



Your Family Bank, Across India

Regd. & Head Office
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Mangaluru – 575 002

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Website : www.karnatakabank.bank.in
CIN : L85110KA1924PLC001128

SECRETARIAL DEPARTMENT

November 08, 2025

HO/SEC/221/2025-26

To

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra-Kurla Complex
Bandra (E), Mumbai-400051
Scrip Code: KTKBANK

The Manager
Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001
Scrip Code: 532652

Madam / Dear Sir,

Sub: Outcome of the Board Meeting

Ref: Our letter vide ref.: HO/SEC/ 215 / 2025-26 dated October 30, 2025

Unaudited, Reviewed Standalone & Consolidated financial results for the quarter and half year ended September 30, 2025

In reference to our aforesaid intimation dated October 30, 2025 and pursuant to Regulations 30, 33, 51, 52 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Unaudited, Reviewed Standalone & Consolidated financial results for the quarter and half year ended September 30, 2025, approved by the Board of Directors at its meeting held today i.e., on Saturday, November 08, 2025.

The Limited Review Report issued by the Statutory Auditors for the quarter and half year ended September 30, 2025, containing an unmodified opinion is submitted herewith.

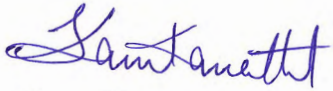
Further, the following documents are also enclosed herewith:

- i. Unaudited, Reviewed Standalone and Consolidated Financial Results for the quarter and half year ended September 30, 2025.
- ii. Security Cover Certificate as on September 30, 2025, on non-convertible debt securities in terms of Regulation 54 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- iii. Utilisation Certificate and Statement of Material Deviation for the quarter and half year ended September 30, 2025, as per Regulations 32 (1), 52 (7) and 52 (7A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board Meeting commenced at 10.05 AM and concluded at 04.30 PM.

This is for your kind information and dissemination.

Yours faithfully,



Sham K
Company Secretary &
Compliance Officer

Independent Auditors' Limited Review Report on Unaudited Standalone Financial Results of the Karnataka Bank Limited, pursuant to Regulation 33 and Regulation 52 read with Regulation 63 (2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and half year ended September 30, 2025

Review Report to the Board of Directors of The Karnataka Bank Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of The Karnataka Bank Limited (the "Bank") for the quarter and half year ended September 30, 2025 (the "Statement"), being prepared and submitted by the Bank pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "SEBI Regulations"), except for Pillar 3 disclosures as at September 30, 2025 including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio under the Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Statement and have not been reviewed by us.
2. The Statement is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 'Interim Financial Reporting' ('AS-25'), as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (the "RBI") from time to time ("the RBI Guideline") and other accounting principles generally accepted in India and is in compliance with the SEBI Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated above and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the Statement, prepared in accordance with the aforesaid Accounting Standard and other recognized accounting practices, policies and principles generally accepted in India in so far as they apply to banks, and circulars and guidelines issued by the RBI from time to time, has not disclosed the information required to be disclosed in terms



of the SEBI Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of Income Recognition, Asset Classification, Provisioning and other related matters, except for Pillar-3 disclosures as at September 30, 2025 including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio under the Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us.

For Ravi Rajan & Co. LLP
Chartered Accountants
Firm Registration No.:009073N/N500320



Sumit Kumar
Partner
Membership No. 512555
UDIN: 25512555BMNPUZ9756
Date: 8th November 2025
Place: Mangaluru



For R.G.N.Price & Co.
Chartered Accountants
Firm Registration No. 002785S



Sriraam Alevoor M
Partner
Membership No. 221354
UDIN: 25221354BMMAHC1231
Date:8th November 2025
Place: Mangaluru



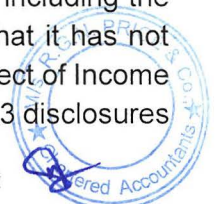
Independent Auditors' Limited Review Report on Unaudited Consolidated Financial Results of the Karnataka Bank Limited, pursuant to Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and half year ended September 30, 2025

Review Report to the Board of Directors of The Karnataka Bank Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of The Karnataka Bank Limited ("the Holding Company" or "the Bank") and its subsidiary, namely, KBL Services Limited (the Holding Company and its subsidiary together referred to as "the Group") for the quarter and half year ended September 30, 2025 (the "Statement"), being prepared and submitted by the Bank pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "SEBI Regulations"), except for the disclosures relating to Pillar 3 disclosures as at September 30, 2025 including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio under the Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link have been provided in the aforesaid Statement and have not been reviewed by us.
2. The Statement is the responsibility of the Bank's Management and has been approved by the Bank's Board of Directors. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard - 25 'Interim Financial Reporting' (AS-25'), as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (the "RBI") from time to time (the 'RBI Guidelines') and other accounting principles generally accepted in India and is in compliance with the SEBI Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under regulation 33(8) of the SEBI Regulations, to the extent applicable.

4. Based on our review conducted as stated above and procedures performed as stated in paragraph 3 above and upon consideration of the review report of the other auditor referred to in paragraph 5 below, nothing has come to our attention that causes us to believe that the Statement, prepared in accordance with the aforesaid Accounting Standard and other recognized accounting practices, policies and principles generally accepted in India in so far as they apply to banks, and circulars and guidelines issued by the RBI from time to time, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of Income Recognition, Asset Classification, Provisioning and other related matters, except for Pillar 3 disclosures



as at September 30, 2025 including Leverage Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio under the Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us.

Other Matters


5. We did not review the interim financial results of a subsidiary namely KBL Services Limited, included in the Statement, whose financial information reflects total assets of Rs. 2.80 Crores (before consolidation adjustments) as at September 30, 2025, total revenues of Rs. 5.61 Crores (before consolidation adjustments) and total net profit after tax of Rs 0.17 Crores (before consolidation adjustments) for the quarter and half year ended September 30, 2025 as considered in the Statement. These interim financial results have been reviewed by the other auditor whose review report has been furnished to us by the management, and our conclusions in so far as it relates to the amounts and the disclosures included in respect of this subsidiary is based solely on the review report of such other auditor, and the procedures performed by us as stated in paragraph 3 above.

For Ravi Rajan & Co. LLP
Chartered Accountants
Firm Registration No.:009073N/N500320



Sumit Kumar
Partner
Membership No. 512555
UDIN: 25512555BMNPVA8700
Date: 8th November 2025
Place: Mangaluru

For R.G.N.Price & Co.
Chartered Accountants
Firm Registration No. 002785S



Sriraam Alevoor M
Partner
Membership No. 221354
UDIN: 25221354BMMMAHD6426
Date: 8th November 2025
Place: Mangaluru



THE KARNATAKA BANK LIMITED, REGD. & HEAD OFFICE, MANGALURU -575002

CIN : L85110KA1924PLC001128

**STANDALONE UNAUDITED FINANCIAL RESULTS FOR/AS ON
QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2025**

(₹. in Crore)

