

Karur Vysya Bank's Net Profit Up by 18%

Karur Vysya Bank reported results for the quarter and the nine months ended 31st December 2011. Net profit for the Karur-headquartered KVB rose year-on-year by 18.19% to Rs.354.93 crore against Rs.300.30 crore for the same period in the previous fiscal. The bank's operating profit for the period rose by 12.75% and stood at Rs.512.66 crore from Rs.454.69 crore in the corresponding period in 2010. Net Interest Income stood at Rs.656.13 crore as against Rs.555.50 crore for the corresponding period. NIM stood at 3.06%

The Bank has crossed the business mix of Rs.52000 crore. The deposits of the bank were up by 35.23% to Rs.30107 crore while gross advances increased to Rs.22283 crore reflecting a year-on-year growth of 34.93%. Total income rose to Rs.2561.25 crore from Rs.1786.65 crore showing a rise of 43.35%. The Gross NPA was down to 1.45% from 1.52%. The Net NPA stood at 0.29% with a Provision Coverage Ratio of 80.03%.

Q3 Net profit increased by 10.33% to Rs.124.92 crore from Rs.113.22 crore earned during Q3 of previous fiscal. Net Interest Income rose by 11.38% and stood at Rs.234.66 crore against Rs.210.69 crore earned during Q3 of previous fiscal. Interest income increased by 48.80% to Rs.856.33 crore from Rs.575.49 crore.

The Bank is adequately capitalized with a capital adequacy ratio of 13.25% (Basel II) which is well above the regulatory limit of 9%.

The Bank has added 32 branches and 100 ATMs during the quarter. As on date, the bank has 437 branches and 712 ATMs. The Bank aims to reach a business level of Rs.55000 crore by end-March 2012.