

KOTAK MAHINDRA BANK LIMITED (CONSOLIDATED)
CIN: L65110MH1985PLC038137
Registered Office: 27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2022
₹ crore

Sr No	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
1	Interest earned (a+b+c+d)	9,993.83	9,164.31	8,233.14	19,158.14	16,276.03	33,740.62
	(a) Interest/discount on advances/bills	7,279.77	6,528.65	5,380.86	13,808.42	10,695.99	22,603.32
	(b) Income on investments	2,331.25	2,236.52	2,450.46	4,567.77	4,845.73	9,595.24
	(c) Interest on balances with Reserve Bank of India & other interbank funds	265.20	287.61	278.66	552.81	480.95	1,004.38
	(d) Others	117.61	111.53	123.16	229.14	253.36	537.68
2	Other income (a+b+c)	7,519.19	2,494.63	7,109.58	10,013.82	11,638.30	25,141.06
	(a) Profit/(Loss) on sale of investments including revaluation (insurance business)	1,353.83	(1,650.41)	1415.49	(296.58)	2,320.37	2,137.29
	(b) Premium on Insurance Business	3,391.60	2,344.54	2,981.55	5,736.14	4,671.75	13,339.39
	(c) Other income (Refer Notes 4, 5 & 6)	2,773.76	1,800.50	2,712.54	4,574.26	4,646.18	9,664.38
3	Total income (1+2)	17,513.02	11,658.94	15,342.72	29,171.96	27,914.33	58,881.68
4	Interest expended	3,374.23	3,004.23	2,880.22	6,378.46	5,730.94	11,553.29
5	Operating expenses (a+b+c)	9,254.91	4,960.01	8,096.37	14,214.92	14,439.20	30,609.58
	(a) Employees Cost	2,108.81	1,839.09	1,853.02	3,947.90	3,446.39	7,140.93
	(b) Policy holders' reserves, surrender expense and claims (Refer Note 12)	4,504.25	584.46	4,257.75	5,088.71	7,320.15	15,047.59
	(c) Other operating expenses (Refer Note 5 & 7)	2,641.85	2,536.46	1,985.60	5,178.31	3,672.66	8,421.06
6	Total expenditure (4+5) (excluding provisions and contingencies)	12,629.14	7,964.24	10,976.59	20,593.38	20,170.14	42,162.87
7	Operating profit (3-6) (Profit before provisions and contingencies)	4,883.88	3,694.70	4,366.13	8,578.58	7,744.19	16,718.81
8	Provisions (other than tax) and contingencies (Refer Note 8)	136.50	8.80	435.25	145.30	1,293.92	770.51
9	Exceptional items	-	-	-	-	-	-
10	Profit from ordinary activities before tax (7-8-9)	4,747.38	3,685.90	3,930.88	8,433.28	6,450.27	15,948.30
11	Tax expense	1,167.99	973.51	990.17	2,141.50	1,714.77	4,016.43
12	Net Profit from ordinary activities after tax before Minority Interest (10-11)	3,579.39	2,712.39	2,940.71	6,291.78	4,735.50	11,931.87
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit after tax before Minority Interest (12 -13)	3,579.39	2,712.39	2,940.71	6,291.78	4,735.50	11,931.87
15	Less: Share of Minority Interest	-	-	-	-	-	-
16	Add: Share in Profit/(Loss) of associates	28.79	43.00	48.03	71.79	59.33	157.52
17	Profit after tax (14-15+16)	3,608.18	2,755.39	2,988.74	6,363.57	4,794.83	12,089.39