Sl. No	Particulars	For/As on Quarter ended			For/As on Half year ended		For/As on Year ended
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	31-03-2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	2,179.18	2,261.28	2,234.13	4,440.46	4,512.12	9,013.60
a)	Interest/Discount on advances/ bills	1,640.79	1,730.23	1,769.77	3,371.02	3,485.09	7,009.38
b)	Income on Investments	406.46	389.39	356.43	795.85	739.03	1,466.22
c)	Interest on balances with Reserve Bank of India and other interbank funds	22.04	8.83	13.36	30.87	18.11	41.37
d)	Others	109.89	132.83	94.57	242.72	269.89	496.63
2	Other Income	343.37	358.36	269.92	701.73	548.93	1,269.52
3	TOTAL INCOME (1+2)	2,522.55	2,619.64	2,504.05	5,142.19	5,061.05	10,283.12
4	Interest expended	1,451.06	1,505.68	1,400.57	2,956.74	2,775.20	5,703.22
5	Operating expenses (i+ii)	631.45	646.67	643.12	1,278.12	1,266.90	2,752.86
i)	Employees Cost	316.49	341.13	349.94	657.62	669.77	1,538.40
ii)	Other operating expenses	314.96	305.54	293.18	620.50	597.13	1,214.46
6	TOTAL EXPENDITURE ((4+5) excluding provisions & Contingencies)	2,082.51	2,152.35	2,043.69	4,234.86	4,042.10	8,456.08
7	Operating Profit before provisions & contingencies (3-6)	440.04	467.29	460.36	907.33	1,018.95	1,827.04
8	Provisions (other than tax) and Contingencies	20.07	110.80	31.33	130.87	71.59	186.44
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	419.97	356.49	429.03	776.46	947.36	1,640.60
11	Tax Expense	100.85	64.09	92.96	164.94	210.96	368.23
12	Net Profit (+)/Loss (-) from Ordinary activities after Tax (10-11)	319.12	292.40	336.07	611.52	736.40	1,272.37
13	Extraordinary Items (net of tax)	-	-	-	-	-	-
14	Net Profit (+)/Loss (-) for the period (12-13)	319.12	292.40	336.07	611.52	736.40	1,272.37
15	Paid up equity share capital (Face Value Rs 10/-)	378.08	377.98	377.66	378.08	377.66	377.95
16	Reserves excluding revaluation reserves						11,208.17



Sl. No	Particulars	For/As on Quarter ended			For/As on Half year ended		For/As on Year ended
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	31-03-2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
17	<u>Analytical Ratios</u>						
i)	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii)	Capital Adequacy Ratio (%) -Basel III	20.84	20.46	17.58	20.84	17.58	19.85
iii)	Earnings per share (EPS) (Rs) before Extraordinary items (net of Tax expense) * Not Annualized						
	- Basic EPS	8.44*	7.74*	8.90*	16.18*	19.51*	33.69
	- Diluted EPS	8.43*	7.72*	8.87*	16.15*	19.45*	33.61
	Earnings per share (EPS) (Rs) after extraordinary items (net of Tax expense) *Not Annualized						
	- Basic EPS	8.44*	7.74*	8.90*	16.18*	19.51*	33.69
	- Diluted EPS	8.43*	7.72*	8.87*	16.15*	19.45*	33.61
iv)	NPA Ratios as on date						
	Gross NPA	2,453.10	2,571.09	2,414.92	2,453.10	2,414.92	2,402.08
	Net NPA	975.96	1,049.53	1,083.08	975.96	1,083.08	1,004.55
	% of Gross NPA	3.33	3.46	3.21	3.33	3.21	3.08
	% of Net NPA	1.35	1.44	1.46	1.35	1.46	1.31
(v)	Return on Assets ¹ (Annualised)	1.03	0.97	1.13	1.00	1.25	1.05
(vi)	Net worth ¹	12,004.95	11,890.51	11,042.56	12,004.95	11,042.56	11,586.12
(vii)	Outstanding redeemable preference shares	Nil	Nil	Nil	Nil	Nil	Nil
(viii)	Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
(ix)	Debt-equity ratio ² (times)	0.06	0.06	0.12	0.06	0.12	0.07
(x)	Total debts to Total assets ³ (%)	1.10	1.36	2.09	1.10	2.09	1.60

1. Networth is calculated as per guidelines under RBI Master Circular on Exposure Norms

2. Debt (excluding deposit) represents borrowings with residual maturity of more than one year and Equity represents total of share capital and reserves less proposed dividend.

3. Total debts represent total borrowings of the bank and total assets is as per the balance sheet.

4. Ratios are calculated basis Cumulative Daily Average Balance (CDAB).



**STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON
SEPTEMBER 30, 2025**

(₹ in Crore)			
	As on	As on	As on
	30-09-2025	30-09-2024	31-03-2025
	(Unaudited)	(Unaudited)	(Audited)
CAPITAL AND LIABILITIES			
Capital	378.08	377.66	377.95
Reserves and Surplus	12,211.10	11,166.90	11,707.37
Deposits	1,02,817.19	99,880.84	1,04,807.49
Borrowings	1,308.55	2,432.34	1,940.55
Other Liabilities and Provisions	1,971.38	2,253.54	2,127.82
TOTAL	1,18,686.30	1,16,111.28	1,20,961.18
ASSETS			
Cash and balances with Reserve Bank of India	5,001.72	7,470.75	7,525.14
Balances with Banks and Money at Call & Short Notice	2,466.34	445.36	458.58
Investments	26,599.09	21,460.28	24,536.51
Advances	72,152.55	73,952.28	76,541.48
Fixed Assets	1,068.96	957.13	990.54
Other Assets	11,397.64	11,825.48	10,908.93
TOTAL	1,18,686.30	1,16,111.28	1,20,961.18



STANDALONE CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2025

	Half Year ended		Half Year ended		Year ended	
	30-Sep-25		30-Sep-24		31-Mar-25	
A CASH FLOW FROM OPERATING ACTIVITIES						
Net Profit after Tax and Extra Ordinary Items		611.52		736.40		1,272.37
Add:						
<u>Adjustments for :</u>						
Provision for Tax	164.93		210.96		368.23	
(Profit)/Loss on sale Fixed Assets	-		0.16		0.06	
Depreciation on Fixed Assets including Lease Adjustment charges	50.17		39.00		85.06	
Provisions and Contingencies	130.88		71.58		186.44	
Amortisation of premium on Held to Maturity Investments	44.97		44.85		90.13	
Employee Stock Option Compensation Expense	0.18		0.31		-2.23	
(Profit)/ Loss on Revaluation of Invesments	-0.74		-1.42		0.62	
Write-off of Fixed Assets	-	390.39	-	365.44		728.31
Operating Profit Before Working Capital Changes		1,001.91		1,101.84		2,000.68
Adjustment for :						
i) (Increase)/Decrease in Advances	4,314.57		-2,314.44		-4,957.06	
ii) (Increase)/Decrease in Other Operating Assets	-171.28		-472.10		759.61	
iii) (Increase)/Decrease in Investments	-2,114.91		2,952.09		-155.05	
iv) Increase/(Decrease) in Deposits	-1,990.29		1,910.16		6,749.66	
v) Increase/(Decrease) in Borrowings	-		-2,582.73		-3,074.52	
vi) Increase/(Decrease) in Other Liabilities	-485.59	-447.50	-865.58	-1,372.60	-1,279.81	-1,957.17
Cash Generated from Operations		554.41		-270.76		43.51
Less: Direct taxes paid		209.72		217.08		364.13
Net Cash Flow from Operating Activities (A)		344.69		-487.84		-320.62
B CASH FLOW FROM INVESTING ACTIVITIES						
Purchase of Fixed Assets		-41.01		-71.73		-162.67
Sale of Fixed Assets		0.53		12.34		1.66
Net Cash used in Investing Activities (B)		-40.48		-59.39		-161.01
C CASH FLOW FROM FINANCING ACTIVITIES						
Proceeds from issue of share capital (net of expenses)		1.16		2.21		4.22
Proceeds/(Repayments) from long term borrowings		-632.00		615.54		615.54
Dividend paid (Including Tax on Dividend)		-189.03		-207.69		-207.69
Net Cash Generated from Financing Activities (C)		-819.87		410.06		412.07
Net Increase in Cash & Cash Equivalents (A+B+C)		-515.66		-137.17		-69.56
Cash & Cash Equivalents as at the beginning of the period		7,983.72		8,053.28		8,053.28
Cash & Cash Equivalents as at the end of the period		7,468.06		7,916.11		7,983.72

