



**Karur Vysya Bank**

*Smart way to bank*

## Investor Presentation

30.09.2015



# Q2FY16 Results Snapshot

**Deposits**  
Rs. 46,715 crore  
(↑ 4.13%)

**Advances**  
Rs. 37,519 crore  
(↑ 5.6%)

**CASA**  
Rs. 10,909 crore  
(↑ 11.38%)

**Branches**  
657  
**ATMs**  
1,652

**Net Profit**  
Rs. 142.22 crore  
(↑ 57.15%)

**ROA**  
1.03%  
(0.69%)

**NIM**  
3.39%  
(2.67%)

**Net NPA**  
0.96%  
(0.59%)

# H1FY16 Results Snapshot

**Net Profit**  
Rs. 276.80 crore  
(↑ 30.22%)

**ROA**  
1.02%  
(0.81%)

**NIM**  
3.35%  
(2.73%)

**ROE**  
12.22%  
(10.21%)

# Profit & Loss Account

*Units: Rs crore*

Particulars	Quarter Ended		
	Sep-15	Sep-14	YoY%
<b>Net Interest Income</b>	<b>437</b>	337	30%
Other Income	<b>206</b>	136	51%
<b>Total Income</b>	<b>643</b>	473	36%
Operating Expenses	<b>288</b>	266	8%
<b>Operating Profit</b>	<b>355</b>	207	71%
Provisions	<b>126</b>	93	35%
Credit Related	<b>116</b>	84	38%
Others	<b>10</b>	9	11%
<b>Profit Before Tax</b>	<b>229</b>	114	101%
Tax	<b>87</b>	24	262%
<b>Net Profit</b>	<b>142</b>	90	58%

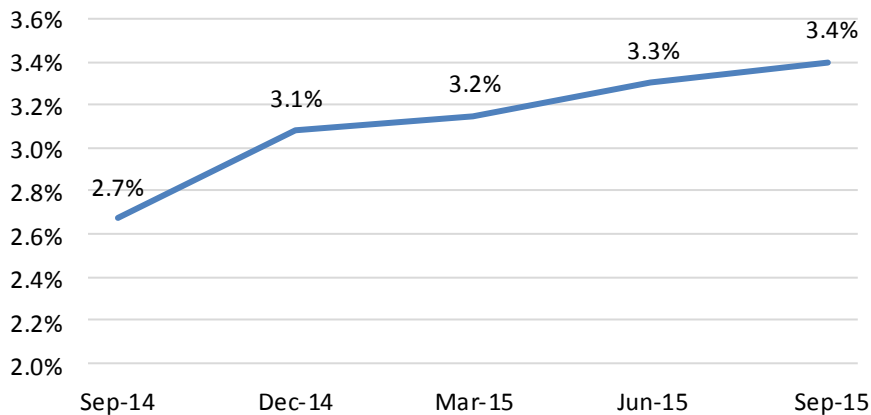
# Profit & Loss Account

*Units: Rs crore*

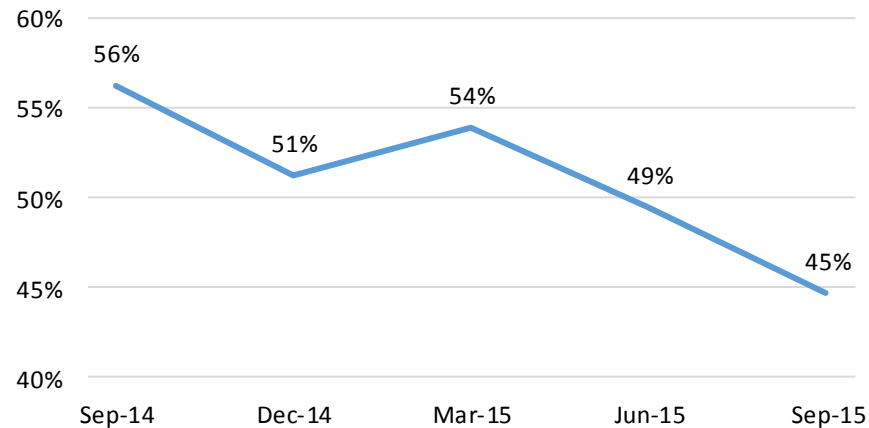
Particulars	Half-Year Ended		
	Sep-15	Sep-14	YoY%
<b>Net Interest Income</b>	<b>860</b>	677	27%
Other Income	<b>368</b>	254	45%
<b>Total Income</b>	<b>1229</b>	931	32%
Operating Expenses	<b>577</b>	511	13%
<b>Operating Profit</b>	<b>651</b>	421	55%
Provisions	<b>244</b>	180	36%
Credit Related	<b>216</b>	215	-
Others	<b>28</b>	(35)	-
<b>Profit Before Tax</b>	<b>407</b>	241	69%
Tax	<b>130</b>	28	
<b>Net Profit</b>	<b>277</b>	213	30%

