LAKSHMI VILAS BANK

Secretarial Department CIN: L65110TN1926PLC001377

Ref/Sec/205 & 266/109/2018-2019 July 26, 2018

The General Manager Department of Corporate Services **National Stock Exchange of India** Exchange Plaza, C-1-Block G Bandra Kurla Complex, Bandra-E Mumbai - 400 051 Company Symbol: LAKSHVILAS	**The General Manager** Department of Corporate Services **BSE Limited** Listing Department Phiroze Jeejeeboy Tower Dalal Street, Fort Mumbai - 400 001 Scrip Code: 534690

Dear Sir,

Sub: Press Release

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In compliance of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the press release pertaining to our bank's Un-Audited Financial Results for the Quarter Ended 30.06.2018 is enclosed for your information and records.

Thanking you,

Yours faithfully,

THE LAKSHMI VILAS BANK LTD. Secretarial Department Corp. Office, Chennai

N Ramanathan
Company Secretary

Encl . A/a

LAKSHMI VILAS BANK

Corporate Office, "LVB HOUSE", No.4 Sardar Patel Road, Guindy, Chennai 600 032

(Regd. Office: Salem Road, Kathaparai, Karur - 639 006)

26th July, 2018

PRESS RELEASE

FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2018

Major Performance Highlights

- ✓ Business increased by Rs.5888 crore (11.17%) from Rs.52,712 crore to Rs.58,600 crore Y-O-Y.
- ✓ CASA portfolio has grown by Rs.1,256 crore from Rs.5,708 crore to Rs.6,964 crore. CASA % stood at 21.45% as on 30.06.2018 as against 19.36% as on 30.06.2017.
- ✓ NII stood at Rs.130 crore Vs Rs.120 crore Q-O-Q.
- ✓ NIM stood at 1.48% Vs 1.34% Q-O-Q.
- ✓ Operating Profit at Rs.6.76 crore Vs operating loss of Rs.69.25 crore Q-O-Q.
- ✓ Capital Adequacy Ratio (Basel III) stood at 9.45% Vs 9.81% Q-o-Q.

Lakshmi Vilas Bank (LVB), a private sector Bank, has reported its First Quarter results for the current financial year today.

Performance Highlights:

- Total Business of the bank reached **₹58,600.39 crore** as of 30/06/2018, showing an increase of 11.17%, Y-o-Y.
- Gross Advances increased from ₹23,236.19 crore to **₹26,127.13 crore** registering Y-O-Y growth of 12.44%.
- Total Deposits rose from ₹29,475.53 crore as on 30/06/2017 to **₹32,473.26 crore** as on 30/06/2018, registering Y-o-Y growth of 10.17%.
- CASA grew from ₹5,707.69 crore to **₹6,963.93 crore**, registering Y-o-Y growth of 22.01%.
- CASA as a percentage to deposits stood at **21.45%** from 19.36% a year ago.
- Net Interest Income (NII) for the quarter decreased from ₹217.73 crore in Q1 FY18 to ₹130.20 crore in Q1 FY 19 but was higher than Rs. 120.47 crore in the last quarter of FY 18.

THE LAKSHMI VILAS BANK LTD. Accounts Department Corp. Office, Chennai

- Net Interest Margin (NIM) of the bank stood at 1.48% as of 30/06/2018 as against 2.74% as of 30/06/2017.
- Cost to Income ratio stood at 96.46% (Previous year 46.90%) as against 143.62% in Q4 FY 18.
- Net Loss for the Bank was Rs 123.87 crore for the quarter ended 30/06/2018 as against a profit of Rs 66.12 crore in the corresponding quarter in the previous year, but has vastly improved from the net loss of Rs. 622.25 crore in the last quarter of FY 18.

Capital Adequacy:

The Bank's total Capital Adequacy Ratio (CAR) as per Basel III guidelines, was at 9.45% as at 30/06/2018 as against 11.67% as at 30/06/2017.

NPA

The Gross NPA stood 10.73% as on 30/06/2018, up from 3.78% as on 30/06/17. Sequentially, it has gone up from 9.98% as on 31/03/2018. Net NPA stood at 5.96%, up from 2.84 % in the corresponding period of the previous year, and sequentially up from the 5.66% in March 2018. The provision coverage ratio is at 55.80 % (51.32%/55.07%).

New Inititatives

a. First BC operations for asset origination commences operation in the east of India. Bank intends to grow this rapidly and considers Eastern India as a major focus area
b. Agri based Gold Loan subvention scheme started by the Bank. This helps the customer to avail upfront subsidy in terms of interest rate
c. Dynamic Flexi Current account relaunched. It has received a warm response from customers.
d. All ATM's have been enabled with phone number based IMPS transaction facility.

Network

As on 30/06/2018, Bank has 561 branches, 5 Extension Counters, 1031 ATMs in 18 states and 1 union territory, the Bank offers various bouquets of products and services. The Bank is committed to build a sustainable business over the long term and upholding high standards of customer service - Life Smiles Where LVB Serves.

The Board of Directors of The Lakshmi Vilas Bank Limited approved the financial results for the quarter ended 30/06/2018 at their meeting held in Chennai on 26th July, 2018.

(P.Mukherjee)
Managing Director & CEO

THE LAKSHMI VILAS BANK LTD. Accounts Department Corp. Office, Chennai