



PRESS RELEASE

KOTAK MAHINDRA BANK ANNOUNCES RESULTS

Bank PAT for Q2FY11 up 55% to ₹ 195 cr

Consolidated PAT for Q2FY11 up 21% to ₹ 364 cr

Mumbai, October 20, 2010: The Board of Directors of Kotak Mahindra Bank ('Kotak Bank') took on record unaudited consolidated and stand-alone results for Q2FY11, at the board meeting held in Mumbai, today.

Consolidated results at a glance

Consolidated PAT ₹ 364 cr in Q2FY11 up 21 % from ₹ 300 cr in Q2FY10.

Consolidated PAT for H1FY11 up 24% to ₹ 692 cr. from ₹ 557 cr. in H1FY10.

Consolidated advances up 40% to ₹ 37,515 cr as on September 30, 2010 from ₹ 26,772 cr as on September 30, 2009. Consolidated quarterly annualised NIM for Q2FY11 stood at 5.6% (Q2FY10 – 5.9%).

Consolidated capital adequacy ratio as per Basel II as on September 30, 2010 is 17.2%. Tier 1 is 15.7%.

Total assets managed / advised by the Group as on September 30, 2010 were ₹ 497 bn (September 30, 2009 ₹ 539 bn; March 31, 2010 ₹ 452 bn).

In August 2010, Kotak Bank allotted 1.64 cr. equity shares of ₹ 10/- each at a premium of ₹ 823/- per equity share for a total consideration of ₹ 1,366 crores on preferential basis to Sumitomo Mitsui Banking Corporation.

In September 2010, each equity share of the Bank having face value of ₹10 fully paid-up was sub-divided into two equity shares of the face value of ₹ 5 each fully paid-up.

Some of the key consolidated ratios are as under:

	As on Sept 30, 2010	As on Sept 30, 2009	As on Mar 31, 2010
Networth (₹ cr.)	10,060	7,129	7,911
Book value per share * (₹) – Face value ₹ 5	137.2	102.8	113.6
Net Interest Margin # (%)	5.6%	5.9%	6.1%

* Adjusted for split

Annualised for the quarter

Details of the entity wise profit after tax are as under:

₹ cr.	Q2FY11	Q2FY10	H1FY11	H1FY10	FY10
Kotak Mahindra Bank (Standalone)	194.7	125.9	381.6	216.2	561.1
Kotak Mahindra Prime	61.3	39.5	137.3	58.4	166.4
Kotak Securities	51.7	75.9	99.1	150.1	260.1
Kotak Mahindra Capital Company	7.3	4.1	14.2	9.0	23.9
Kotak Mahindra Old Mutual Life Insurance	13.4	4.4	6.5	5.5	69.2
Kotak Mahindra AMC & Trustee Co	(2.4)	19.5	6.5	34.8	72.5
International subsidiaries	12.3	20.8	27.9	43.9	80.3
Kotak Investment Advisors	10.5	9.5	21.4	21.3	39.8
Kotak Mahindra Investments	8.0	8.7	15.6	21.7	34.7
Others	(1.1)	(0.1)	(0.1)	(0.2)	(0.5)
Total consolidated profit after tax	356.8	308.2	710.1	560.7	1,307.4
Affiliates, minority interest & other adjustments	7.3	(8.5)	(18.3)	(3.6)	(0.4)
PAT (after minority interest / adjustments)	364.1	299.8	691.8	557.1	1,307.0

Kotak Mahindra Bank stand-alone results

Bank (Standalone) PAT for Q2FY11 up 55% to ₹ 195 cr from ₹ 126 cr in Q2FY10.

Bank (Standalone) PAT for H1FY11 up 76% to ₹ 382 cr. from ₹ 216 cr. in H1FY10.

Net Interest Income (NII) of the Bank (Standalone) for Q2FY11 up 25% yoy to ₹ 544 cr. from ₹ 437 cr. in Q2FY10.

The Bank achieved the provision coverage ratio of 70% on its non performing assets as stipulated by RBI as on September 30, 2010.

Bank had 267 full-fledged bank branches (230 branches as on September 30, 2009) across 154 locations and 585 ATMs as on September 30, 2010.

Deposits as on September 30, 2010 were up 50% to ₹28,287 cr. (₹ 18,915 cr. as on September 30, 2009, ₹ 23,886 cr. as on March 31, 2010).

CASA deposits comprised 31.9 % of total deposits as on September 30, 2010. (September 30, 2009 – 28.8%; March 31, 2010 – 31.2%).

Capital adequacy ratio of the Bank as per Basel II as on September 30, 2010 is 19.4%. Tier 1 is 17.2%.

Segmental results breakup:

Segmental PBT - ₹ cr.	Q2FY11	Q2FY10	H1FY11	H1FY10	FY10
Treasury & BMU*	55	71	141	159	368
Corporate/Wholesale Banking	138	103	243	160	386
Retail Banking	88	(6)	156	(25)	61
<i>Unallocated income & inter-segment revenue</i>	-	-	-	-	(3)
Total	281	167	541	294	811

ABOUT KOTAK MAHINDRA

Kotak Mahindra is one of India's leading banking and financial services organizations, offering a wide range of financial services that encompass every sphere of life. From commercial banking, to car finance, to stock broking, to asset management, to life insurance, to investment banking, the group caters to the financial needs of individuals and corporates.

The group has a net worth of ₹ 10,060 cr. and has a distribution network through branches and franchisees across the country and offices in New York, San Francisco, London, Dubai, Mauritius and Singapore, servicing close to 8 million customer accounts.

For further information, please contact:

Pooja Sabharwal / Kunal Dutt
Genesis Burson-Marsteller
 Tel: +91 9833362466 / +91 9820536572
pooja.sabharwal@bm.com/
kunal.dutt@bm.com

Jaimin Bhatt / R Sundarraman
Kotak Mahindra Bank
 Tel: +91 22 66726000
investor.relations@kotak.com