

Earnings Update

Audited Full-Year & Quarterly Results

March 31, 2017



The Board of Directors of The Jammu & Kashmir Bank Ltd. at their meeting held on May 13, 2017 took on record the Audited Financial Results for the Full Year ended March 31, 2017.

Performance Highlights for the full year ended March 31, 2017:

- Operating Profit of Rs. 1294.34 Crore for the FY ended March 2017 as compared to Operating Profit of Rs. 1667.92 crore for FY ended March, 2016.
- Provisions of Rs. 2115.92 crore for bad & doubtful debts made during FY ended March, 2017 as compared to Provision of Rs. 869.62 crore made during previous financial year.
- Net Loss of Rs 1632.29 crore for the financial year ended Mar, 2017 as compared to Net Profit of Rs 416.04 crore earned during the financial year ended Mar, 2016.
- Deposits stood at Rs. 72463.09 crore as on March 31, 2017 compared to Rs 69390.25 crore as on March 31, 2016.
- CASA ratio stood at 51.70% as on March 31, 2017 compared to 44.13% as on March 31, 2016
- Gross Advances stood at Rs. 54896.75 crore as on March 31, 2017 compared to Rs 53059.77 crore as on March 31, 2016.
- EPS for the financial year ended Mar, 2017 at Rs -33.59 compared to Rs 8.58 earned during the previous financial year.
- NIMs for the financial year ended Mar, 2017 at 3.38 % vis-à-vis 3.85 % for the previous financial year.
- Post tax Return on Assets at -2.04 % for the financial year ended Mar, 2017 compared to 0.57 % for the previous financial year.
- Post Tax Return on Average Net-Worth for the financial year ended Mar, 2017 at -26.98% compared to 6.64 % recorded for the last financial year.
- The Cost of Deposits for the financial year ended Mar, 2017 at 5.87% compared to 6.34 % recorded for the last financial year.
- The Yield on Advances for the current financial year stood at 10.02% as compared to 10.90 % for the financial year ended Mar, 2016.
- Business per Employee and Net profit per Employee were at Rs 12.20 crore and Rs -16.29 lakh respectively for the financial year ended Mar, 2017 compared to Rs 11.37 crore and Rs 4.10 lakh pertaining to the financial year ended Mar, 2016.
- Gross and Net NPA's as percentages to Gross and Net Advances as on Mar, 2017 at 11.20% and 4.87% respectively compared to 8.32 % and 4.31 % a year ago.

- Recovery / Reductions of Rs. 889.75 crore in NPAs during FY ended March 2017 compared to Reduction / Recovery of Rs. 450.66 crore during FY ended March 2016.
- NPA Coverage Ratio as on Mar, 2017 at 66.88% as compared to 56.15 % a year ago.
- Cost to Income Ratio stood at 56.92% for the financial year ended Mar, 2017 as compared to 48.11 % for the financial year ended Mar, 2016.
- Capital Adequacy Ratio stood at 10.80% as on Mar, 2017 which was recorded at 11.81 % as on Mar, 2016.

The Board of Directors of The Jammu & Kashmir Bank Ltd. at their meeting held on May 13, 2017 took on record the Audited Financial Results for the Fourth Quarter ended March 31, 2017.

Performance Highlights for the quarter ended March 31, 2017:

- Operating Profit of Rs. 276.36 Crore for the quarter ended March 2017 as compared to Operating Profit of Rs. 380.89 crore for quarter ended March, 2016.
- Provisions of Rs. 591.32 crore for bad & doubtful debts made during quarter ended March, 2017 as compared to Provision of Rs. 310.98 crore made during corresponding quarter of previous financial year.
- Net Loss of Rs 554.30 crore for the quarter ended Mar, 2017 as compared to a Net Loss of Rs 56.02 crore for the quarter ended Mar, 2016.
- EPS for the quarter ended Mar, 2017 at Rs -11.41 compared to Rs -1.16 for the corresponding quarter of previous financial year.
- NIMs for the quarter ended Mar, 2017 at 3.50% (annualized) vis-à-vis 3.60 % for the corresponding quarter of previous financial year.
- Post tax Return on Assets at -2.68% (annualized) for the quarter ended Mar, 2017 compared to -0.30 % for the corresponding period of the previous financial year.
- Post Tax Return on Average Net-Worth (annualized) for the quarter ended Mar, 2017 at -40.23% compared to -3.45 % recorded for the corresponding quarter of last financial year.
- The Cost of Deposits (annualized) for the quarter ended Mar, 2017 at 5.71 % compared to 6.15 % recorded for the corresponding quarter of last financial year.
- The Yield on Advances (annualized) for the quarter ended Mar, 2017 stood at 9.26 % as compared to 10.09 % for the quarter ended Mar, 2016.
- Business per Employee and Net profit / loss per Employee (annualized) were at Rs 12.20 crore and Rs -22.13 lakh respectively for the quarter ended Mar, 2017 compared to Rs 11.37 crore and Rs -2.21 lakh pertaining to the quarter ended Mar, 2016.
- Gross and Net NPA's as percentages to Gross and Net Advances as on Mar, 2017 at 11.20 % and 4.87 % respectively compared to 8.32 % and 4.31 % a year ago.
- Recovery / Reductions of Rs. 347.76 crore in NPAs during quarter ended March 2017 compared to Reduction / Recovery of Rs. 129.24 crore during quarter ended March 2016.
- NPA Coverage Ratio as on Mar, 2017 at 66.88 % as compared to 56.15 % a year ago.

