



IRC:F48:141:341:2023

July 17, 2023

The Manager,
National Stock Exchange of India Ltd,
Exchange Plaza, 5th Floor,
Plot No. C-1, 'G' Block,
Bandra- Kurla Complex,
Bandra (East), Mumbai – 400051.

The Manager,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001.

Scrip Code: KARURVYSYA

Scrip Code: 590003

Dear Sir/Madam,

Sub: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Press Release

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Press Release made by the Bank titled – “Karur Vysya Bank announces financial results for the quarter ended 30th June 2023.”

Kindly take the same on record.

Yours faithfully,

Srinivasarao M
Company Secretary &
Deputy General Manager

Encl: As above

PRESS RELEASE

July 17, 2023

KARUR VYSYA BANK ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2023.**Highlights:**

- ❖ Total Business up by 13.72% YOY and 4.88% for the quarter.
- ❖ Deposits up by 13.75% YOY and 5.32% for the quarter.
- ❖ Loan Book grew at 16.55% YOY (before write off).
- ❖ CASA up by 2.44% YOY, CASA ratio stood at 32.89%.
- ❖ PPOP up by 36.42% YOY
- ❖ NIM at 4.19%, up by 34 bps YOY.
- ❖ Other Income up by 67.34% YOY.
- ❖ Cost to Income Ratio for the quarter is at 47.29%.
- ❖ ROA at 1.53% for the quarter.
- ❖ ROE at 16.05% for the quarter.
- ❖ GNPA at 1.99%, NNPA at 0.59%.
- ❖ Capital adequacy ratio (CRAR) stood at 17.67% with CET 1 ratio of 15.96%.

Mr. Ramesh Babu B, Managing Director & CEO, The Karur Vysya Bank said, “We have been able to continue to demonstrate our consistent performance in terms of Growth, Profitability and Asset Quality for the first quarter ended 30th June 2023. Our total business crossed ₹1,47,671 cr. The inclusive growth from all the business segments has helped us to reach net profit of ₹ 359 cr for the quarter.

We are always mindful of the trust, faith and confidence that our customers and our investors have reposed on us. The momentum would be carried for the rest of the quarters of this fiscal.

Karur Vysya Bank ('the Bank') announced its financial results for the Quarter ended June 30, 2023 today. The Bank continues its healthy performance in terms of business growth, profitability as well as asset quality.

BALANCE SHEET:

Balance sheet size as of June 30, 2023 was ₹ 94,607 crore as against ₹ 83,847 crore as of June 30, 2022, a growth of 12.83%.

Total business as on 30th June 2023 stands at ₹ 1,47,671 crore, registering a Y-o-Y growth of 13.72% i.e. up by ₹ 17,820 crore from ₹ 1,29,851 crore as on 30.06.2022.

Total deposits as on 30th June 2023 stands at ₹ 80,715 crore, registering a Y-o-Y growth of 13.75% i.e. up by ₹ 9,754 crore from ₹ 70,961 crore as on 30.06.2022.

Total advances as on 30th June 2023 stands at ₹ 68,638 crore before write off, registering a Y-o-Y growth of 16.55% i.e. up by ₹ 9,748 crore from ₹ 58,890 crore as on 30.06.2022.

FINANCIAL PERFORMANCE – FOR THE QUARTER JUNE 2023 vs. JUNE 2022:

Net profit for the quarter registered a robust growth of 56.77% and stood at ₹ 359 crore from ₹ 229 crore during corresponding quarter of previous year.

PPOP for the quarter increased by 36.42% is at ₹ 648 crore, as compared to ₹ 475 crore for corresponding quarter of the previous year.

Net interest income increased by 20.24% to ₹ 897 crore vis-à-vis ₹ 746 crore for corresponding quarter of previous year.

Net interest margin stands at 4.19% up by 34 bps as compared to 3.85% for the corresponding quarter of the previous year.

Cost of deposits has increased by 86 bps and stands at 4.96 % as compared to 4.10% for the corresponding quarter of previous year.

Yield on advances grew to 9.69% by 134 bps as compared to 8.35% for the corresponding quarter of the previous year.

Commission and fee based income has improved by 9.63% on Y-o-Y basis to ₹ 205 crore from ₹ 187 crore for corresponding quarter of the previous year.

Operating expenses for the quarter was ₹ 581 crore as compared to ₹ 470 crore during the corresponding quarter of previous year.

Cost to income ratio stands at 47.29% (49.68% for Q1 of previous year).

CAPITAL ADEQUACY:

Capital Adequacy Ratio (CRAR) as per Basel III guidelines was at 17.67% as on June 30, 2023 (18.95% as on June 30, 2022) as against a regulatory requirement of 11.50%. Tier 1 was at 15.96% as of June 30, 2023 compared to 17.02% as of June 30, 2022. Risk-weighted Assets were at ₹ 51,643 crore as on June 30, 2023 (₹ 42,884 crore as at June 30, 2022).

ASSET QUALITY:

Gross non-performing assets (GNPA) has improved by 329 bps and stands at 1.99% of gross advances as on June 30, 2023 (₹ 1,330 crore) and 5.28% as on June 30, 2022 (₹ 3,107 crore).

Net non-performing assets (NNPA) is below 1% and stands at 0.59% of net advances as on June 30, 2023 (₹ 390 crore), 1.93% as on June 30, 2022 (₹ 1,098 crore).

Provision Coverage Ratio (PCR) was at 93.41% as at June 30, 2023, as against 82.74% as at June 30, 2022.

NETWORK:

As of June 30, 2023, the Bank's distribution network stands at 808 branches and 1 Digital Banking Unit and 2,240 ATMs / Cash Recyclers as against 789 branches and 2,237 ATMs / Cash Recyclers as of June 30, 2022. 55% of our branches are in semi-urban and rural areas. In addition, we have 150 business correspondents.

OTHERS:

RBI has approved the reappointment of MD&CEO for a further period of three years.

B. Ramesh Babu
Managing Director & CEO