# Key Ratios (Quarterly)

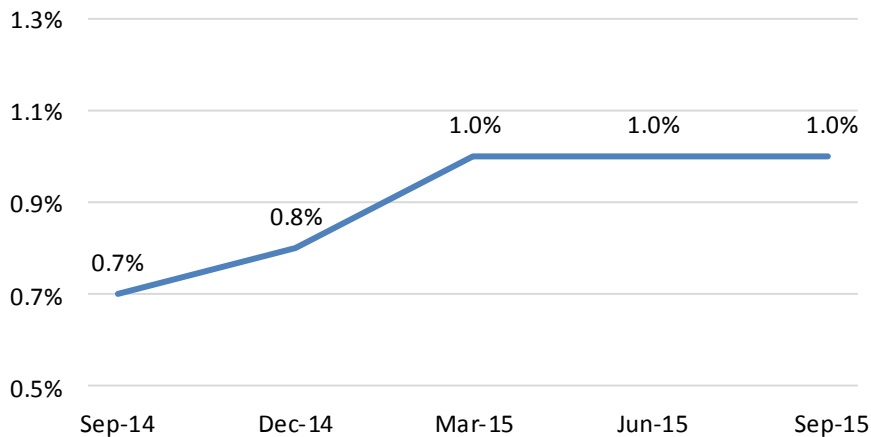
## Net Interest Margins



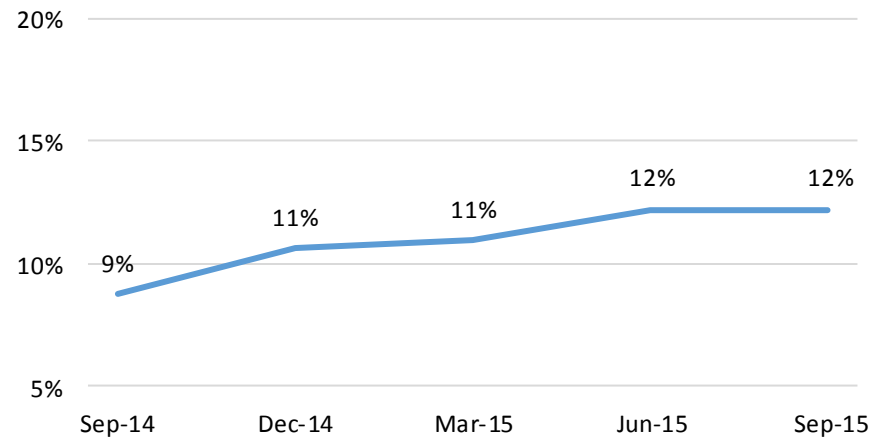
## Cost to Income %



## Return on Assets



## Return on Equity



# Other Ratios

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>
Yield on Advances	11.88%	12.26%
Cost of Funds	7.55%	8.29%
Yield on Invest.	7.51%	7.60%
NIM	3.39%	2.67%
Business/Emp. (Rs crore)	11.62	11.05
Profit/Emp. (Rs lakh)	7.87	5.86
No. of Employees	7,232	7,260

# Other Ratios

<u>Particulars</u>	<u>H1FY16</u>	<u>H1FY15</u>
Yield on Advances	11.88%	12.28%
Cost of Funds	7.58%	8.26%
Yield on Invest.	7.46%	7.63%
NIM	3.35%	2.73%
Business/Emp. (Rs crore)	11.62	11.05
Profit/Emp. (Rs lakh)	7.65	5.86
No. of Employees	7,232	7,260