₹ crore

Sr No	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
18	Paid Up Equity Capital (Face value of ₹ 5 per share)	992.87	992.72	991.54	992.87	991.54	992.33
19	Group Reserves (excluding Minority Interest and Revaluation reserves)						95,641.70
20	Minority Interest						-
21	Analytical Ratios						
	(i) Capital adequacy ratio – Basel III (standalone)	21.24	22.15	21.76	21.24	21.76	22.69
	(ii) Earnings per equity share before and after extraordinary items (net of tax expense)						
	- Basic (not annualised) ₹	18.17	13.88	15.07	32.05	24.19	60.76
	- Diluted (not annualised) ₹	18.17	13.88	15.06	32.05	24.17	60.73
	(iii) NPA Ratios						
	(a) Gross NPA	6,966.34	7,223.54	8,564.19	6,966.34	8,564.19	7,334.05
	(b) Net NPA	1,975.44	2,143.06	2,897.01	1,975.44	2,897.01	2,148.72
	(c) % of Gross NPA to Gross Advances	2.09	2.27	3.16	2.09	3.16	2.37
	(d) % of Net NPA to Net Advances	0.60	0.69	1.09	0.60	1.09	0.71
	(iv) Return on average Assets (%) (not annualised)	0.66	0.51	0.60	1.16	0.97	2.36

NOTES:

- The consolidated financial results are prepared in accordance with Accounting Standard – 21 (AS-21) “Consolidated Financial Statements” and Accounting Standard – 23 (AS-23) “Accounting for investment in associates in Consolidated Financial Statements” specified under section 133 and relevant provisions of Companies Act, 2013.
- The financial statements of Indian subsidiaries (excluding insurance companies) and associates are prepared as per Indian Accounting Standards in accordance with the Companies (Indian Accounting Standards) Rules, 2015. The financial statements of subsidiaries located outside India are prepared in accordance with accounting principles generally accepted in their respective countries. However, for the purpose of preparation of the consolidated financial results, the results of subsidiaries and associates are prepared in accordance with Generally Accepted Accounting Principles in India (‘GAAP’) specified under Section 133 and relevant provision of Companies Act, 2013.
- The above consolidated financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 22nd October, 2022. The results for the quarter and half year ended 30th September, 2022 were subjected to limited review by the joint statutory auditors (KKC & Associates LLP, Chartered Accountants (formerly Khimji Kunverji & Co LLP) and Price Waterhouse LLP, Chartered Accountants) of the Bank who have issued an unmodified review report thereon. The previous period results were reviewed/ audited by the joint statutory auditors (Walker Chandiook & Co LLP, Chartered Accountants and Price Waterhouse LLP, Chartered Accountants).

4. Details of other income forming part of the consolidated results are as follows:

₹ crore

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
Commission, fees, exchange, brokerage and others (net)	2,699.35	2,765.68	2,444.71	5,465.03	4,526.68	10,020.66
Profit/(Loss) on sale and provisions/(write-back) of mark-to-market depreciation on investments (other than insurance business)	74.41	(965.18)	267.83	(890.77)	119.50	(356.28)
Total – Other income	2,773.76	1,800.50	2,712.54	4,574.26	4,646.18	9,664.38

5. Other income in the consolidated results for the reporting periods is net of sub-brokerage paid in the broking subsidiary amounting to ₹ 45.69 crore for the quarter and ₹ 83.53 crore for the half year ended 30th September, 2022 (₹ 37.84 crore for the quarter ended 30th June, 2022; ₹ 38.93 crore and ₹ 73.90 crore for the quarter and half year ended 30th September, 2021 respectively and ₹ 168.19 crore for the year ended 31st March, 2022).

6. Other income includes non-fund based income such as commission earned from guarantees / letters of credit, financial advisory fees, selling of third party products, general banking fees, earnings from foreign exchange transactions, profit / (loss) from the sale of securities and write-back/ (provision) of mark-to-market depreciation on investments (other than insurance business).

7. Details of other operating expenditure forming part of consolidated results are as follows:

₹ crore

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
Brokerage (Refer Note 5)	286.73	338.26	190.29	624.99	288.19	862.11
Depreciation	144.14	135.17	117.54	279.31	230.01	480.35
Rent, taxes and lighting	235.05	222.71	202.29	457.76	396.79	808.88
Others	1,975.93	1,840.32	1,475.48	3,816.25	2,757.67	6,269.72
Total – Other operating expenses	2,641.85	2,536.46	1,985.60	5,178.31	3,672.66	8,421.06

8. Provisions and contingencies are net of recoveries made against accounts, which have been written off in the previous period / year. Details of Provisions (other than tax) and contingencies forming part of consolidated results are as follows:

₹ crore

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
Provision towards advances / others (including provisions for exposures to entities with Unhedged Foreign Currency Exposures) (net)	180.41	73.61	384.07	254.02	1,265.14	1,686.41
General provision / (Write back) for COVID-19 Deferment cases (net)	(46.21)	(66.62)	-	(112.83)	-	(835.49)
Other provision / (Write back of provisions) towards investments (net)	2.30	1.81	51.18	4.11	28.78	(80.41)
Total – Provisions (other than tax) and contingencies	136.50	8.80	435.25	145.30	1,293.92	770.51

9. COVID-19, a global pandemic, affected the world economy over last two years. The revival of economic activity improved in financial year 2022 supported by relaxation of restrictions due to administration of the COVID vaccines to a large population in the country. The extent to which COVID-19 pandemic will impact the Bank and its subsidiaries' results going forward will depend on ongoing as well as future developments including the nature and severity of COVID-19.

The Bank and its subsidiaries held an aggregate COVID-19 related provision of ₹ 493.97 crore as of 30th June, 2022. Based on the improved outlook, the Bank and its subsidiaries have reversed provisions amounting to ₹ 46.21 crore and ₹ 112.83 crore during the quarter and half year ended 30th September, 2022 respectively (Nil during the quarter and half ended 30th September, 2021 and ₹ 66.62 crore during the quarter ended 30th June, 2022). On a prudent basis, the Bank and its subsidiaries continue to hold provision of ₹ 447.76 crore as at 30th September, 2022 against the potential impact of COVID-19.

10. COVID-19 resulted in significant number of death claims in the life insurance subsidiary during quarter ended 30th June, 2021 which along with extra mortality related provisioning as computed by the Company's Appointed Actuary had resulted in a net loss on shareholders' account of ₹ 88.82 crore for the half year ended 30th September, 2021.
11. In accordance with the RBI guidelines, Banks are required to make consolidated Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III Framework. These disclosures are available on the Bank's website at the following link: <https://www.kotak.com/en/investor-relations/financial-results/regulatory-disclosure.html>. These disclosures have not been subjected to audit or limited review.
12. The change in the valuation of liabilities for life policies in force, lapsed policies that are likely to be revived in future and for policies in respect of which premium has been discontinued but liability exists, for the quarter and half year ended 30th September, 2022 amounting to ₹ 2,794.01 crore and ₹ 2,084.80 crore respectively ((₹ 709.21) crore for the quarter ended 30th June, 2022; ₹ 2,436.42 crore and ₹ 4,329.62 crore for the quarter and half year ended 30th September, 2021 respectively and ₹ 8,654.73 crore for the year ended 31st March, 2022), has been included in "Policy holders' reserves, surrender expense and claims" under "Operating Expenses".
13. Kotak Mahindra Prime Limited, a subsidiary of the Bank, for the purpose of consolidation, followed a policy of charging acquisition cost for vehicle loans based on internal rate of return of the contract. The subsidiary has changed its accounting policy w.e.f 1st April, 2022, to charging such acquisition cost for vehicle loans in the period in which they are incurred. Due to this change in policy, the brokerage cost is higher and profit before tax is lower for the quarter and half year ended 30th September, 2022 by ₹ 15.10 crore and ₹ 116.59 crore respectively (₹ 101.49 crore for the quarter ended 30th June, 2022 including the unamortised brokerage cost of ₹ 93.83 as at 31st March, 2022). Accordingly, profit after tax for the quarter and half year ended 30th September, 2022 is lower by ₹ 13.38 crore and ₹ 96.18 crore respectively (₹ 82.80 crore for the quarter ended 30th June, 2022).