- Cost to Income Ratio stood at 64.55 % for the quarter ended Mar, 2017 as compared to 51.55 % for the quarter ended Mar, 2016.
- Capital Adequacy Ratio stood at 10.80 % as on Mar, 2017 which was recorded at 11.81 % as on Mar, 2016.

Performance Highlights for the quarter ended March 31, 2017 V/s Dec 2016 Qr:

- Operating Profit of Rs. 276.36 Crore for the quarter ended March 2017 as compared to Operating Profit of Rs. 293.04 crore for quarter ended Dec, 2016.
- Provisions of Rs. 591.32 crore for bad & doubtful debts made during quarter ended March, 2017 as compared to Provision of Rs. 569.06 crore made during quarter ended Dec, 2016.
- Net Loss of Rs 554.30 crore for the quarter ended Mar, 2017 as compared to a Net Loss of Rs 498.47 crore for the preceding quarter.
- Deposits stood at Rs. 72463.09 crore as on March 31, 2017 compared to Rs 74186.51 crore as on Dec. 31, 2016.
- CASA ratio stood at 51.70% as on March 31, 2017 compared to 47.42% as on Dec 31, 2016
- Gross Advances stood at Rs. 54896.75 crore as on March 31, 2017 compared to Rs 49585.85 crore as on Dec. 31, 2016 recording growth of 11.00%.
- EPS for the quarter ended Mar, 2017 at Rs -11.41 compared to Rs -10.26 for the preceding quarter.
- NIMs for the quarter ended Mar, 2017 at 3.50% (annualized) vis-à-vis 2.99 % for the preceding quarter.
- Post tax Return on Assets at -2.68% (annualized) for the quarter ended Mar, 2017 compared to -2.43 % for the preceding quarter.
- Post Tax Return on Average Net-Worth (annualized) for the quarter ended Mar, 2017 at -40.23% compared to -35.64 % recorded for the preceding quarter.
- The Cost of Deposits (annualized) for the quarter ended Mar, 2017 at 5.71 % compared to 5.77 % recorded for the preceding quarter.
- The Yield on Advances (annualized) for the quarter ended Mar, 2017 stood at 9.26 % as compared to 9.57 % for the quarter ended Dec, 2016.
- Business per Employee and Net profit / loss per Employee (annualized) were at Rs 12.20 crore and Rs -22.13 lakh respectively for the quarter ended Mar, 2017 compared to Rs 11.84 crore and Rs -19.79 lakh pertaining to the quarter ended Dec, 2016.
- Gross and Net NPA's as percentages to Gross and Net Advances as on Mar, 2017 at 11.20 % and 4.87 % respectively compared to 11.84 % and 5.99 % as on Dec' 2016.
- Recovery / Reductions of Rs. 347.76 crore in NPAs during quarter ended March 2017 compared to Reduction / Recovery of Rs. 154.39 crore during quarter ended Dec 2016

- NPA Coverage Ratio as on Mar, 2017 at 66.88 % as compared to 61.73 % as on Dec' 2016.
- Cost to Income Ratio stood at 64.55 % for the quarter ended Mar, 2017 as compared to 58.27 % for the quarter ended Dec, 2016.
- Capital Adequacy Ratio stood at 10.80 % as on Mar, 2017 which was recorded at 10.28 % as on Dec, 2016.

Profit & Loss Account

Amount in Rupees crore

| Particulars | Q 4 FY '16-17 | Q 4 FY '15-16 | % Change | Year ended Mar, '17 | Year ended Mar, '16 | % Change |
|----------------------------|------------------|------------------|-------------|------------------------|------------------------|-------------|
| Interest Earned | 1678.19 | 1666.16 | 0.72% | 6685.80 | 6843.57 | -2.31% |
| Interest Expended | 1023.23 | 1019.05 | 0.41% | 4173.86 | 4133.48 | 0.98% |
| Net Interest Income | 654.96 | 647.11 | 1.21% | 2511.94 | 2710.09 | -7.31% |
| Other Income | 124.55 | 139.17 | -10.51% | 492.86 | 504.03 | -2.22% |
| Operating Income | 779.51 | 786.28 | -0.86% | 3004.80 | 3214.12 | -6.51% |
| Operating Expenses | 503.15 | 405.39 | 24.12% | 1710.46 | 1546.20 | 10.62% |
| Operating Profit | 276.36 | 380.89 | -27.44% | 1294.34 | 1667.92 | -22.40% |
| Provisions & Contingencies | 768.25 | 397.11 | 93.46% | 2800.31 | 976.23 | 186.85% |
| PBT | -491.89 | -16.22 | 2932.60% | -1505.97 | 691.69 | -317.72% |
| Tax Provision | 62.41 | 39.80 | 56.81% | 126.32 | 275.65 | -54.17% |
| Net Profit | -554.30 | -56.020 | 889.47% | -1632.29 | 416.04 | -492.34% |