Note:

1 The Cash Flow Statement has been prepared under the Indirect Method and the previous year's figures have been re-grouped wherever necessary.

2 Cash and Cash Equivalents comprise of Cash on Hand, Balances with Reserve Bank of India, Balances with Banks and Money at Call and Short Notice.



STANDALONE SEGMENT RESULTS FOR/AS ON QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2025

(₹. in Crore)

Sl. No	Segment-wise Results Particulars	For /As on Quarter ended			For /As on Half year ended		Year ended
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	31-03-2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a)	Treasury Operations	474.45	502.75	393.19	977.20	793.34	1,645.64
b)	Corporate Banking	801.57	827.84	907.39	1,629.41	1,813.45	3,516.44
c)	Retail Banking	1,176.71	1,208.27	1,138.13	2,384.98	2,215.33	4,699.76
	- Digital Banking	0.13	0.15	0.02	0.28	0.05	0.54
	- Other Retail Banking	1,176.58	1,208.12	1,138.11	2,384.70	2,215.28	4,699.22
d)	Other Banking Operations	64.10	62.82	58.11	126.92	145.40	298.65
e)	Unallocated	5.72	17.96	7.23	23.68	93.53	122.63
	Income From Operations	2,522.55	2,619.64	2,504.05	5,142.19	5,061.05	10,283.12
2	Segment Results (after Provisions before Tax)						
a)	Treasury Operations	54.21	85.33	39.18	139.54	66.38	157.05
b)	Corporate Banking	132.25	117.06	171.64	249.31	359.05	615.44
c)	Retail Banking	264.84	262.51	254.17	527.35	508.32	958.87
	- Digital Banking	(0.08)	(0.05)	(0.12)	(0.13)	(0.24)	(0.50)
	- Other Retail Banking	264.92	262.56	254.29	527.48	508.56	959.37
d)	Other Banking Operations	8.45	9.18	8.64	17.63	30.66	58.10
e)	Unallocated (including Provisions & Contingencies)	(39.78)	(117.59)	(44.60)	(157.37)	(17.05)	(148.86)
	Total Profit/(Loss) before tax	419.97	356.49	429.03	776.46	947.36	1,640.60
3	Segment Assets						
a)	Treasury Operations	34,495.99	34,646.88	29,610.03	34,495.99	29,610.03	32,881.72
b)	Corporate Banking	33,598.94	34,310.23	39,114.94	33,598.94	39,114.94	38,037.67
c)	Retail Banking	46,834.42	46,680.38	43,297.97	46,834.42	43,297.97	46,622.72
	- Digital Banking	16.40	15.12	5.38	16.40	5.38	13.92
	- Other Retail Banking	46,818.02	46,665.26	43,292.59	46,818.02	43,292.59	46,608.80
d)	Other Banking Operations	17.03	20.42	15.17	17.03	15.17	29.57
e)	Unallocated	3,739.92	3,570.78	4,073.17	3,739.92	4,073.17	3,389.50
	Total	1,18,686.30	1,19,228.69	1,16,111.28	1,18,686.30	1,16,111.28	1,20,961.18
4	Segment Liabilities						
a)	Treasury Operations	30,848.68	31,057.78	26,695.69	30,848.68	26,695.69	29,632.27
b)	Corporate Banking	30,051.93	30,768.60	35,234.39	30,051.93	35,234.39	34,234.15
c)	Retail Banking	41,845.07	41,808.15	38,949.81	41,845.07	38,949.81	41,921.76
	- Digital Banking	16.54	15.17	5.62	16.54	5.62	13.99
	- Other Retail Banking	41,828.53	41,792.98	38,944.19	41,828.53	38,944.19	41,907.77
d)	Other Banking Operations	15.22	18.30	13.67	15.22	13.67	26.64
e)	Unallocated	3,336.22	3,187.55	3,673.16	3,336.22	3,673.16	3,061.04
	Total	1,06,097.12	1,06,840.38	1,04,566.72	1,06,097.12	1,04,566.72	1,08,875.86
5	Capital employed	12,589.18	12,388.31	11,544.56	12,589.18	11,544.56	12,085.32

PART B: GEOGRAPHIC SEGMENTS: There is only one Segment i.e. Domestic Segment

As per the RBI circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment reporting', 'Digital Banking' has been identified as a Sub-segment under Retail Banking by the Reserve Bank of India (RBI).

As on September 30, 2025, the Bank has two DBUs and the segment information disclosed above is related to the said DBUs



CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR/AS ON QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2025

(₹ in Crore)

Sl. No	Particulars	For /As on Quarter ended			For /As on Half year ended		Year ended
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	31-03-2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Interest Earned (a+b+c+d)	2,179.18	2,261.28	2,234.13	4,440.46	4,512.12	9,013.60
a)	Interest/Discount on advances/bills	1,640.79	1,730.23	1,769.77	3,371.02	3,485.09	7,009.38
b)	Income on Investments	406.46	389.39	356.43	795.85	739.03	1,466.22
c)	Interest on balances with Reserve Bank of India and other interbank funds	22.04	8.83	13.36	30.87	18.11	41.37
d)	Others	109.89	132.83	94.57	242.72	269.89	496.63
2	Other Income	343.40	358.37	269.92	701.77	548.93	1,269.57
3	TOTAL INCOME (1+2)	2,522.58	2,619.65	2,504.05	5,142.23	5,061.05	10,283.17
4	Interest expended	1,451.05	1,505.66	1,400.57	2,956.71	2,775.20	5,703.20
5	Operating expenses (i+ii)	631.40	646.61	642.92	1,278.01	1,266.63	2,752.40
i)	Employees Cost	319.15	343.58	352.95	662.73	675.81	1,550.21
ii)	Other operating Expenses	312.25	303.03	289.97	615.28	590.82	1,202.19
6	TOTAL EXPENDITURE ((4+5) excluding provisions & Contingencies)	2,082.45	2,152.27	2,043.49	4,234.72	4,041.83	8,455.60
7	Operating Profit before provisions & contingencies (3-6)	440.13	467.38	460.56	907.51	1,019.22	1,827.57
8	Provisions (other than tax) and Contingencies	20.05	110.80	31.33	130.85	71.59	186.44
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	420.08	356.58	429.23	776.66	947.63	1,641.13
11	Tax Expense	100.86	64.08	92.99	164.94	210.96	368.29
12	Net Profit (+)/Loss (-) from Ordinary activities after Tax (10-11)	319.22	292.50	336.24	611.72	736.67	1,272.84
13	Extraordinary Items (net of tax)	-	-	-	-	-	-
14	Net Profit (+)/Loss (-) for the period (12-13)	319.22	292.50	336.24	611.72	736.67	1,272.84
15	Paid up equity share capital (Face Value Rs 10/-)	378.08	377.98	377.66	378.08	377.66	377.95
16	Reserves excluding revaluation reserves						11,207.69



