolidated financial statement of the ‘Group’ comprise the financial statements of :

S.NO.	Name of Company	Relation
1.	The Jammu & Kashmir Bank Limited	Parent
2.	JKB Financial Services Limited	Subsidiary
3.	J&K Grameen Bank	Associate

The consolidated financial statement does not include the financial statement of ‘Jammu & Kashmir Asset Reconstruction Ltd.’ in which the Bank has subscribed capital to the tune of Rs.98 lakhs and the Government of J&K has subscribed Rs.102 lakhs. The promoters i.e. J&K Government and Jammu & Kashmir Bank Limited are yet to release their respective shares towards the subscribed share capital of the company. In the meantime the promoters have decided to wind up the company and in turn the Bank has approached the Registrar of Companies for removal of the name of the company from the register of companies under section 248 of the Companies Act, 2013.

2. The above consolidated financial results have been reviewed by the Audit Committee of the Board in their meeting held on 9th February 2021 and approved by the Board of Directors at its meeting held on 9th February, 2021. The same have been reviewed by the Statutory Auditors in accordance with the guidelines issued by RBI and as per the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015(as amended).
3. The above results for the Quarter/Nine months ended 31st December 2020 have been prepared following the same accounting policies that were followed in the preparation of annual financial statements for the year ended 31st March, 2020, except that pursuant to para 5.6 of RBI Master Circular RBI/2015-16/101 DBR.No.BP.BC.2/21.04.048/2015-16 dated July 1 2015 on Prudential norms on Income Recognition, Asset Classification and Provisions pertaining to Advances, the Bank has opted for a change in accounting treatment in regard to floating provision by treating the provision as part of Tier-II capital instead of netting from gross NPA since half year ended September 2020.
4. The results have been arrived at after considering provision for Non-Performing Assets on the basis of prudential norms and specific guidelines issued by the Reserve Bank of India.
5. The J&K Govt General Administration Department S.O. No. 339 dated 30/10/2020 apportioned the Assets, Liabilities and Posts of the erstwhile State of Jammu and Kashmir between the Union Territory of Jammu and Kashmir and Union Territory of Ladakh w.e.f. 31.10.2020 As per the said notification 8.23% shareholding of Jammu & Kashmir Bank Ltd which amounts to 13.89% of the shareholding of the erstwhile state of Jammu and Kashmir as on 31.10.2019 shall be transferred to the UT of Ladakh and the remaining the then 51% of shareholding of erstwhile Jammu and Kashmir state would remain with the UT of Jammu and Kashmir.
6. Pursuant to the proposed bipartite agreement on wage revision a sum of Rs. 80.50 Crores has been provided during the quarter ended 31st December 2020 towards wage revision on estimated basis.



7. RBI circular No.DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015 on "BASEL-III capital regulations" read together with the RBI Circular No. DBR.No.BP.BC.80/21.06.201/2014-15 dated 31.03.2015 on Prudential Guidelines on Capital Adequacy and Liquidity standard amendments require the banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under BASEL-III framework. Accordingly, these disclosures are being made available on bank's website i.e. www.jkbank.com. These disclosures have not been subjected to review by the auditors.
8. Pursuant to the Accounting Standard-10 (Revised 2016) on "Property, Plant & Equipment", applicable from 1st April 2017, depreciation of Rs.5.99 Crores for the quarter ended December 2020 on revalued portion of Fixed Assets has been transferred from the Revaluation Reserve to General Reserve.
9. The Bank has booked a profit of Rs.138.79 crores on direct Sale of Securities from HTM category amounting to Rs.2228.24 crores during the quarter through open market operations (OMO) purchase auction by RBI.
10. MTM Provision:

MTM Provision Details	₹ in Crores
MTM Provision held on 30.09.2020	35.15
MTM Provision required on 31.12.2020	34.35
MTM Provision held on 31.12.2020	34.35

11. Provision coverage ratio as at 31st December 2020 is 83.67% without taking into account the floating provision of Rs.348.72 Crores held by the bank which is now part of Tier-II Capital due to change in Accounting treatment of floating provision.
12. The Bank has estimated the liability for unhedged foreign Currency exposure in terms of RBI Circular DBOD.NO.BP.BC.85/21.06.200/2013-14 dated January 15, 2014 and is holding a provision of Rs. 2.25 Crores as on 31.12.2020.
13. In Accordance with RBI circular no.DBR.No.BP.BC.18/21.04.048/2018-19 dated 1st January 2019 and DOR No.BP.BC.34/21.4.048/2019-20 dated 11th February 2020, on "Relief for MSME borrowers either exempted or registered under Goods and Service Tax (GST)" the detail of MSME restructured accounts as on 31.12.2020 is as under:

No of Accounts Restructured	Number of borrowers	Amount (Rs. in Crores)
31	12	41.68

14. As per the RBI directions issued during the financial year ended March 31, 2018 in respect of selected borrower accounts covered under the provisions of insolvency and Bankruptcy Code (IBC), against total outstanding of Rs.3958.98 Crores, bank is holding a provision of Rs.3812.48 Crores as on 31st December, 2020.
15. In the view of the continuing uncertainties prevailing in the Global and Indian economy consequent to the COVID-19 pandemic, the extent of impact on the Bank's operations and financial position remain uncertain and would depend on several factors including actions taken to mitigate its impact and other regulatory measures. Despite these prevalent conditions, in the opinion of Management there would not be significant impact on Bank's financial results and on going concern assumptions.



16. (a) In accordance with RBI guidelines relating to 'COVID-19 Regulatory Package' Bank has granted a moratorium on payment of installments and or interest as applicable, falling due between March 1, 2020 and August 31, 2020 to eligible borrowers classified as standard, even if overdue, as on February 29, 2020. The moratorium period, wherever granted, has been excluded by the Bank from the number of days the account is past due for the purpose of asset classification under IRAC norms. Bank holds cumulative provision of Rs. 295 Crores in this regard as on December 31, 2020.

16. (b) As per RBI Circular DOR.No.BP.BC.63/21.04.048/20219-20 dated 17.04.2020 details of moratorium/deferment extended are as follows:

(Rs. In crores)

Respective amounts in SMA/ overdue categories where moratorium/deferment was extended	10290.33
Respective amount where asset classification benefit was extended	2948.54
Provisions made during the quarter ended March 31, 2020 and June 20, 2020 (Mandatory 10% provision)	295.000
Provision adjusted during respective accounting periods against slippages and residual provisions	NIL

17. The Hon'ble Supreme Court of India in a public interest litigation (Gajendra Sharma Vs Union of India & Anr) vide an interim order dated September 3, 2020 has directed to continue the asset classification benefit till further orders. The Bank has made a provision of Rs. 89.07 crores in respect of these accounts as on September 30, 2020. As such, as on September 30, 2020 the Bank held a cumulative provision of Rs. 384.07 Crores.

As on December 31, 2020, the total advance portfolio which was not downgraded due to continuance of Supreme Court order is Rs. 4591.20 Crore. So as a matter of Prudence the Bank has made additional provision of Rs. 75.05 Crores for the quarter ended December 31, 2020 thereby holding cumulative provision of Rs. 459.12 Crores against the portfolio on which assets classification benefit has been extended.

Further, Bank has made a provision of ₹ 96.36 crores against the interest income of ₹ 96.36 crores reckoned in operating profit in respect of such accounts.

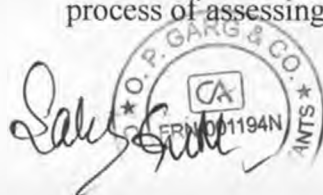
18. As per RBI circular DOR.No.BP.BC.63/21.04.048/20219-20 dated 17.04.2020, details of the number of accounts and the amount involved in those accounts where the Resolution Period was extended for the half year ended December 31, 2020 are as follows:

(Rs. In crores)

No. of accounts in which resolution period was extended	3
Amount Involved	362.02

19. "Other Assets" of the bank include Rs.3447.50 Crores as Pension dues from Govt of UT J&K and Govt of UT Ladakh.

20. On 1st November 2020 J&K Govt declared actions taken under the J&K State Land (vesting of ownership to the occupants) also known as Roshni Act as Null & Void. The bank is in the process of assessing its impact financial or otherwise on the securities mortgaged to the bank.



21. The number of investor complaints pending at the beginning of the quarter were NIL, and the complaints received during the quarter were 03 and outstanding at the end of the quarter is NIL.
22. Figures of previous period/year have been rearranged/reclassified/regrouped wherever considered necessary to make them comparable with the figures of the period under review.
23. The statement of Assets and Liabilities is appended.