Balance Sheet

Amount in Rupees crore

| Particulars | As on Mar 31, 2017 | As on Mar 31, 2016 | % Change |
|---|-----------------------|-----------------------|--------------|
| Capital & Liabilities | | | |
| Capital | 52.15 | 48.49 | 7.55% |
| Reserves & Surplus | 5624.35 | 6375.48 | -11.78% |
| Deposits | 72463.09 | 69390.25 | 4.43% |
| Borrowings | 1276.05 | 2240.00 | -43.03% |
| Other Liabilities & Provisions | 2603.03 | 2213.85 | 17.58% |
| Total | 82018.67 | 80268.07 | 2.18% |
| Assets | | | |
| Cash & Bank Balance | 3590.97 | 3126.74 | 14.85% |
| Balance with Banks and Money at Call & Short Notice | 1794.96 | 76.27 | 2253.43% |
| Investments | 21290.89 | 20353.62 | 4.60% |
| Advances | 49816.11 | 50193.29 | -0.75% |
| Fixed Assets | 1543.32 | 763.72 | 102.08% |
| Other Assets | 3982.42 | 5754.43 | -30.79% |
| Total | 82018.67 | 80268.07 | 2.18% |

Break-up:

1. Interest Earned

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|---------------------|----------------|----------------|--------------|----------------------|----------------------|---------------|
| On Loans & Advances | 1154.87 | 1224.65 | -5.70% | 4784.35 | 5027.66 | -4.84% |
| Investments | 498.38 | 382.16 | 30.41% | 1782.61 | 1646.65 | 8.26% |
| Inter Bank Funds | 24.94 | 35.47 | -29.70% | 117.21 | 145.38 | -19.38% |
| Others | 0.00 | 23.88 | -100.00% | 1.63 | 23.88 | -93.17% |
| Total | 1678.19 | 1666.16 | 0.72% | 6685.80 | 6843.57 | -2.31% |

2. Interest Expended

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|----------------------------|----------------|----------------|--------------|----------------------|----------------------|--------------|
| Deposits | 1001.00 | 991.73 | 0.93% | 4079.18 | 3986.76 | 2.32% |
| Borrowings | 7.69 | 13.82 | -44.36% | 39.64 | 92.72 | -57.25% |
| Others (Subordinated Debt) | 14.54 | 13.50 | 7.70% | 55.04 | 54.00 | 1.93% |
| Total | 1023.23 | 1019.05 | 0.41% | 4173.86 | 4133.48 | 0.98% |

3. Other Income

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|---------------------------|---------------|---------------|----------------|----------------------|----------------------|---------------|
| Commission / Exchange | 45.13 | 45.64 | -1.12% | 164.88 | 183.74 | -10.26% |
| Insurance Commission | 10.87 | 13.57 | -19.90% | 32.82 | 43.16 | -23.96% |
| Treasury / Trading Income | 22.93 | 41.31 | -44.49% | 143.26 | 147.09 | -2.60% |
| Miscellaneous Income | 45.62 | 38.65 | 18.03% | 151.90 | 130.04 | 16.81% |
| Total | 124.55 | 139.17 | -10.51% | 492.86 | 504.03 | -2.22% |

4. Operating Expenses

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|--|---------------|---------------|---------------|----------------------|----------------------|---------------|
| Payment for Employees | 299.66 | 268.06 | 11.79% | 1122.54 | 1057.40 | 6.16% |
| Rent, Taxes and Lightning | 19.99 | 17.93 | 11.49% | 75.46 | 72.05 | 4.73% |
| Printing & Stationery | 3.07 | 2.10 | 46.19% | 9.35 | 8.87 | 5.41% |
| Advertisement & Publicity | 7.99 | 7.01 | 13.98% | 15.09 | 13.26 | 13.80% |
| Depreciation in Bank's Property | 28.34 | 16.82 | 68.49% | 85.08 | 63.99 | 32.96% |
| Directors' Fees, Allowances & Expenses | 0.19 | 0.33 | -42.42% | 0.98 | 0.91 | 7.69% |
| Auditors' Fees & Expenses | 5.00 | 4.65 | 7.53% | 15.51 | 14.85 | 4.44% |
| Law Charges | 5.32 | 1.48 | 259.46% | 9.93 | 6.45 | 53.95% |
| Postage, Telegrams, Telephones etc | 2.32 | 1.53 | 51.63% | 6.46 | 5.95 | 8.57% |
| Repairs & Maintenance | 4.29 | 4.25 | 0.94% | 15.31 | 13.32 | 14.94% |
| Insurance | 15.98 | 14.20 | 12.56% | 67.48 | 57.46 | 17.44% |
| Other Expenditure | 111.00 | 67.03 | 65.60% | 287.27 | 231.69 | 23.99% |
| Total | 503.15 | 405.39 | 24.12% | 1710.46 | 1546.20 | 10.62% |