14. The summarised consolidated balance sheet of the Bank is given below:

₹ crore

Summarised Balance Sheet	As at 30-Sep-22 (Unaudited)	As at 30-Sep-21 (Unaudited)	As at 31-Mar-22 (Audited)
CAPITAL AND LIABILITIES			
Capital	1,492.87	1,491.54	1,492.33
Employees' Stock Options (Grants) Outstanding	49.31	15.57	31.31
Reserves and Surplus	102,084.83	88,135.63	95,641.70
Deposits	324,061.03	290,649.42	310,086.89
Borrowings	47,078.03	57,365.61	55,148.27
Policyholder's Funds	52,736.57	46,379.74	50,666.79
Other Liabilities and Provisions	32,609.21	27,770.41	33,430.62
TOTAL	560,111.85	511,807.92	546,497.91
ASSETS			
Cash and balances with Reserve Bank of India	26,180.54	30,143.50	36,049.18
Balances with Banks and Money at Call and Short Notice	15,006.08	25,038.98	16,616.31
Investments	164,675.92	168,469.12	164,529.41
Advances	328,801.18	265,292.73	304,473.60
Fixed Assets	1,987.09	1,740.90	1,909.63
Other Assets	22,647.29	20,308.94	22,106.03
Goodwill on consolidation	813.75	813.75	813.75
TOTAL	560,111.85	511,807.92	546,497.91

15. Consolidated Segment information is as under:

Segment	Principal activity
Corporate/ Wholesale Banking	Wholesale borrowings and lending and other related services to the corporate sector, which are not included under retail banking.
Retail Banking	Includes lending, deposit taking and other retail services/ products including credit cards
Treasury, BMU and Corporate Centre	Money market, forex market, derivatives, investments and primary dealership of government securities, Balance Sheet Management Unit (BMU) responsible for Asset Liability Management and Corporate Centre, which primarily comprises of support functions.
Vehicle Financing	Retail vehicle finance and wholesale trade finance to auto dealers from its Subsidiary Company
Other Lending Activities	Financing against securities, securitisation and other loans / services from its Subsidiary Companies
Broking	Brokerage income on market transactions done on behalf of clients, interest on delayed payments, distribution of financial products from its Subsidiary Company.
Advisory and Transactional Services	Providing financial advisory and transactional services such as mergers and acquisition advice and equity/ debt issue management services from its Subsidiary Companies
Asset Management	Management of funds and investments on behalf of clients and investment distribution (Cherry) from its Subsidiary Companies
Insurance	Life insurance and General Insurance from its Subsidiary Companies

The RBI has prescribed the reporting of the Digital Banking Units (DBUs) as a sub-segment of Retail Banking vide its circular dated 7th April, 2022 on the establishment of DBUs. As at 30th September, 2022, the Bank's proposed DBUs were yet to commence operations. Reporting of Digital Banking as a separate sub-segment of Retail Banking Segment will be implemented by the Bank based on the decision of the DBU Working Group formed by the Indian Bank's Association. DBUs operations commenced in October, 2022.

₹ crore

Sr No	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
1	Segment Revenues:						
	Treasury, BMU and Corporate Centre	1,917.84	1,398.70	2,625.94	3,316.54	4,826.82	8,925.02
	Retail Banking	4,577.37	4,240.92	3,833.77	8,818.29	7,311.07	15,262.93
	Corporate / Wholesale Banking	4,459.45	3,517.69	3,187.93	7,977.14	6,354.57	13,583.44
	Vehicle Financing	632.68	582.08	491.28	1,214.76	912.84	2,004.04
	Other Lending Activities	306.58	316.94	346.46	623.52	681.21	1,476.30
	Broking (Refer Note 5)	602.23	586.57	587.49	1,188.80	1,119.27	2,426.64
	Advisory and Transactional Services	186.66	173.47	157.11	360.13	265.58	657.89
	Asset Management	363.12	355.18	388.14	718.30	712.96	1,492.34
	Insurance	5,567.84	1,460.96	5,082.99	7,028.80	8,337.33	18,180.68
	Sub-total	18,613.77	12,632.51	16,701.11	31,246.28	30,521.65	64,009.28
	Less: inter-segment revenues	(1,100.75)	(973.57)	(1,358.39)	(2,074.32)	(2,607.32)	(5,127.60)
	Total Income	17,513.02	11,658.94	15,342.72	29,171.96	27,914.33	58,881.68
2	Segment Results:						
	Treasury, BMU and Corporate Centre	1,251.23	700.95	1,213.23	1,952.18	2,154.17	4,516.45
	Retail Banking	581.20	567.10	13.61	1,148.30	(28.64)	846.21
	Corporate / Wholesale Banking	1,773.91	1,395.65	1,622.48	3,169.56	2,890.06	6,379.46
	Vehicle Financing	209.57	117.91	185.54	327.48	166.15	630.01
	Other Lending Activities	127.61	127.67	172.25	255.28	322.66	763.56
	Broking	219.41	213.17	255.18	432.58	499.46	1,082.52
	Advisory and Transactional Services	115.04	111.96	77.41	227.00	114.56	375.73