Sl. No	Particulars	For/As on Quarter ended			For/As on Half year ended		Year ended 31-03-2025 (Audited)
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
17	<u>Analytical Ratios</u>						
i)	Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii)	Capital Adequacy Ratio (%) -Basel III	20.84	20.46	17.58	20.84	17.58	19.85
iii)	Earnings per share (EPS) (Rs) before Extraordinary items (net of Tax expense) * Not Annualized						
	- Basic EPS	8.44*	7.74*	8.90*	16.18*	19.52*	33.70
	- Diluted EPS	8.43*	7.72*	8.88*	16.15*	19.45*	33.63
	Earnings per share (EPS) (Rs) after extraordinary items (net of Tax expense) *Not Annualized						
	- Basic EPS	8.44*	7.74*	8.90*	16.18*	19.52*	33.70
	- Diluted EPS	8.43*	7.72*	8.88*	16.15*	19.45*	33.63
iv)	NPA Ratios as on date						
	Gross NPA	2,453.10	2,571.09	2,414.92	2,453.10	2,414.92	2,402.08
	Net NPA	975.96	1,049.53	1,083.08	975.96	1,083.08	1,004.55
	% of Gross NPA	3.33	3.46	3.21	3.33	3.21	3.08
	% of Net NPA	1.35	1.44	1.46	1.35	1.46	1.31
(v)	Return on Assets (Annualised)	1.04	0.97	1.13	1.00	1.25	1.06
(vi)	Net worth ¹	12,004.64	11,890.12	11,041.86	12,004.64	11,041.86	11,585.63
(vii)	Outstanding redeemable preference shares	Nil	Nil	Nil	Nil	Nil	Nil
(viii)	Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
(ix)	Debt-equity ratio ² (times)	0.06	0.06	0.12	0.06	0.12	0.07
(x)	Total debts to Total assets ³ (%)	1.10	1.36	2.09	1.10	2.09	1.60

1. Networth is calculated as per guidelines under RBI Master Circular on Exposure Norms
2. Debt (excluding deposit) represents borrowings with residual maturity of more than one year and Equity represents total of share capital and reserves less proposed dividend.
3. Total debts represent total borrowings of the bank and total assets is as per the balance sheet.
4. Ratios are calculated basis Cumulative Daily Average Balance (CDAB).



**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON
SEPTEMBER 30, 2025**

(₹ in Crore)

	As on 30-09-2025 (Unaudited)	As on 30-09-2024 (Unaudited)	As on 31-03-2025 (Audited)
CAPITAL AND LIABILITIES			
Capital	378.08	377.66	377.95
Reserves and Surplus	12,210.79	11,166.20	11,706.88
Deposits	1,02,816.00	99,879.84	1,04,806.20
Borrowings	1,308.55	2,432.34	1,940.55
Other Liabilities and Provisions	1,971.54	2,253.90	2,128.87
TOTAL	1,18,684.96	1,16,109.94	1,20,960.45
ASSETS			
Cash and balances with Reserve Bank of India	5,001.72	7,470.74	7,525.14
Balances with Banks and Money at Call & Short Notice	2,466.34	445.37	458.58
Investments	26,597.34	21,458.53	24,534.76
Advances	72,152.55	73,952.28	76,541.49
Fixed Assets	1,069.09	957.28	990.67
Other Assets	11,397.92	11,825.74	10,909.81
TOTAL	1,18,684.96	1,16,109.94	1,20,960.45



CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2025

(₹ in Crore)

	Half year ended		Half year ended		Year Ended
	30-Sep-25		30-Sep-24		31-Mar-25
A CASH FLOW FROM OPERATING ACTIVITIES					
Net Profit after Tax and Extra Ordinary Items		611.72		736.67	1,272.84
Add:					
Adjustments for :					
Provision for Tax	164.94		210.96		368.29
(Profit)/Loss on sale Fixed Assets	-		0.16		0.06
Depreciation on Fixed Assets including Lease Adjustment charges	50.19		39.03		85.11
Provisions and Contingencies	130.85		71.58		186.44
Amortisation of premium on Held to Maturity Investments	44.97		44.85		90.13
Employee Stock Option Compensation Expense	0.18		0.31		-2.23
(Profit)/ Loss on Revaluation of Investments	-0.74		-1.42		0.62
Write-off of Fixed Assets	-	390.39	-	365.47	728.42
Operating Profit Before Working Capital Changes		1,002.11		1,102.14	2,001.26
Adjustment for :					
i) (Increase)/Decrease in Advances	4,314.57		-2,314.44		-4,957.06
ii) (Increase)/Decrease in Other Assets	-171.56		-472.15		759.82
iii) (Increase)/Decrease in Investments	-2,114.91		2,951.72		-155.45
iv) Increase/(Decrease) in Deposits	-1,990.01		1,910.16		6,749.42
v) Increase/(Decrease) in Borrowings	-		-2,582.55		-3,074.60
vi) Increase/(Decrease) in Other Liabilities	-485.73		-865.58		-1,279.79
vii) Change in Revenue Reserve	-	-447.64	-	-1,372.84	-1,957.65
Cash Generated from Operations		554.47		-270.70	43.61
Less: Direct taxes paid		209.77		217.13	364.19
Net Cash Flow from Operating Activities (A)		344.70		-487.83	-320.58
B CASH FLOW FROM INVESTING ACTIVITIES					
Purchase of Fixed Assets		-41.02		-71.74	-162.71
Sale of Fixed Assets		0.53		12.34	1.66
Investment in wholly owned subsidiary-KBL Services Ltd		-		-	-
Net Cash used in Investing Activities (B)		-40.49		-59.40	-161.05
C CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from issue of share capital (net of expenses)		1.16		2.21	4.22
Proceeds/(Repayments) from long term borrowings		-632.00		615.54	615.54
Dividend paid (Including Tax on Dividend)		-189.03		-207.69	-207.69
Net Cash Generated from Financing Activities (C)		-819.87		410.06	412.07
Net Increase in Cash & Cash Equivalents (A+B+C)		-515.66		-137.17	-69.56
Cash & Cash Equivalents as at the beginning of the period		7,983.72		8,053.28	8,053.28
Cash & Cash Equivalents as at the end of the period		7,468.06		7,916.11	7,983.72

Note:

1 The Cash Flow Statement has been prepared under the Indirect Method and the previous year's figures have been re-grouped wherever necessary.

2 Cash and Cash Equivalents comprise of Cash on Hand, Balances with Reserve Bank of India, Balances with Banks and Money at Call and Short Notice.