Break-up:**5. Provisions & Contingencies**

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|---|---------------|---------------|---------------|----------------------|----------------------|----------------|
| Provision for Tax | 62.41 | 39.80 | 56.81% | 126.32 | 275.65 | -54.17% |
| Provision for Bad & Doubtful Debts | 591.32 | 310.98 | 90.15% | 2115.92 | 869.62 | 143.32% |
| Provision for Standard Advances | 116.81 | 72.32 | 61.52% | 263.37 | 76.36 | 244.91% |
| Provision for Depreciation on Investments | 34.49 | 0.19 | 18053% | 55.19 | 0.19 | 28947% |
| Provision for Non Performing Investments | -10.28 | 11.50 | -189.39% | 244.04 | 27.11 | 800.18% |
| Provision for Frauds/ Embezzlements | 0.12 | 0.03 | 300.00% | 1.40 | 0.72 | 94.44% |
| Provision for diminution in fair value of Restructured / Rescheduled advances | 35.79 | -0.14 | -25664% | 114.50 | 0.00 | - |
| Provision for Contingent Liabilities | 0.00 | 2.23 | -100.00% | 5.89 | 2.23 | 164.13% |
| Total | 830.66 | 436.91 | 90.12% | 2926.63 | 1251.88 | 133.78% |

6. Deposits

Amount in Rupees crore

| Particulars | As on Mar 31, 2017 | As on Mar 31, 2016 | % Change |
|-----------------|--------------------|--------------------|--------------|
| Demand Deposits | 9562.59 | 7211.94 | 32.59% |
| Saving Deposits | 27897.57 | 23408.43 | 19.18% |
| Term Deposits | 35002.93 | 38769.88 | -9.72% |
| Total | 72463.09 | 69390.25 | 4.43% |

Geographical Break-up

| S. No. | Particulars | Amount in Rupees Crore | | | | | |
|--------|-----------------------------|------------------------|--------------|--------------------|--------------|---------------|--------------|
| | | From J&K State | | From Rest of India | | Bank as Whole | |
| | | Amount | % age | Amount | % age | Amount | % age |
| 1 | Deposits | 61417 | 84.76 | 11046 | 15.24 | 72463 | 100.00 |
| 2 | CASA Ratio | | 56.30 | | 26.10 | | 51.70 |
| 3 | Gross Advances (net of TWO) | 26659 | 49.76 | 26914 | 50.24 | 53573 | 100.00 |
| 4 | Number of Branches | 747 | 86.36 | 118 | 13.64 | 865 | 100.00 |
| 5 | Number of ATM's | 1010 | 92.15 | 86 | 7.85 | 1096 | 100.00 |

Movement in Gross NPA's

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|------------------------------------|----------------|----------------|---------------|----------------------|----------------------|---------------|
| Balance at the start of the period | 5714.91 | 3339.46 | 71.13% | 4368.61 | 2764.08 | 58.05% |
| Additions during the period | 647.57 | 1479.82 | -56.24% | 3278.42 | 2383.22 | 37.56% |
| Reductions | | | | | | |
| Up gradations during the period | 34.89 | 46.44 | -24.87% | 154.76 | 188.92 | -18.08% |
| Settlements & Write off | 65.58 | 321.43 | -79.60% | 856.99 | 328.03 | 161.25% |
| Recoveries during the period | 262.00 | 82.80 | 216.43% | 635.27 | 261.74 | 142.71% |
| Balance at the close of the period | 6000.01 | 4368.61 | 37.34% | 6000.01 | 4368.61 | 37.34% |

Movement in Restructured Assets

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|---|----------------|----------------|---------------|----------------------|----------------------|---------------|
| Balance at the start of the period | 3248.96 | 2504.75 | 29.71% | 3235.35 | 2467.33 | 31.13% |
| Additions during the period | 3353.68 | 244.05 | 1274.10% | 3479.22 | 270.26 | 1187.30% |
| Disbursements during the period | 3.55 | 690.46 | -99.49% | 127.32 | 785.00 | -83.78% |
| Reductions / Reclassification / Up gradations | 0.34 | 100.72 | -99.66% | 0.92 | 161.21 | -99.43% |
| Recoveries during the period | 223.88 | 103.19 | 116.96% | 459.00 | 126.03 | 264.20% |
| Balance at the close of the period | 6381.97 | 3235.35 | 97.26% | 6381.97 | 3235.35 | 97.26% |
| NPA's out of outstanding restructured portfolio | 842.21 | 610.61 | 37.93% | 842.21 | 610.61 | 37.93% |
| Provisions held against these NPA's | 407.48 | 206.95 | 96.90% | 407.48 | 206.95 | 96.90% |

