



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@ktkbank.com

23.01.2017

SECRETARIAL DEPARTMENT

HO: SEC: 582: 2016-17

To:

1. The Manager
Listing Department
National Stock Exchange Of India Limited
Exchange Plaza, C-1, Block G
Bandra-Kurla Complex
Bandra (E), MUMBAI-400051

2. The General Manager
BSE Limited
Corporate Relationship Dept
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI-400001

Dear Sir,

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

Thank You,

Yours faithfully,


COMPANY SECRETARY

OR/8788/16-17
23-1-17

 **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
Website : www.karnatakabank.com
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PLANNING AND DEVELOPMENT DEPARTMENT

PRESS RELEASE

Date: 23-01-2017

KARNATAKA BANK POSTS A NET PROFIT OF ₹ 313.89 CRORES

Karnataka Bank has posted a net profit of ₹ 313.89 crore for the first nine month period ended December 2016 against ₹ 308.50 crore for the corresponding period last year. For the stand alone third quarter ended December 2016, Bank has earned a net profit of ₹ 68.52 Crores as against ₹ 96.91 crores during Q3 of 2015-16.

The Operating profit for the 9 months period ended December 2016, is ₹ 666.53 crores as against ₹ 600.16 crores during the corresponding period of the previous year, registering a growth of 11.06%.

The Net Interest Income for 9 months period ended December 2016 increased by ₹ 195.31 crores from ₹ 943.14 crores to ₹ 1138.46 crores registering y-o-y growth of 20.71 per cent.

Bank has clocked a business turnover of ₹ 93,222 crores as on 31-12-2016, registering a y-o-y growth of 12.87%. Deposits of the Bank rose to ₹ 57,435 crores registering y-o-y growth of 15.65%. Advances rose to ₹ 35,786 crores registering y-o-y growth of 8.68%.

Current Account, Savings Account (CASA) deposits increased by ₹ 4,830 crores from ₹ 12,529 crores to ₹ 17,359 crores and constitutes 30.22% of total deposits. [25.23% as on Dec 2015].

The Capital Adequacy Ratio stood at 13.19 per cent [under BASEL III] against the regulatory requirement of minimum 9 per cent.

Announcing the results at the Bank's Head Quarters at Mangaluru, Shri P Jayarama Bhat, MD & CEO of the Bank said, "Even though Q3 of the current financial year has not been a normal quarter for banks mainly on account of demonetization related issues, Bank has been able to wither away its impact and the ensuing quarters are likely to be robust".

P.T.O

PERFORMANCE HIGHLIGHTS

[₹ in crore]

Parameters	Nine Months Period			Quarter Ended		
	31-12-2015	31-12-2016	Variation	31-12-2015	31-12-2016	Variation
Operating Profit	600.16	666.53	11.06%	191.68	171.86	(-) 10.34%
Net Profit	308.50	313.89	1.75%	96.91	68.52	(-) 29.30%
Net Interest Income	943.14	1138.45	20.71%	304.93	376.52	23.48%
Advances	32,928	35,786	8.68%	32,928	35,786	8.68%
Deposits	49,664	57,435	15.65%	49,664	57,435	15.65%
Gross NPA	3.56%	4.30%		3.56%	4.30%	
Net NPA	2.41%	2.99%		2.41%	2.99%	
Net Interest Margin (NIM)	2.34%	2.54%		2.20%	2.40%	
Return on Asset [ROA]	0.76%	0.70%		0.70%	0.44%	
CASA	25.23%	30.22%		25.23%	30.22%	
CD Ratio	66.30%	62.31%		66.30%	62.31%	



Srinivas Deshpande
(CHIEF MANAGER - PUBLIC RELATIONS)