CONSOLIDATED SEGMENT RESULTS FOR/AS ON QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2025

(₹ in Crore)

SI. No	Segment-wise Results Particulars	For /As on Quarter ended			For /As on Half year ended		Year ended
		30-09-2025	30-06-2025	30-09-2024	30-09-2025	30-09-2024	31-03-2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
a)	Treasury Operations	474.45	502.75	393.18	977.20	793.34	1,645.64
b)	Corporate Banking	801.57	827.84	907.39	1,629.41	1,813.45	3,516.44
c)	Retail Banking	1,176.71	1,208.27	1,138.13	2,384.98	2,215.33	4,699.76
	- Digital Banking	0.13	0.15	0.02	0.28	0.05	0.54
	- Other Retail Banking	1,176.58	1,208.12	1,138.11	2,384.70	2,215.28	4,699.22
d)	Other Banking Operations	64.14	62.82	58.12	126.96	145.40	298.70
e)	Unallocated	5.71	17.97	7.23	23.68	93.53	122.63
	Income From Operations	2,522.58	2,619.65	2,504.05	5,142.23	5,061.05	10,283.17
2	Segment Results (after Provisions before Tax)						
a)	Treasury Operations	54.24	85.33	39.18	139.57	66.40	157.10
b)	Corporate Banking	132.29	117.08	171.72	249.37	359.16	615.65
c)	Retail Banking	264.91	262.54	254.28	527.45	508.47	959.14
	- Digital Banking	(0.08)	(0.05)	(0.12)	(0.13)	(0.24)	(0.50)
	- Other Retail Banking	264.99	262.59	254.40	527.58	508.71	959.64
d)	Other Banking Operations	8.44	9.22	8.66	17.66	30.68	58.15
e)	Unallocated (including Provisions & Contingencies)	(39.80)	(117.59)	(44.61)	(157.39)	(17.08)	(148.91)
	Total Profit/(Loss) before tax	420.08	356.58	429.23	776.66	947.63	1,641.13
3	Segment Assets						
a)	Treasury Operations	34,494.24	34,645.13	29,608.28	34,494.24	29,608.28	32,879.97
b)	Corporate Banking	33,598.94	34,310.23	39,114.94	33,598.94	39,114.94	38,037.67
c)	Retail Banking	46,834.42	46,680.38	43,297.97	46,834.42	43,297.97	46,622.72
	- Digital Banking	16.40	15.12	5.38	16.40	5.38	13.92
	- Other Retail Banking	46,818.02	46,665.26	43,292.59	46,818.02	43,292.59	46,608.80
d)	Other Banking Operations	17.03	20.42	15.17	17.03	15.17	29.57
e)	Unallocated	3,740.33	3,571.21	4,073.58	3,740.33	4,073.58	3,390.52
	Total	1,18,684.96	1,19,227.37	1,16,109.94	1,18,684.96	1,16,109.94	1,20,960.45
4	Segment Liabilities						
a)	Treasury Operations	30,847.16	31,056.28	26,694.26	30,847.16	26,694.26	29,630.79
b)	Corporate Banking	30,051.98	30,768.68	35,234.58	30,051.98	35,234.58	34,234.26
c)	Retail Banking	41,845.14	41,808.25	38,950.02	41,845.14	38,950.02	41,921.90
	- Digital Banking	16.54	15.17	5.62	16.54	5.62	13.99
	- Other Retail Banking	41,828.60	41,793.08	38,944.40	41,828.60	38,944.40	41,907.91
d)	Other Banking Operations	15.22	18.30	13.67	15.22	13.67	26.64
e)	Unallocated	3,336.59	3,187.94	3,673.54	3,336.59	3,673.54	3,062.03
	Total	1,06,096.09	1,06,839.45	1,04,566.07	1,06,096.09	1,04,566.07	1,08,875.62
5	Capital employed	12,588.87	12,387.92	11,543.87	12,588.87	11,543.87	12,084.83

PART B: GEOGRAPHIC SEGMENTS: There is only one Segment i.e. Domestic Segment

As per the RBI circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022, on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under Accounting Standard 17 - Segment reporting, 'Digital Banking' has been identified as a Sub-segment under Retail Banking by the Reserve Bank of India (RBI). As on September 30, 2025, the Bank has two DBUs and the segment information disclosed above is related to the said DBUs



NOTES FORMING PART OF THE UNAUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2025.

1. The above Unaudited Standalone and Consolidated financial results ('the Financial Results') for the quarter/ half year ended September 30, 2025 have been reviewed by the Audit Committee of the Board at the meeting held on November 07, 2025 and recommended for approval to, and approved by the Board of Directors at the meeting held on November 08, 2025. The same has been subjected to limited review by the Joint Statutory Auditors of the Bank M/s Ravi Rajan & Co. LLP, Chartered Accountants and M/s R.G.N Price & Co., Chartered Accountants in line with the guidelines issued by the Reserve Bank of India ('RBI') and as per the requirements of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended ('SEBI LODR') who have issued an unmodified conclusion on the same.
2. These Unaudited Standalone and Consolidated Financial Results have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by RBI, from time to time ('RBI Guidelines') and other accounting principles generally accepted in India, and are in compliance with the presentation and disclosure requirements of SEBI LODR.
3. The Unaudited Consolidated Financial results of the Group comprise the unaudited financial results of The Karnataka Bank Limited ('the Bank') and its wholly owned subsidiary -KBL Services Limited.
4. In the preparation of these Standalone and Consolidated financial results for the quarter/ half year ended September 30, 2025, the Bank has followed the same significant accounting policies and generally accepted practices as adopted in the preparation of audited Standalone and Consolidated financial statements for the year ended March 31st 2025.



5. The Unaudited Standalone and Consolidated Financial Results have been arrived at after considering the provisions on the basis of extant guidelines / directives issued by the RBI on Advances, Restructured Accounts, Non-Performing Assets, exposure to entities with Unhedged Foreign Currency, Non-Performing Investments and fair valuation on investments, provision for employees' retirement benefits like pension, gratuity, leave encashment and unused sick leave as per actuarial valuations, Income Tax and other usual and necessary provisions on estimates.
6. Other income includes fees earned from providing services to customers, commission from non-fund based banking activities, earnings from foreign exchange and derivative transactions, selling of third-party products, profit on sale of investments (net), MTM on investments under FVTPL/HFT, recovery in written-off accounts etc.
7. Details of loan transferred/ acquired during the quarter and half year ended September 30, 2025 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
 - a) The Bank has not transferred any stressed loan (Special Mention Account) and any loan not in default.
 - b) Details of Non-performing Assets (NPAs)/Technical written off Accounts (TWs) Transferred during the quarter ended September 30, 2025.

(₹ in crore, except for number of borrower accounts & tenor in years)

Particulars	To Asset Reconstruction Companies (ARCs)	To Permitted Transferee	To Other Transferees
No of Accounts.	70	-	-
Aggregate Principal Outstanding of Loans Transferred.	313.62	-	-
Weighted Average Residual Tenor of the Loans Transferred(years)	2.42	-	-
Net Book Value of Loans Transferred. # (at the time of transfer).	0.62	-	-
Aggregate Consideration	42.50	-	-



Additional Consideration Realized in respect of Accounts Transferred in Earlier Years.	-	-	-
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Includes Technically Written Off Accounts.

c) The Bank has not acquired any stressed loan through assignment during the quarter/half year ended September 30, 2025. The Bank has not acquired any loan not in default through assignment during the quarter/half year ended September 30, 2025.

d) The Bank has not invested in any Security Receipts(SR) issued by Asset Reconstruction Companies (ARCs) during the quarter/ half year ended September 30, 2025.