Movement in Flexible Structuring Portfolio

Amount in Rupees crore

| | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|--------------------------------------|-----------------|-----------------|----------------|-------------------------|-------------------------|----------------|
| Balance at the start of the period | 380.44 | 1026.31 | -63.00% | 1122.27 | 0.00 | - |
| Additions during the period | 0.00 | 120.19 | -100.00% | 0.00 | 1122.27 | -100.00% |
| Reductions during the period | 130.21 | 0.00 | - | 865.79 | 0.00 | - |
| Balance at the close of the period * | 255.62 | 1122.27 | -77.00% | 255.62 | 1122.27 | -77.00% |

* The balance of Rs. 255.62 crore comprises 2 accounts which are Standard non-Restructured as on Mar'17

Movement in Strategic Debt Restructuring Portfolio

Amount in Rupees crore

| | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|---------------------------------------|-----------------|-----------------|----------------|-------------------------|-------------------------|----------------|
| Balance at the start of the period | 471.52 | 769.39 | -39.00% | 1087.82 | 0.00 | - |
| Additions during the period | 110.88 | 293.50 | -62.00% | 252.13 | 1087.82 | -77.00% |
| Reductions during the period | 254.62 | 0.00 | - | 895.58 | 0.00 | - |
| Balance at the close of the period ** | 312.18 | 1087.82 | -71.00% | 312.18 | 1087.82 | -71.00% |

** The balance of Rs. 312.18 crore comprises 3 accounts out of which 1 account for Rs. 89.78 crore is Standard non-Restructured, 2 accounts for Rs. 222.40 crore are Restructured Standard as on Mar'17

Movement in S4A Portfolio

Amount in Rupees crore

| | Q4 FY '16-17 | Q4 FY '15-16 | % Change | Year Ended Mar, 2017 | Year Ended Mar, 2016 | % Change |
|--|-----------------|-----------------|-------------|-------------------------|-------------------------|-------------|
| Balance at the start of the period | 120.18 | 0.00 | - | 0.00 | 0.00 | - |
| Additions during the period | 306.08 | 0.00 | - | 420.56 | 0.00 | - |
| Reductions during the period | 0.00 | 0.00 | - | 0.00 | 0.00 | - |
| Balance at the close of the period *** | 371.20 | 0.00 | - | 371.20 | 0.00 | - |

*** The balance of Rs. 371.20 crore comprises 3 account out of which 2 accounts for Rs. 306.08 crore are Standard Non- Restructured and 1 account for Rs. 65.12 crore is Restructured Standard as on Mar'17

Break-up of Deposits:

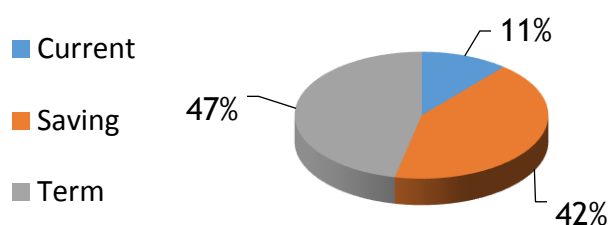
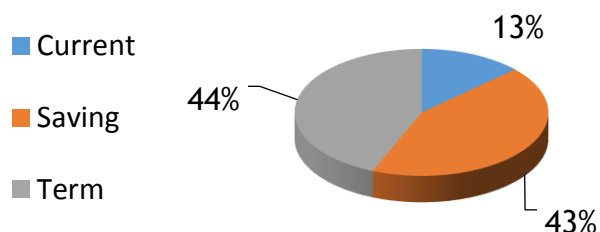
March, 2017

March, 2016

In J&K State

Total Deposits – Rs 61417 crore

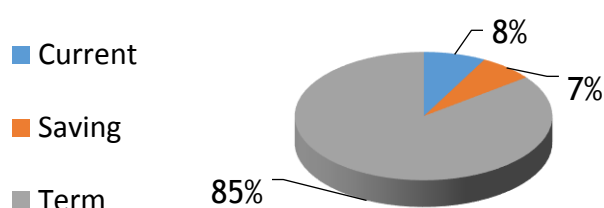
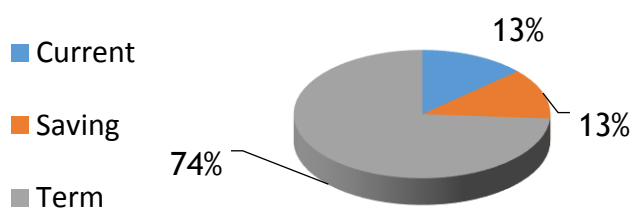
Total Deposits – Rs 52762 crore



In Rest of India

Total Deposits – Rs 11046 crore

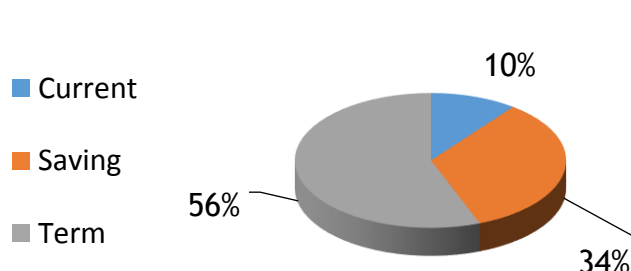
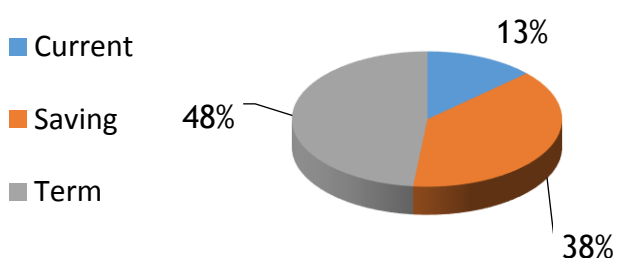
Total Deposits – Rs 16628 crore



