



REVIEWED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2014

(₹ in lakhs)

Particulars	3 Months ended			Year ended
	30-Jun-14	31-Mar-14	30-Jun-13	31-Mar-14
	Reviewed	Audited	Reviewed	Audited
1. Interest earned (a)+(b)+(c)+(d)	134449	132274	122253	511596
a) Interest / discount on advances /bills	104771	100264	92072	387200
b) Income on Investments	29611	30086	28054	119738
c) Interest on balances with RBI and other interbank funds	67	763	118	1092
d) Others	0	1161	2009	3566
2. Other Income	11795	14571	20693	56445
3. Total Income (1+2)	146244	146845	142946	568041
4. Interest Expended	100446	97441	89065	383226
5. Operating Expenses (i+ii)	24449	28475	22009	101036
(i) Employees cost	12275	14796	10777	52792
(ii) Other operating expenses	12174	13679	11232	48244
6. Total Expenditure (4+5) excluding provision and contingencies	124895	125916	111074	484262
7. Operating Profit before Provisions and Contingencies (3-6)	21349	20929	31872	83779
8. Provisions (other than tax) and Contingencies	8642	11003	16316	44231
9. Exceptional items	0	0	0	0
10. Profit /(Loss) from Ordinary activities before tax (7-8-9)	12707	9926	15556	39548
11. Tax expense	500	-2033	3526	-3412
12. Net Profit from ordinary activities after tax(10-11)	12207	11959	12030	42960
13. Extraordinary items (net of tax expense)	0	0	0	0
14. Net Profit for the period (12-13)	12207	11959	12030	42960
15. Paid-up equity share capital (FV Rs.10/-)	10729	10718	10718	10718
16. Reserves excluding Revaluation Reserve (as per balance sheet of previous accounting year)	321916	321916	297801	321916

(₹ in lakhs)

	3 Months ended			Year ended
	30-Jun-14	31-Mar-14	30-Jun-13	31-Mar-14
	Reviewed	Audited	Reviewed	Audited
17. Analytical Ratios				
(i) % of shares held by Government of India	0%	0%	0%	0%
(ii) Capital Adequacy Ratio-Basel II	12.58%	12.77%	12.86%	12.77%
Capital Adequacy Ratio-Basel III	12.49%	12.60%	12.52%	12.60%
(iii) Earnings per share (EPS)				
a) Basic EPS before and after extraordinary items (not to be annualized)	11.38	11.16	11.22	40.08
b) Diluted EPS before and after extraordinary items (not to be annualized)	11.30	11.07	11.14	39.78
(iv) NPA Ratios				
a) Gross NPA	45096	27918	46642	27918
b) Net NPA	18248	13991	15453	13991
c) % of Gross NPA	1.30%	0.82%	1.51%	0.82%
d) % of Net NPA	0.53%	0.41%	0.50%	0.41%
e) Return on Asset(annualized)	0.94%	0.93%	1.00%	0.86%
18. Public Shareholding				
Number of Shares	104605801	103954269	103876425	103954269
% of Shareholding	97.49%	96.99%	96.92%	96.99%
19. Promoters and Promoter Group Shareholding				
a) Pledged / Encumbered				
-Number of Shares	285763	320343	461003	320343
-Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	10.63%	9.93%	13.95%	9.93%
-Percentage of Shares (as a % of the total share capital of the Company)	0.27%	0.30%	0.43%	0.30%
b) Non - encumbered				
- Number of Shares	2402165	2906494	2843678	2906494
- Percentage of Shares (as a % of the total shareholding of the Promoter and Promoter group)	89.37%	90.07%	86.05%	90.07%
-Percentage of Shares (as a % of the total share capital of the company)	2.24%	2.71%	2.65%	2.71%

(₹ in lakhs)