8. The distribution of the Security Receipts (SRs) held by the Bank across various categories of Recovery Ratings assigned to such SRs by the credit rating agencies as on September 30, 2025.

Recovery Rating Band	Book Cost (₹ in Crore)
RR1	-
RR1+	-
RR2	-
RR3	-
RR4	-
RR5	-
Rating Withdrawn	-
TOTAL	-

9. Details of resolution plan implemented under the resolution Framework for COVID-19 related Stress as per RBI circular dated August 6, 2020 (Resolution framework 1.00) and May 5, 2021 (Resolution Framework 2.0) are given below: **(₹ in Crore)**

Type	(A)	(B)	(C)	(D)	(E)
of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan- position as at the end of September 30, 2024 (A)	Of (A) aggregate debt that slipped into NPA during the half year ended September 30, 2025	Of (A) amount written off during half year ended September 30, 2025	Of (A) amount paid by the borrowers during the half year ended September 30, 2025.	Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position as at September 30, 2025
Personal	159.37	8.11	-	42.27	144.60



loans					
Corporate persons*	2.11	-	-	0.24	2.00
Of which MSMEs	-	-	-	-	-
Others	10.39	-	-	1.65	9.51
Total	171.87	8.11	-	44.16	156.11

*As defined in section 3(7) of the Insolvency and Bankruptcy Code, 2016

10. Provision Coverage Ratio as at September 30, 2025, stood at 81.05% (80.14% as at September 30, 2024).
11. During the quarter year ended September 30, 2025, the Bank has allotted 1,01,343 equity shares (1,33,014 equity shares during the half year ended September 30, 2025) as against 1,91,932 equity shares allotted during quarter ended September 30, 2024 (4,02,475 equity shares during the half year ended September 30, 2024) of face value of ₹ 10/- each, pursuant to the exercise of Employee Stock Options Scheme.
12. In accordance with RBI guidelines, consolidated Pillar 3 disclosures including Leverage Ratio, Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR) under the Basel III Capital Regulations have been made available on our website at following link: <https://karnatakabank.bank.in/regulatory-disclosures>. These disclosures have not been subjected to limited review by the Joint Statutory Auditors of the Bank.
13. The ratios and other information which are to be disclosed as per Regulation 52(4) of SEBI LODR, have been disclosed to the extent considered applicable.
14. Status of Investor Complaints received during the quarter/half year ended September 30, 2025:

Particulars	Complaints un-resolved at the beginning of the period	Complaints received during the period	Complaints resolved during the period	Complaints un-resolved at the end of the period
Quarter end	1*	4	5	Nil
Half year end	1*	5	6	Nil

*Grievance was closed in SEBI-SCORES portal on 12.07.2025



15. Previous period's figures/ ratios have been regrouped/reclassified/restated, wherever necessary to conform to current period's classification and presentation.

For and on behalf of Board of Directors

Place: Mangaluru

Date: 08 November 2025

Raghavendra S Bhat
Managing Director & CEO

DIN: 11165725



Karnataka Bank Ltd.

Your Family Bank, Across India

Regd. & Head Office
P. B. No.599, Mahaveera Circle
Kankanady
Mangaluru – 575 002

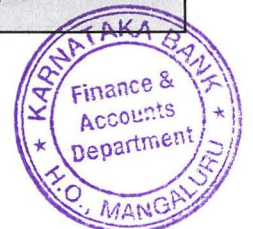
Phone : 0824-2228222
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Website : https://karnatakabank.com
CIN : L85110KA1924PLC001128

FINANCE AND ACCOUNTS DEPARTMENT

Disclosure in terms of Regulation 52(4) [Chapter V] of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 for the quarter and half year ended September 30, 2025.

(Rs in crore)

Sl. No.	Particulars	Standalone	Standalone	Consolidated	Consolidated
		As on/ for the quarter ended 30.09.2025	As on/ for the half ended 30.09.2025	As on/ for the quarter ended 30.09.2025	As on/ for the half ended 30.09.2025
1.	Debt-Equity Ratio ¹ (times)	0.06	0.06	0.06	0.06
2.	Debt Service Coverage Ratio	NA		NA	
3.	Interest Service Coverage Ratio	NA		NA	
4.	Outstanding Redeemable Preference Shares (quantity and value)	Nil	Nil	Nil	Nil
5.	Capital Redemption Reserve/Debenture Redemption Reserve	NA		NA	
6.	Net worth ²	12,004.95	12,004.95	12,004.64	12,004.64
7.	Net Profit After Tax (Rs. in crore)	319.12	611.52	319.22	611.72
8.	Earnings Per Share*				
	Basic :	8.44*	16.18*	8.44*	16.18*
	Diluted :	8.43*	16.15*	8.43*	16.15*
9.	Current Ratio	NA		NA	
10.	Long Term Debt To Working Capital	NA		NA	



11.	Bad Debts to Account Receivable Ratio	NA		NA	
12.	Current Liability Ratio	NA		NA	
13.	Total Debts to Total Assets ³	1.10	1.10	1.10	1.10
14.	Debtors Turnover	NA		NA	
15.	Inventory Turnover	NA		NA	
16.	Operating Margin (%)	17.44	17.64	17.45	17.65
17.	Net profit Margin (%)	12.65	11.89	12.65	11.90
Sector Specific equivalent ratios, as applicable					
18.	Provision Coverage Ratio (%)	81.05	81.05	81.05	81.05
19.	Gross Non-Performing Assets (GNPA) (%)	3.33	3.33	3.33	3.33
20.	Net Non-Performing Asset (NNPA) (%)	1.35	1.35	1.35	1.35
21.	Capital Risk Adequacy Ratio (CRAR) (%)	20.84	20.84	20.84	20.84
22.	Net Interest Margin (NIM) (%)	2.72	2.77	2.72	2.77

¹ Debt (excluding deposit) represents borrowings with residual maturity of more than one year and Equity represents total of share capital and reserves less proposed dividend.

² Net Worth is calculated as per guidelines under RBI Master Circular on Exposure Norms.

³ Total debts represent total borrowings of the bank and total assets is as per the balance sheet.

*Not Annualized

NA represents not applicable to the Bank.

For Karnataka Bank Limited



Vijayakumar P H
Vijayakumar P H

CHIEF FINANCIAL OFFICER

Ravi Rajan & Co. LLP
Chartered Accountants
505-A, Fifth Floor, Rectangle-1,
District Centre, Saket,
New Delhi – 110017

R.G.N Price & Co.
Chartered Accountants
Pinnacle No. 3503, 3rd floor, 14 Main,
Off 100 Feet Road, HAL 2nd Stage,
Indira Nagar, Bangalore -560008

To
The Board of Directors
The Karnataka Bank Limited
Mangaluru.