Bank as Whole

Total Deposits – Rs 72463 crore

Total Deposits – Rs 69390 crore



Incremental Growth in Deposits

Amount in Rupees crore

| Particulars | | As on Mar 31, 2017 | As on Mar 31, 2016 | Increment | % Change |
|-------------|------------------|--------------------|--------------------|-----------|----------|
| Deposits | In J&K State | 61417 | 52762 | 8655 | 16% |
| | In Rest of India | 11046 | 16628 | -5582 | -34% |
| | Whole Bank | 72463 | 69390 | 3073 | 4% |

Sectoral Break-up of Advances:

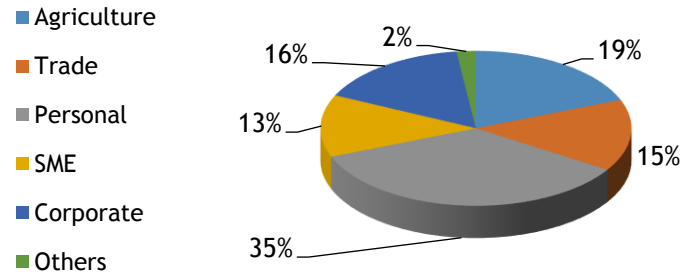
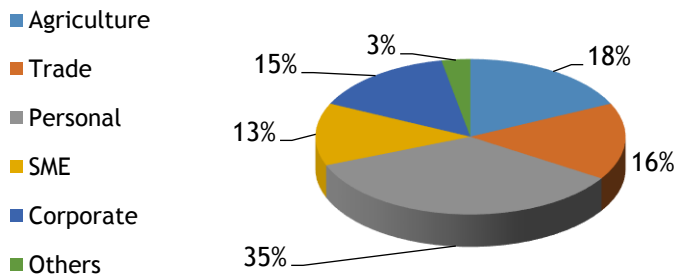
March, 2017

March, 2016

In J&K State

Gross Advances – Rs 26811 crore

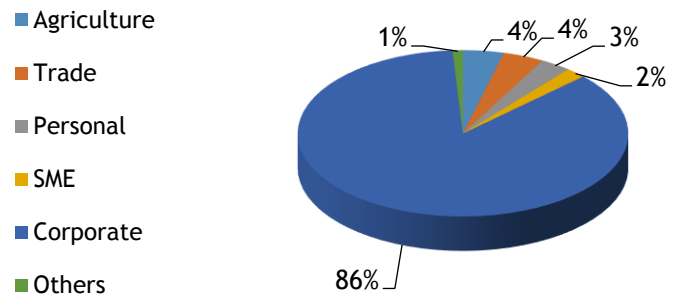
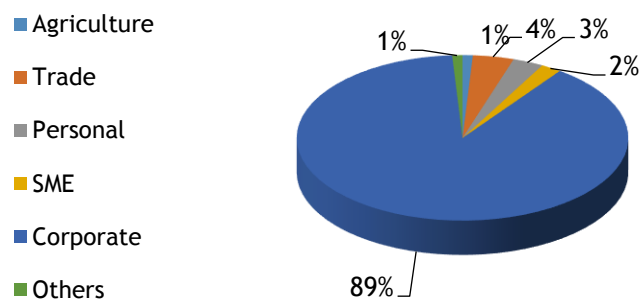
Gross Advances – Rs 25608 crore



In Rest of India

Gross Advances – Rs 28085 crore

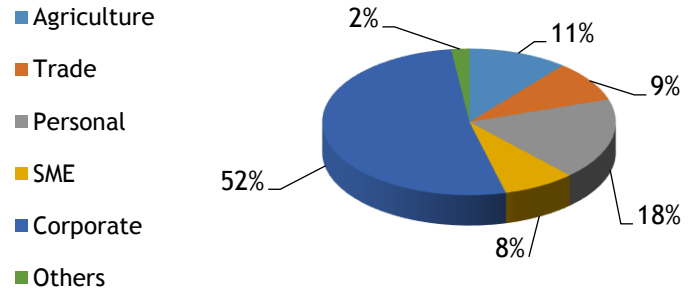
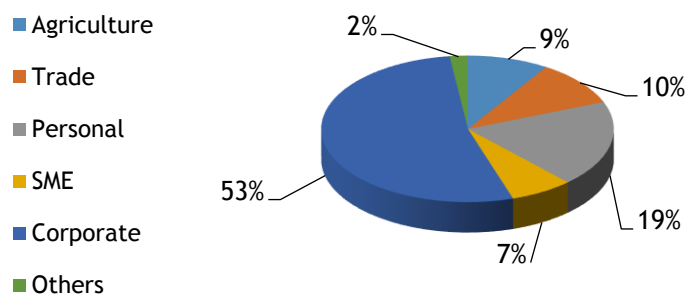
Gross Advances – Rs 27452 crore