# Advances

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>	<i>Units: Rs crore</i> <u>YoY %</u>
Advances	37,518	35,521	5.6%
Corporate	13,518	12,960	4.31%
Commercial	12,155	11,411	6.52%
Agriculture	6,304	6,246	0.93%
Retail (Personal Banking)	5,541	4,904	12.99%
Jewel Loan (included in other segments)	6,405	7,965	(-)19.6%

# Break-up of Manufacturing Sector

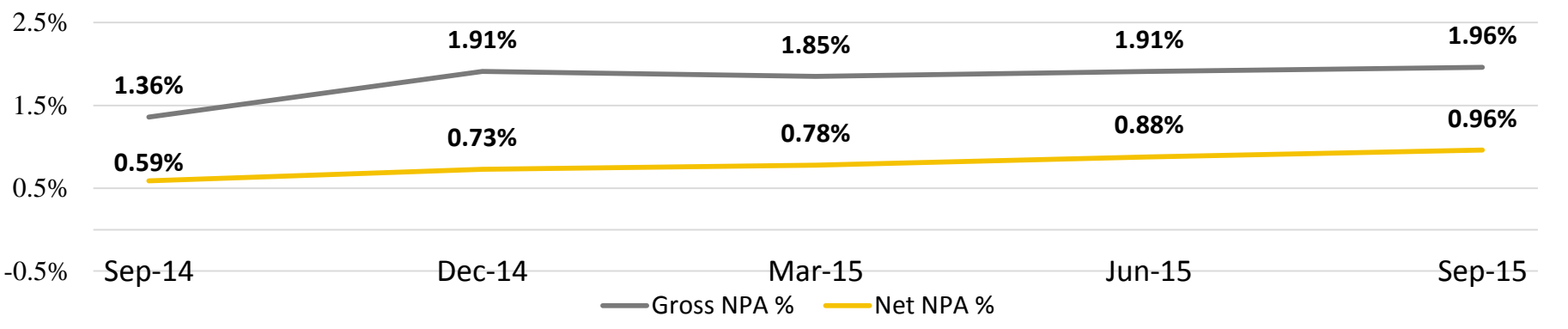
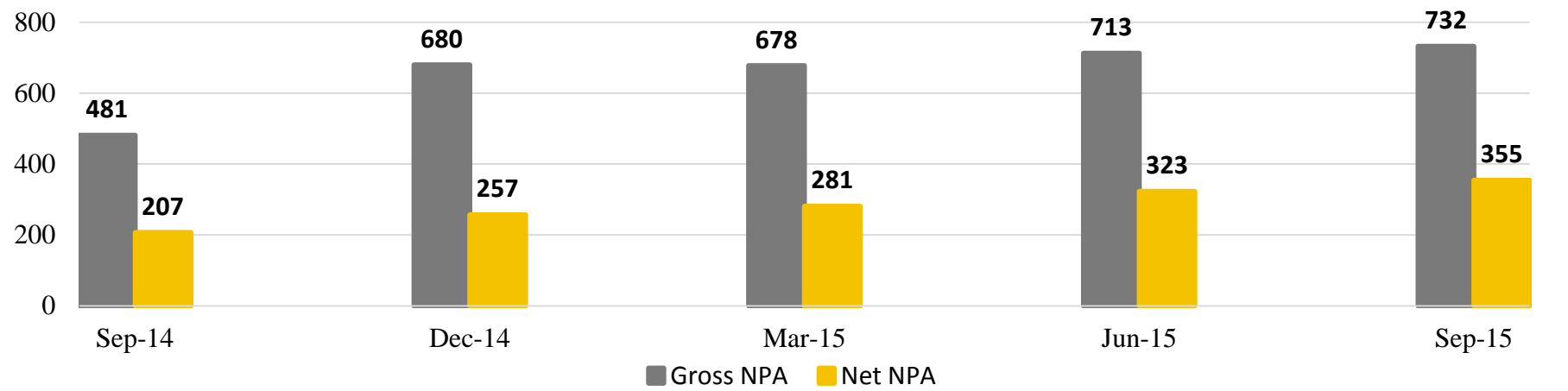
Units: Rs crore

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>	<u>YoY %</u>
Power	1,358	1,458	(-)7%
Infra (Ex-Power)	1,863	1,843	1%
Textiles	3,089	2,637	17%
Metals & Metal Products	1,570	1,448	8%
Chemicals	762	685	11%
Others	3,560	3,955	(-)10%
<b>Total</b>	<b>12,202</b>	<b>12,026</b>	<b>1%</b>