Independent Auditor's Certificate on Security Cover and compliance with covenants pursuant to Regulation 54 read with clause (d) of sub-regulation (1) of Regulation 56 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) for submission to Debenture Trustees

1. This certificate is issued in accordance with the terms of our engagement letter dated September 25, 2025, with The Karnataka Bank Limited ('the Bank').
2. We, the Joint Statutory Auditors of the Bank, have been requested by the Bank to examine and to express a conclusion on the accompanying 'Annexure 1 – Security Cover Certificate and Annexure 2 – Compliance with the Financial Covenants criteria' ("the Annexures") containing details of listed non-convertible debt securities ('NCDs') of the Bank outstanding as at September 30, 2025, security cover maintained against such securities, the covenants criteria as per the terms of the Information Memorandum or Debenture Trust Deed and the Bank's compliance with such covenants' ('the Statement') which has been prepared by the Bank from the unaudited books of account and other relevant records and documents maintained by the Bank, pursuant to the requirement of Regulation 54 read with Clause (d) of sub-regulation (1) of Regulation 56 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('the SEBI LODR Regulations') and Master Circular no. SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 20-2025 issued by the Securities and Exchange Board of India ('the Circular'). The Statement has been initialled for identification purposes only.

Management Responsibility

3. The preparation of the Annexures, including the preparation and maintenance of all accounting and other relevant supporting records and documents, is solely the responsibility of the Management of the Bank. This responsibility includes identification of covenants, the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management is also responsible for compliance with all the relevant requirements of the SEBI LODR Regulations, the debenture trust deed and the Circular for the purpose of furnishing this Statement and for providing all relevant information to the Debenture Trustees.



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Auditor's Responsibility

5. Pursuant to requirements of the SEBI LODR Regulations and the Circular, our responsibility is to provide a limited assurance on whether the Annexures as attached containing details of security cover in respect of listed NCDs of the Bank outstanding as at September 30, 2025 is in agreement with unaudited books of account, other relevant records, documents maintained and the Bank during the period ended September 30, 2025 has complied in all material aspects, with the covenants in respect of NCDs of the Bank outstanding as at September 30, 2025.
6. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial information, and Other Assurance and Related Services Engagements, issued by the ICAI.
8. Our scope of work did not involve us performing audit tests for the purpose of expressing an opinion on the fairness or accuracy of any of the financial information or the financial results of the Bank taken as a whole. We have not performed an audit, the objective of which would be the expression of an audit opinion for the purpose of this report. Accordingly, we do not express such opinion.
9. Accordingly, we have performed the following procedures in relation to the Statement:
 - a. Obtained the unaudited standalone financial information of the Bank as at and for the period ended September 30, 2025.
 - b. Traced the amounts in the Annexures, in relation to the computation of Security Cover, to the unaudited standalone financial information of the Bank as at and for the period ended September 30, 2025.
 - c. Verified the details of covenants criteria for the listed NCDs from the debenture trust deed.
 - d. Obtained other information, reports, documents / records as relevant for the purpose.
 - e. Performed necessary inquiries with the Management and obtained necessary representations.

Conclusion

10. Based on the procedures performed as referred to in paragraph 9 above and according to the information and explanations provided to us by the Management of the Bank, nothing has come to our attention that causes us to believe that:
 - a. the Statement as attached in the Annexure 1 – Security Cover Certificate and Annexure 2 – Compliance with the covenants criteria in respect of listed NCDs of the Bank outstanding as of September 30, 2025, is, in all material respects, not in agreement with the unaudited books of accounts and other relevant records and documents maintained by the Bank for the period ended and as at September 30, 2025, and
 - b. the Bank, during the period ended September 30, 2025, has not complied, in all material respects, with the covenants in respect of the listed NCDs of the Bank outstanding as at September 30, 2025.



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Restriction on distribution or use

11. Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the SEBI Regulations. Our obligations in respect of this certificate are entirely separate from, and our responsibility and liability are in no way changed by, any other role we may have as the Joint Statutory Auditors of the Bank or otherwise. Nothing in this certificate, nor anything said or done in the course of or in connection with the services that are the subject of this certificate, will extend any duty of care we may have in our capacity as Joint Statutory Auditors of the Bank.
12. The certificate is addressed to and provided to the Board of Directors of the Bank solely for the purpose of enabling it to comply with the requirements of the SEBI Regulations, and therefore, this certificate should not be used, referred to or distributed for any other purpose to any other party without our prior written consent. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Ravi Rajan & Co. LLP
Chartered Accountants
Firm Regn. No. 009073N/N500320



Sumit Kumar
Partner
Membership No. 512555
Date: November 08, 2025
Place: Mangaluru
UDIN: 25512555BMNPVB5791



R.G.N. Price & Co.
Chartered Accountants
Firm Regn. No. 002785 S



Sriraam Alevoor M
Partner
Membership No. 221354
Date: November 08, 2025
Place: Mangaluru
UDIN: 25221354BMMAHE4493



FINANCE & ACCOUNTS DEPARTMENT

Disclosure in Terms of Regulation 54(3) of SEBI (LODR)

Statement of Security Cover

The Karnataka Bank Ltd. had earlier issued “Tier 2 Subordinated Unsecured Non-Convertible Bonds” in the nature of Debentures in accordance with the extant Reserve Bank of India (RBI) Guidelines (i.e. Master Circular - Prudential Guidelines on Capital Adequacy and Market Discipline- New Capital Adequacy Framework (NCAF) dated July 2, 2012 read with Master Circular - Basel III Capital Regulations dated July 1, 2015) which are listed on the NSE Debt Segment. The Non-Convertible Bonds issued in the nature of debentures are unsecured by the very nature of the instrument and hence the Security cover is Nil as per the terms of the Information Memorandum or Debenture Trust Deed. The details of the Debt Securities issued are as under:

ISIN-wise details:

Sl. No.	ISIN	Facility	Type of charge	Sanctioned amount (Rs. Cr)	Outstanding amount as on 30.09.2025 (Rs. Cr)	Cover required	Security required
1.	INE614B08054	Unsecured Non-Convertible Debt Instruments in the nature of Debentures	Unsecured	300.00	300.00	Nil	Nil
Grand Total				300.00			

Details in terms of SEBI circular SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025 is enclosed as Annexure 1.


Vijayakumar P H

CHIEF FINANCIAL OFFICER



ANNEXURE I



Karnataka Bank Ltd.

Your Family Bank, Across India.

Column A	Column B	Column C i	Column D ii	Column E iii	Column F iv	Column G v	Column H vi	Column I vii	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in Column F)		Debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets viii	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank	Total Value(=K+L+M+N)	
		Book Value	Book Value	Yes/No	Book Value	Book Value								
Total														
Cover on Book Value														
Cover on Market Value ^{ix}														
		Exclusive Security Cover Ratio	NIL		Pari-Passu Security Cover Ratio	NIL								

ⁱ This column shall include book value of assets having exclusive charge and outstanding book value of debt for which this certificate is issued.

ⁱⁱ This column shall include book value of assets having exclusive charge and outstanding book value of all corresponding debt other than column C.

ⁱⁱⁱ This column shall include debt for which this certificate is issued having any pari passu charge - Mention Yes, else No.

