



Karnataka Bank Ltd.

Estd : 1924

Regd. & Head Office
P.B. No. 599, Mahaveera Circle
Kankanady, Mangalore - 575 002

Phone : 2228222
Grams: Abhyuday
Fax : 0824-2225588 / 2225589

15.11.2012

SECRETARIAL DEPARTMENT

HO: SEC:549: 2012-13

The Manager
Listing Department
National Stock Exchange Of India Limited.,
Exchange Plaza,C-1, Block G
Bandra-Kurla Complex,
Bandra (E),
MUMBAI - 400 051

Dear Sir,

We enclose copy of the press communiqué released by us regarding reduction in Base Rate w.e.f. 10.11.2012, for your kind information.

Thank You,

Yours faithfully,


COMPANY SECRETARY

**Karnataka Bank Ltd.**

Estd: 1924

Regd. and Head Office

Phone : 0824-2228222

P.B. No.599 Mahaveera Circle

Grams : Abhyudaya, FAX: 0824-

PLANNING & DEVELOPMENT DEPARTMENT**Date: 10-11-2012.****PRESS RELEASE****Karnataka Bank cuts Base Rate**

Karnataka Bank, a premier private sector Bank has reduced its Base Rate by 25 basis points w.e.f. 10.11.2012. The Bank's Base Rate now stands reduced to 10.75% p.a. from the earlier 11%. As a result, all its base rate linked loans get cheaper by 25 basis points. The said reduction is applicable to the existing loans and also for the future loans. This will enable retail and MSME customers to avail funds at reduced rates and to stay competitive in their market.

Further, Bank has now aggressively positioned its housing loan & car loan products by reducing the interest rates by 50 basis points. Thus the housing loan upto ₹25 lakh will here-after be extended at the rate of 10.75% p.a. and for car loans revised interest is 11.25% p.a.

Further, there is a corresponding reduction in the rate of interest on deposit also by 25 basis points. With this change, Bank is offering interest of 9% p.a. for the deposits of one year to five years and senior citizens will have an additional benefit of 0.50%.

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