# NPA Details

Units: Rs crore

## Gross and Net NPA



Provision Coverage Ratio	Sep-14	Dec-14	Mar-15	Jun-15	Sep-15
	75%	75%	75%	75%	75%

# Movement of NPA

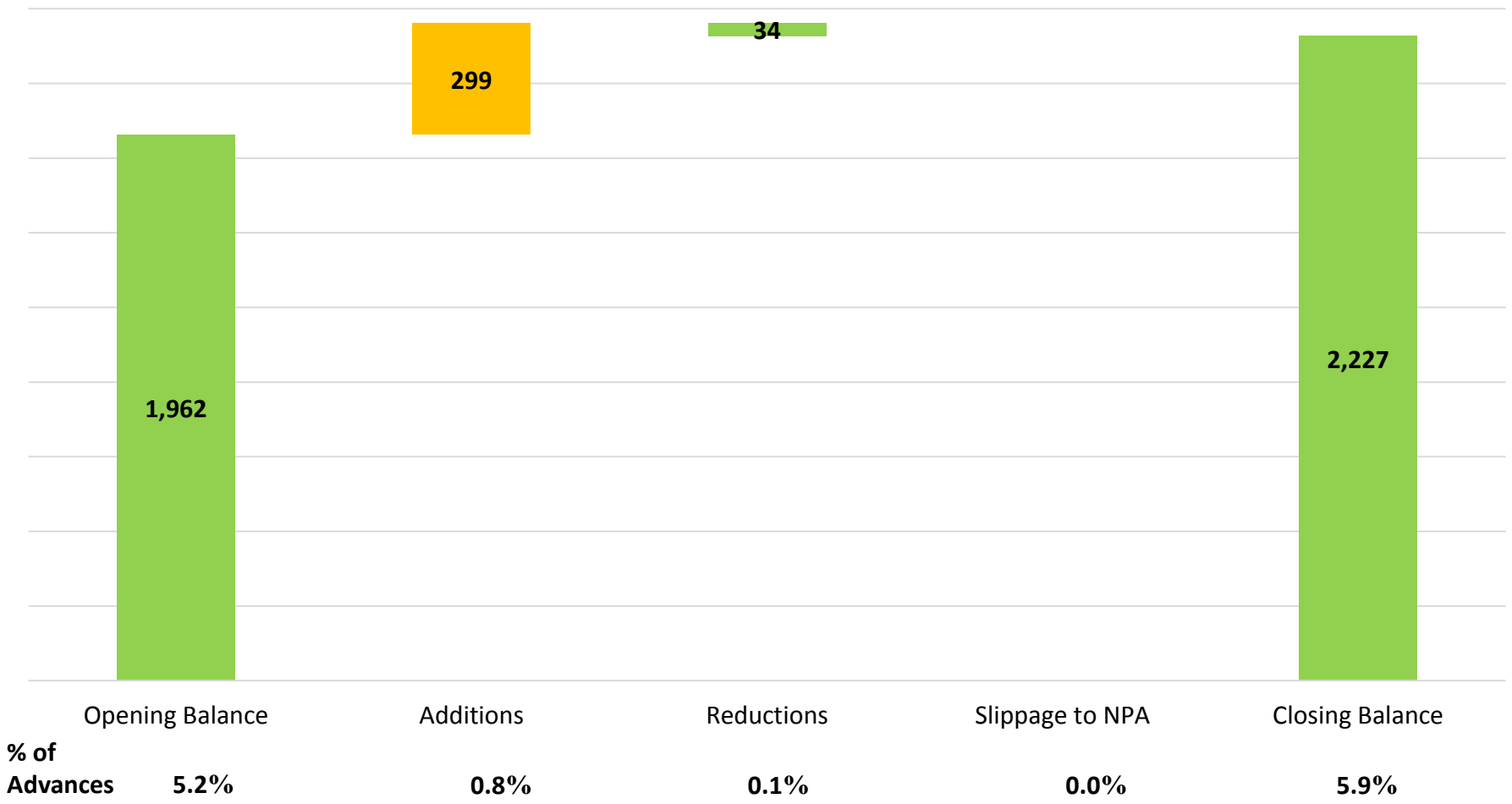
Units: Rs crore

Particulars	Apr 15 – Jun 15	Jul-15 – Sep 15	Apr 15– Sep 15
<b>Movement of Gross NPAs</b>			
Opening Balance	677.78	713.07	677.78
Additions during the period	212.42	180.95	323.09
Reductions during the period	177.13	161.98	268.83
Closing Balance	713.07	732.04	732.04
<b>Movement of Net NPAs</b>			
Opening Balance	280.97	323.10	280.97
Additions during the period	51.37	69.91	98.60
Reductions during the period	9.24	38.49	25.05