^{iv} This column shall include a) book value of assets having pari-passu charge b) outstanding book value of debt for which this certificate is issued and c). other debt sharing pari- passu charge along with debt for which certificate is issued.

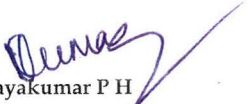
^v This column shall include book value of all other assets having pari passu charge and outstanding book value of corresponding debt.

^{vi} This column shall include all those assets which are not charged and shall include all unsecured borrowings including subordinated debt and shall include only those assets which are paid-for.

^{vii} In order to match the liability amount with financials, it is necessary to eliminate the debt which has been counted more than once (included under exclusive charge column as also under pari passu). On the assets side, there shall not be elimination as there is no overlap.

^{viii} Assets which are considered at Market Value like Land, Building, Residential/ Commercial Real Estate to be stated at Market Value. Other assets having charge to be stated at book value/Carrying Value.

^{ix} The market value shall be calculated as per the total value of assets mentioned in Column O.


Vijayakumar P H
CHIEF FINANCIAL OFFICER



ANNEXURE I



Karnataka Bank Ltd.

Your Family Bank, Across India.

Column A	Column B	Column C i	Column D ii	Column E iii	Column F iv	Column G v	Column H vi	Column I vii	Column J	Column K	Column L	Column M	Column N	Column O	
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate					
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in Column F)	Debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets viii	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank	Relating to Column F		Total Value(=K+L+M+N)	
		Book Value	Book Value	Yes/No	Book Value	Book Value									
ASSETS															
Property, Plant and Equipment															
Capital Work-in- Progress															
Right of Use Assets															
Goodwill															
Intangible Assets															
Intangible Assets under Development															
Investments															
Loans															
Inventories															
Trade Receivables															
Cash and Cash Equivalents															
Bank Balances other than Cash and Cash Equivalents															
Others															
Total															
NIL															
LIABILITIES															
Debt securities to which this certificate pertains															
Other debt sharing pari-passu charge with above debt															
Other Debt															
Subordinated debt															
Borrowings		not to be filled													
Bank															
Debt Securities															
Others															
Trade payables															
Lease Liabilities															
Provisions		not to be filled													
Others															



NIL



SECRETARIAL DEPARTMENT

November 08, 2025
HO/SEC/222/2025-26

The Manager,
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra-Kurla Complex, Bandra (E)
Mumbai-400 051
Scrip Code: **KTKBANK**

The Manager,
Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400 001
Scrip Code: **532652**

Madam / Dear Sir,

Sub: Disclosure in terms of Regulations 32 (1), 52 (7) and 52 (7A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Statement of Deviation or Variation for the quarter ended September 30, 2025

With reference to disclosure to be made under Regulations 32 (1), 52 (7) and 52 (7A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we inform that the Bank has not raised BASEL III compliant, unsecured debt instruments in the nature of Debentures during the quarter ended September 30, 2025. However, during the quarter ended September 30, 2025, the Bank issued equity share capital by way of allotment of equity shares pursuant to the exercise of vested ESOPs.

The details of the capital instruments raised in the earlier quarters for the capital adequacy purposes in terms of RBI's Master Circular-Basel III Capital Regulations dated July 01, 2015, read with Master Circular-Prudential Guidelines on Capital Adequacy and Market Discipline - New Capital Adequacy Framework (NCAF) dated July 01, 2015, which are listed on NSE Debt Segment and outstanding as on September 30, 2025, with the status of utilisation are as under:

Instrument ISIN	Issue Amount (Rs. Crore)	Date of Issue	Rate of interest	Whether fully utilised	Whether the purpose for which the funds were raised has been achieved?
Series VII- INE614B08054	300.00	30.03.2022	10.70% p.a.	Yes	Yes-funds were raised for capital adequacy purpose and the purpose has been achieved.

2

Further information as required under SEBI Circular No. SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 dated December 31, 2024, is enclosed in **Annexure I and Annexure II**.

Yours faithfully,




Sham K

**Company Secretary &
Compliance Officer**

Annexure- I

**Statement on Deviation / Variation for proceeds of Public Issue, Rights Issue, Preferential Issue, Qualified Institutions Placement, etc.
(As per Regulation 32 (1) of SEBI (Listing Obligations and Disclosure Requirements) (LODR) Regulations, 2015)**

A. Statement on deviation / variation in utilisation of funds raised: NIL

Particulars					Remarks	
Name of listed entity					The Karnataka Bank Limited	
Mode of fund raising					Not Applicable	
Date of raising funds						
Amount raised						
Report filed for quarter ended						
Monitoring agency name, if applicable					Not Applicable	
Is there a deviation/ variation in use of funds raised?						
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders						
If yes, date of shareholder approval?						
Explanation for the deviation/ variation						
Comments of the audit committee after review						
Comments of the auditors, if any						
Objects for which funds have been raised and where there has been a deviation / variation, in the following table:						
Original object	Modified object, if any	Original allocation	Modified allocation, if any	Fund Utilized	Amount of deviation / variation for the quarter according to applicable object	Remarks, if any
Not Applicable						
Deviation or variation could mean:						
a. Deviation in the objects or purposes for which the funds have been raised or						
b. Deviation in the amount of funds actually utilized as against what was originally disclosed or						
c. Change in terms of a contract referred to in the fund-raising document i.e. prospectus, letter of offer, etc.						
 Name of Signatory: Sham K Designation: Company Secretary & Compliance Officer Date: 08.11.2025						

Annexure- II

Statement on Deviation/ Variation in Utilization of Funds Raised

(As per Regulations 52 (7) and 52 (7A) of SEBI (Listing Obligations and Disclosure Requirements) (LODR) Regulations, 2015)


A Statement on utilization of issue proceeds:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues / Private placement)	Type of instrument	Date of raising funds	Amount Raised (Rs. in crore)	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
The Karnataka Bank Limited	INE614B08054	Private Placement	Basel III compliant Tier 2 Bonds	30.03.2022	300.00	Yes	No	Not Applicable	Nil

B. Statement on deviation / variation in utilisation of funds raised: NIL

Particulars	Remarks
Name of listed entity	The Karnataka Bank Limited
Mode of fund raising	Not Applicable
Date of raising funds	
Amount raised	30.09.2025
Report filed for quarter ended	
Monitoring agency name, if applicable	Not Applicable
Is there a deviation / variation in use of funds raised?	
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	
If yes, date of shareholder approval?	
Explanation for the deviation / variation	
Comments of the audit committee after review	

✓

Particulars					Remarks	
Comments of the auditors, if any						
Objects for which funds have been raised and where there has been a deviation / variation, in the following table:						
Original object	Modified object, if any	Original allocation	Modified allocation, if any	Fund Utilized	Amount of deviation / variation for the quarter according to applicable object	Remarks, if any
Not Applicable						
Deviation or variation could mean: a. Deviation in the objects or purposes for which the funds have been raised. b. Deviation in the amount of funds actually utilized as against what was originally disclosed. c. Change in terms of a contract referred to in the fund-raising document i.e. prospectus, letter of offer, etc.						
<div style="text-align: center;">  </div> Name of Signatory: Sham K Designation: Company Secretary & Compliance Officer Date: 08.11.2025						