Bank as Whole

Gross Advances – Rs 54896 crore

Gross Advances – Rs 53060 crore



Incremental Growth in Advances:

Amount in Rupees crore

| Particulars | | As on Mar 31, 2017 | As on Mar 31, 2016 | Increment | % Change |
|----------------|------------------|--------------------|--------------------|-----------|----------|
| Gross Advances | In J&K State | 26811 | 25608 | 1203 | 5% |
| | In Rest of India | 28085 | 27452 | 633 | 2% |
| | Whole Bank | 54896 | 53060 | 1836 | 3% |

Categorization of Investments (I)

Amount in Rupees crore

| Particulars | As on Mar 31, 2017 | As on Mar 31, 2016 | % Change |
|--|--------------------|--------------------|-----------------|
| Held to Maturity (HTM) | | | |
| □ Government & Other Approved Securities | 13884.98 | 12716.07 | 9.19% |
| □ Shares | | | |
| □ Debentures & Bonds | 21.23 | 20.08 | 5.73% |
| □ Subsidiaries & Joint Ventures | 20.00 | 20.00 | 0.00% |
| □ Others | 52.12 | 56.93 | -8.45% |
| Sub-Total | 13978.33 | 12813.08 | 9.09% |
| Percentage of HTM to Total Investments | 65.65% | 62.95% | |
| Held for Trading (HFT) | | | |
| □ Government & Other Approved Securities | 10.45 | 0.00 | |
| □ Shares | 1.25 | 0.14 | 792.86% |
| □ Debentures & Bonds | | | |
| □ Subsidiaries & Joint Ventures | | | |
| □ Others | | | |
| Sub-Total | 11.70 | 0.14 | 8257.14% |
| Percentage of HFT to Total Investments | 0.05% | 0.00% | |
| Available for Sale (AFS) | | | |
| □ Government & Other Approved Securities | 2429.78 | 1231.97 | 97.23% |
| □ Shares | 271.72 | 175.18 | 55.11% |
| □ Debentures & Bonds | 1481.94 | 1791.50 | -17.28% |
| □ Subsidiaries & Joint Ventures | | | |
| □ Others | 3117.42 | 4341.75 | -28.20% |
| □ Debt / Money Market related MF's | | | |
| Sub-Total | 7300.86 | 7540.40 | -3.18% |
| Percentage of AFS to Total Investments | 34.29% | 37.05% | |
| Total Investment | 21290.89 | 20353.62 | 4.60% |

Categorization of Investments (II)

Amount in Rupees crore

| Particulars | As on Mar 31, 2017 | As on Mar 31, 2016 | % Change |
|--|--------------------|--------------------|--------------|
| SLR Securities | 16325.21 | 13948.04 | 17.04% |
| Non SLR Securities | 4965.68 | 6405.58 | -22.48% |
| Total Investment | 21290.89 | 20353.62 | 4.60% |
| SLR Securities as % age to total Investments | 76.68% | 68.53% | - |
| Non SLR Securities as % age to total Investments | 23.32% | 31.47% | - |

Movement in Non Performing Investments

Amount in Rupees crore

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | % Change | FY '16-17 | FY '15-16 | % Change |
|------------------------------|---------------|---------------|----------------|---------------|---------------|----------------|
| Opening balance | 568.09 | 298.36 | 90.40% | 369.53 | 251.24 | 47.08% |
| Additions during the period | 22.22 | 75.00 | -70.40% | 227.95 | 209.11 | 9.01% |
| Recovery during the period | 20.64 | 3.83 | 438.90% | 27.81 | 90.82 | -69.38% |
| Closing balance | 569.67 | 369.53 | 54.20% | 569.67 | 369.53 | 54.16% |
| Provisions held against NPIs | 445.46 | 180.07 | 147.40% | 445.46 | 180.07 | 147.38% |

Duration of Investments

in Years

| Particulars | As on Mar 31, 2017 | As on Mar 31, 2016 |
|------------------------|--------------------|--------------------|
| HTM Portfolio | 4.12 | 3.58 |
| HFT Portfolio | 5.91 | 0.00 |
| AFS Portfolio | 2.99 | 1.02 |
| Total Portfolio | 3.75 | 2.66 |

Yield on Investments (on daily average balances)

In percent

| Particulars | Q4 FY '16-17 | Q4 FY '15-16 | FY '16-17 | FY '15-16 |
|------------------------|--------------|--------------|-------------|-------------|
| SLR Securities | 7.75 | 7.83 | 7.85 | 7.95 |
| Non SLR Securities | 6.10 | 7.21 | 6.58 | 7.85 |
| Total Portfolio | 7.29 | 7.62 | 7.43 | 7.91 |