Closing Balance	323.10	354.52	354.52
<b>Movement of Provision for NPA</b>			
Opening Balance	380.00	380.00	380.00
Provisions made during the period	123.95	111.04	224.49
Write off/Write back of excess provision	123.95	123.49	236.94
Closing Balance	380.00	367.55	367.55

# Movement of Restructured Assets

Units: Rs crore

Jul-15 to Sep-15



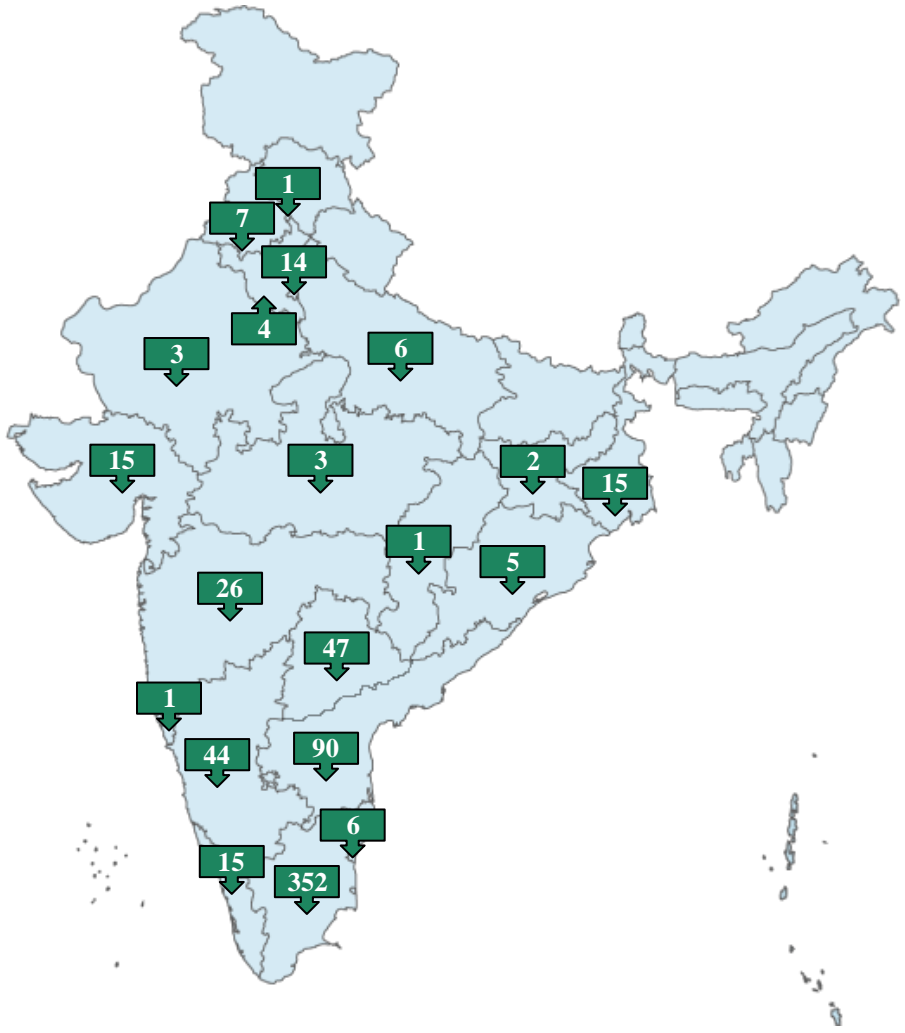
# Deposits Breakup

Units: Rs crore

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>	<u>YoY %</u>
Total Deposits	46,715	44,862	4.1%
CASA	10,909	9,794	11.4%
CASA Mix %	23.4%	21.8%	
Demand	4,032	3,869	4.2%
Savings	6,877	5,926	16.1%
Term Deposits	35,806	35,067	2.1%