Business Segments	3 Months ended			Year ended
	30-Jun-14	31-Mar-14	30-Jun-13	31-Mar-14
	Reviewed	Audited	Reviewed	Audited
Segment Revenue				
1. Treasury Operations	31165	31556	39605	134995
2. Corporate/Wholesale Banking Operations	39189	40920	35537	149463
3. Retail Banking Operations	75640	74010	67332	282266
4. Other Banking Operations	250	359	472	1317
Total	146244	146845	142946	568041
Segment Results				
1. Treasury Operations	3001	3358	14605	23886
2. Corporate/Wholesale Banking Operations	7419	8432	7851	29303
3. Retail Banking Operations	16725	16250	16203	61315
4. Other Banking Operations	231	331	454	1239
Total	27376	28371	39113	115743
Unallocated Income/Expenses	6027	7442	7241	31964
Operating Profit	21349	20929	31872	83779
Income Taxes	500	-2033	3526	-3412
Other Provisions	8642	11003	16316	44231
Net Profit	12207	11959	12030	42960
Other Information				
Segment Assets				
1. Treasury Operations	1380228	1327749	1548577	1327749
2. Corporate/Wholesale Banking Operations	1252736	1272730	1121149	1272730
3. Retail Banking Operations	2175098	2126483	1940264	2126483
4. Other Banking Operations	0	0	0	0
5. Unallocated Assets	427667	427353	386322	427353
Total	5235729	5154315	4996312	5154315
Segment Liabilities				
1. Treasury Operations	1371824	1361001	1655443	1361001
2. Corporate/Wholesale Banking Operations	1143454	1150919	981903	1150919
3. Retail Banking Operations	1984918	1923325	1699077	1923325
4. Other Banking Operations	0	0	0	0
5. Unallocated Liabilities	390390	386436	338678	386436
Capital Employed	345143	332634	321211	332634
Total Liabilities	5235729	5154315	4996312	5154315

GEOGRAPHIC SEGMENTS: The Bank operates only in Domestic segment.

Notes:

1) The above financial results for the quarter ended 30th June 2014 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 1st August 2014. The same has been subjected to limited review by the Statutory Central Auditors of the Bank.

2) There has been no change in the accounting policies followed during the quarter ended 30th June 2014 as compared to those followed in the preceding financial year ended 31st March 2014.

3) The financial results for the quarter ended 30th June 2014 have been arrived at after considering provision for non performing assets, depreciation on investments on actual basis. The depreciation on fixed assets has been provided on proportionate basis, as per the method adopted in the previous year. Provision for employee benefits, income tax and other contingencies are on an estimated and proportionate basis and are subject to adjustment at the year end.

4) In terms of the Reserve Bank of India circular DBOD.No.BP.BC.80/21.4.018/2010-11 dated 9th February 2011 on amortization of expenses towards pension and gratuity liabilities, a proportionate sum of Rs.4.23 crore has been provided for the quarter ended 30th June 2014 out of Rs.16.90 crore to be provided for the financial year ending 31st March 2015.

5) In accordance with the RBI circular DBOD. No. BPBC.2/21.06.201/2013-14 dated 01.07.2013, banks are required to make half yearly Pillar III disclosures under Basel III capital requirements with effect from 30th September, 2013. The disclosures have been made available on the banks web site at the following link http://www.kvb.co.in/footer/pillarIII_disclosures.html. These quarterly Pillar 3 disclosures have not been subjected to a limited review by Statutory Auditor of the Bank.

6) The figures for the quarter ended March 31, 2014 are the balancing figures between audited figures in respect of financial year 2013-14 and the published year to date figures upto the end of the third quarter of the financial year ended 31st March 2014

7) In accordance with RBI guidelines, Bank has shifted Securities from AFS to HTM category amounting to Rs.536.21 crore during the current quarter and the resultant depreciation of Rs.44.48 crore has been charged to Profit and Loss Account

8) During the quarter ended 30th June 2014, Non performing Financial Assets aggregating to Rs.32.46 crore (net of Provisions) were assigned to Asset Reconstruction Companies for an aggregate consideration of Rs.36.62 crore

9) During the quarter ended 30th June 2014, the Bank had allotted 105910 shares pursuant to the exercise of stock options by certain employees

10) Details of Investor Complaints for the quarter ended 30th June 2014

i) Pending at the beginning of the quarter: 0 , ii) Received during the quarter : 2 , iii) Redressed during the quarter : 2, iv) Pending at end of the quarter : 0

11) Provision Coverage Ratio is 75.04% as on 30.06.2014

12) Figures of the corresponding period have been re-classified/regrouped wherever considered necessary.

For and on behalf of Board of Directors

Place : Karur

Date : 01.08.2014

K.Venkataraman
Managing Director & C.E.O

“As per our report of even date”

For Abarna & Ananthan

Chartered Accountants

Firm Registration No. 000003S

S. Ananthan

Partner

Membership No. 26379