Analytical Ratios:

| Particulars | Q 4 FY '16-17 | Q 4 FY '15-16 | Year Ended Mar 2017 | Year Ended Mar 2016 |
|---|------------------|------------------|------------------------|------------------------|
| Net Interest Margins (%) * | 0.87 | 0.90 | | |
| Annualized | 3.50 | 3.60 | 3.38 | 3.85 |
| Yield on Advances (%) * | 2.32 | 2.52 | | |
| Annualized | 9.26 | 10.09 | 10.02 | 10.90 |
| Yield on Investments (%) * | 1.82 | 1.91 | | |
| Annualized | 7.29 | 7.62 | 7.43 | 7.91 |
| Cost of Deposits (%) * | 1.43 | 1.54 | | |
| Annualized | 5.71 | 6.15 | 5.87 | 6.34 |
| Post Tax Return on Assets (%) | -0.67 | -0.07 | | |
| Annualized | -2.68 | -0.30 | -2.04 | 0.57 |
| Post Tax Return on Average Network (*) | -10.06 | -0.86 | | |
| Annualized | -40.23 | -3.45 | -26.98 | 6.64 |
| Cost to Income Ratio (%) | 64.55 | 51.55 | 56.92 | 48.11 |
| Credit / Deposit (CD) Ratio (%) | 68.75 | 72.33 | 68.75 | 72.33 |
| CASA Ratio (%) | 51.70 | 44.13 | 51.70 | 44.13 |
| Business per Employee (In Rupees crore) | 12.20 | 11.37 | 12.20 | 11.37 |
| Net Profit per Employee (In Rupees lakh) | -5.53 | -0.55 | | |
| Annualized | -22.13 | -2.21 | -16.29 | 4.10 |
| Number of Employees | 10021 | 10141 | 10021 | 10141 |
| Business Per Branch (In Rupees crore) | 141.36 | 138.89 | 141.36 | 138.89 |
| Net Profit per Branch (In Rs cr) | -2.56 | -0.26 | -1.89 | 0.48 |
| Annualized | | | | |
| Branches – Excluding Extension Counters, Controlling Offices & RCC's | 865 | 861 | 865 | 861 |
| Number of ATMs | 1096 | 1006 | 1096 | 1006 |
| Gross NPAs (In Rupees crore) | 6000.01 | 4368.62 | 6000.01 | 4368.62 |
| Net NPAs (In Rupees crore) | 2425.37 | 2163.95 | 2425.37 | 2163.95 |
| Gross NPA Ratio (%) | 11.20 | 8.32 | 11.20 | 8.32 |
| Net NPA Ratio (%) | 4.87 | 4.31 | 4.87 | 4.31 |
| NPA Coverage Ratio (%) | 66.88 | 56.15 | 66.88 | 56.15 |
| Capital Adequacy Ratio (%) | 10.80 | 11.81 | 10.80 | 11.81 |
| i. Tier I | 8.70 | 10.60 | 8.70 | 10.60 |
| ii. Tier II | 2.10 | 1.21 | 2.10 | 1.21 |
| Earnings per Share (In Rupees) | -11.41 | -1.16 | | |
| Annualized | -45.62 | -4.62 | -33.59 | 8.58 |
| Net Asset Value (In Rupees) | 116.80 | 132.51 | 116.80 | 132.51 |
| Adjusted Book Value (In Rupees) | 66.90 | 87.88 | 66.90 | 87.88 |
| Dividend Payout Ratio (%) | - | - | - | 20.39 |
| Dividend Yield (%) | - | - | - | 2.92 |

* Ratios calculated on Fortnightly average balances

Shareholding Pattern as on May 05, 2017 vis-à-vis May 06, 2016:

| S No. | PARTICULARS | Number of Shares Held as on May 05, 2017 | % to Capital | Number of Shares Held as on May 06, 2016 | % to Capital |
|-------|---------------------------------|--|----------------|--|----------------|
| 1. | GOVERNMENT OF J&K | 294307711 | 56.45% | 257752660 | 53.17% |
| 2. | INDIAN MUTUAL FUNDS | 27759385 | 5.32% | 29185357 | 6.02% |
| 3. | INSURANCE COMPANIES | 15374694 | 2.95% | 15374694 | 3.17% |
| 4. | BANKS | 324965 | 0.06% | 201690 | 0.04% |
| 5. | NON RESIDENT INDIANS | 4193828 | 0.80% | 3830550 | 0.79% |
| 6. | FOREIGN INSTITUTIONAL INVESTORS | 2844567 | 0.55% | 51167413 | 10.55% |
| 7. | FOREIGN PORTFOLIO INVESTORS | 85542168 | 16.41% | 34260040 | 7.07% |
| 8. | BODIES CORPORATES | 20646936 | 3.96% | 24868941 | 5.13% |
| 9. | RESIDENT INDIVIDUALS | 69405408 | 13.31% | 66293003 | 13.67% |
| 10. | CLEARING MEMBERS | 933409 | 0.18% | 1843672 | 0.38% |
| | TOTAL | 521333071 | 100.00% | 484778020 | 100.00% |

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