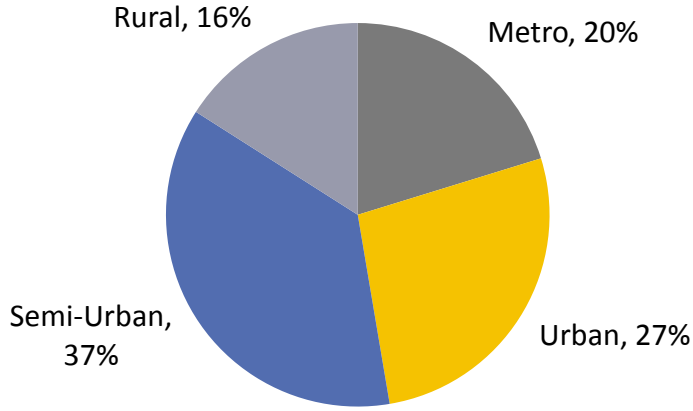
# Distribution Network

## Statewise Branches



Particulars	Mar-14	Mar-15	Sep-15
Branches	572	629	657
ATMs	1,616	1,645	1,652

## Regional Mix (Sep-15)



# Breakup of Other Income (Quarter)

Units: Rs crore

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>	<u>YoY %</u>
Total	206	136	51.5%
Fee Income	142	132	7.6%
Forex	11	16	(-)31.3%
Commissions	116	104	11.5%
Other	15	12	25.0%
Profit on Sale of Investments	64	4	1500%



# Breakup of Other Income (Half Year)

Units: Rs crore

<u>Particulars</u>	<u>H1FY16</u>	<u>H1FY15</u>	<u>YoY %</u>
Total	368	254	44.9%
Fee Income	294	247	19.0%
Forex	20	28	(-)28.6%
Commissions	243	193	25.9%
Other	31	26	19.2%
Profit on Sale of Investments	74	7	957%

# Breakup of Provisions (Other than Tax)

Units: Rs crore

<u>Particulars</u>	<u>Q2FY16</u>	<u>Q2FY15</u>	<u>YoY %</u>
Total Provisions	126	93	35.5%
NPA	100	73	36.9%
Standard Assets	16	10	
Restructured	0	1	
Investment	0	2	
Others	10	7	

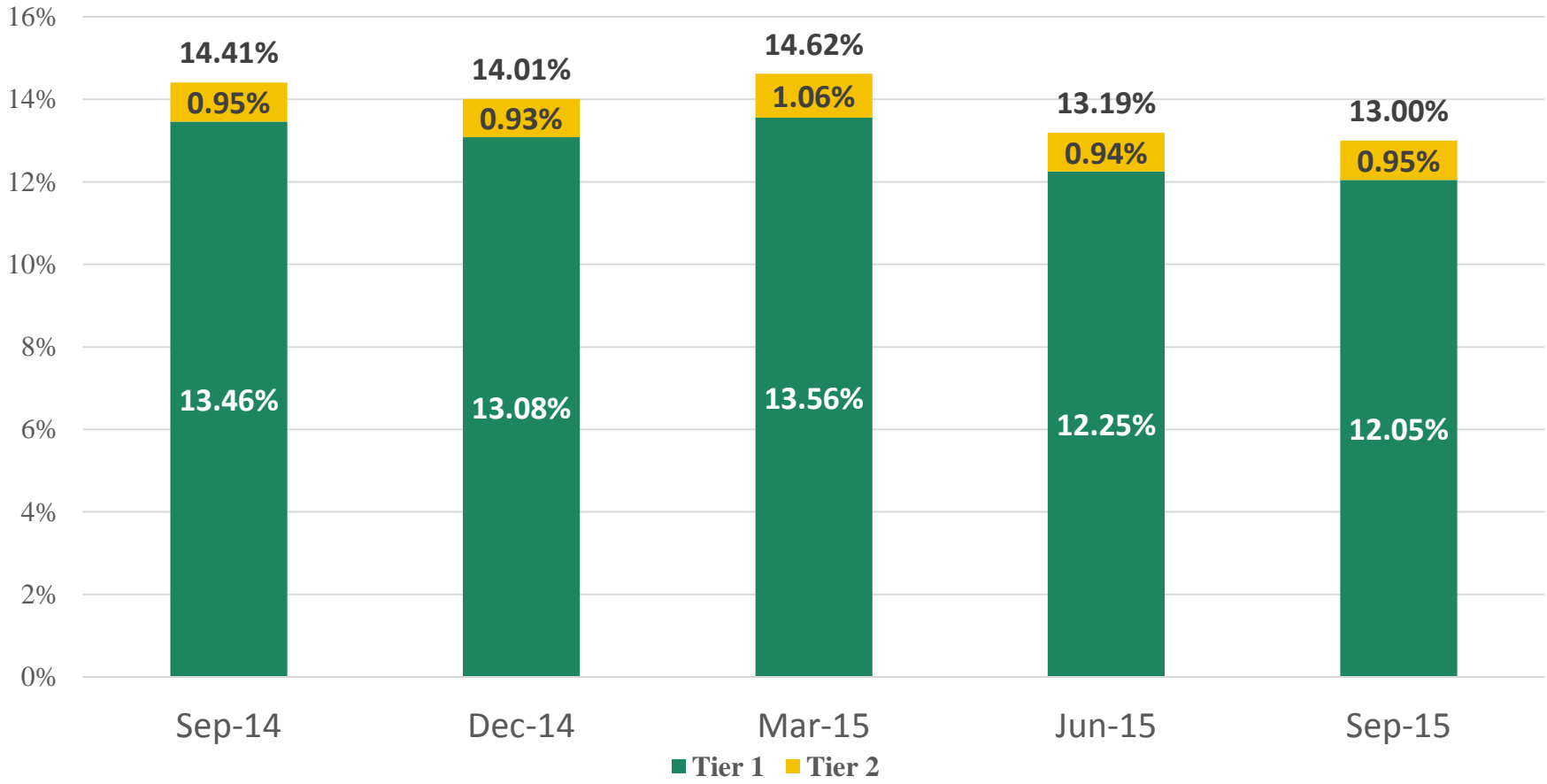
# Breakup of Provisions (Other than Tax)

Units: Rs crore

<u>Particulars</u>	<u>H1FY16</u>	<u>H1FY15</u>	<u>YoY %</u>
Total Provisions	244	180	35.5%
NPA	224	195	14.9%
Standard Assets	20	8	
Restructured	(-)29	12	
Investment	19	(-)49	
Others	10	14	

# Capital Adequacy

## Capital Adequacy Ratio (Basel III)



# A Decade of Progress

Units: Rs crore

Year	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>Paid up Capital</b>	17.98	49.49	53.94	53.95	54.44	94.49	107.18	107.18	107.18	121.63
<b>Reserves</b>	853.65	1013.67	1136.06	1296.21	1565.54	2020.05	2601.04	2978.01	3219.16	4124.40
<b>Owned funds</b>	871.63	1063.16	1190.00	1350.16	1619.98	2114.54	2708.22	3085.19	3326.34	4246.03
<b>CRAR - Basel II</b>	-	-	-	14.92%	14.49%	14.41%	14.33%	14.41%	12.77%	14.63%
<b>Basel III</b>	-	-	-	-	-	-	-	-	12.60%	14.62%
<b>Deposits</b>	7577	9340	12550	15101	19272	24722	32112	38653	43758	44690
<b>Advances</b>	5701	7194	9569	10563	13675	18052	24205	29706	34226	36691
<b>Investments</b>	2298	2874	3526	4716	6649	7776	10581	13869	13445	12833
<b>Total Income</b>	771	987	1289	1711	2005	2482	3621	4695	5680	5977
<b>Net Profit</b>	135	160	208	236	336	416	502	550	430	464
<b>Dividend</b>	120%	100%	120%	120%	120%	120%	140%	140%	130%	130%
<b>Branches (No.)</b>	238	269	288	312	335	369	451	551	572	629
<b>EPS (Rs.)</b>	28.29	32.80	38.62	43.71	62.23	44.90	46.81	51.35	40.08	39.86
<b>Return on Assets</b>	1.65%	1.53%	1.63%	1.49%	1.76%	1.71%	1.56%	1.35%	0.86%	0.88%
<b>Book Value(Rs.)</b>	484.80	197.09	220.61	250.25	297.60	200.33	252.68	287.85	308.91	348.42
<b>No of Employees</b>	2908	3286	3580	3941	4175	4574	5673	6730	7339	7197