Sr No	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
	Asset Management	145.33	158.90	195.17	304.23	399.11	840.81
	Insurance	324.08	292.59	196.01	616.67	(67.26)	513.55
	Total Profit before tax, minority interest and associates	4,747.38	3,685.90	3,930.88	8,433.28	6,450.27	15,948.30
	Provision for tax	1,167.99	973.51	990.17	2,141.50	1,714.77	4,016.43
	Net Profit before share of Associates and Minority	3,579.39	2,712.39	2,940.71	6,291.78	4,735.50	11,931.87
3	Segment Assets:						
	Treasury, BMU and Corporate Centre	122,838.00	124,249.71	157,522.25	122,838.00	157,522.25	143,524.72
	Retail Banking	284,699.74	281,507.77	260,954.11	284,699.74	260,954.11	269,857.05
	Corporate / Wholesale Banking	209,049.41	197,950.21	175,105.90	209,049.41	175,105.90	188,132.89
	Vehicle Financing	20,912.87	19,449.67	17,460.64	20,912.87	17,460.64	18,696.29
	Other Lending Activities	13,457.47	13,121.11	13,710.08	13,457.47	13,710.08	15,140.21
	Broking	11,506.49	10,833.96	10,408.52	11,506.49	10,408.52	13,959.09
	Advisory and Transactional Services	517.95	476.16	308.93	517.95	308.93	375.31
	Asset Management	5,116.24	4,758.96	4,233.00	5,116.24	4,233.00	4,544.45
	Insurance	61,259.04	57,898.09	53,368.17	61,259.04	53,368.17	58,662.31
	Sub-total	729,357.21	710,245.64	693,071.60	729,357.21	693,071.60	712,892.32
	Less: inter-segment assets	(170,666.87)	(175,274.86)	(182,975.78)	(170,666.87)	(182,975.78)	(167,856.71)
	Total	558,690.34	534,970.78	510,095.82	558,690.34	510,095.82	545,035.61
	Add: Unallocated Assets	1,421.51	1,459.14	1,712.10	1,421.51	1,712.10	1,462.30
	Total Assets as per Balance Sheet	560,111.85	536,429.92	511,807.92	560,111.85	511,807.92	546,497.91
4	Segment Liabilities:						
	Treasury, BMU and Corporate Centre	86,446.17	87,766.35	125,046.84	86,446.17	125,046.84	109,023.20
	Retail Banking	264,018.69	261,408.57	245,383.28	264,018.69	245,383.28	253,410.95
	Corporate / Wholesale Banking	192,034.78	182,723.42	160,065.97	192,034.78	160,065.97	169,595.03
	Vehicle Financing	12,228.89	10,966.00	9,760.09	12,228.89	9,760.09	10,662.01
	Other Lending Activities	5,254.63	5,383.93	5,014.46	5,254.63	5,014.46	6,652.31
	Broking	9,871.98	9,030.74	9,551.59	9,871.98	9,551.59	12,839.45
	Advisory and Transactional Services	95.32	116.63	109.11	95.32	109.11	100.99
	Asset Management	741.94	609.93	549.04	741.94	549.04	515.77
	Insurance	55,724.12	52,639.12	48,952.81	55,724.12	48,952.81	53,707.45
	Sub-total	626,416.52	610,644.69	604,433.19	626,416.52	604,433.19	616,507.16
	Less: inter-segment liabilities	(170,666.87)	(175,274.86)	(182,975.78)	(170,666.87)	(182,975.78)	(167,856.71)
	Total	455,749.65	435,369.83	421,457.41	455,749.65	421,457.41	448,650.45
	Add: Unallocated liabilities	784.50	981.86	723.34	784.50	723.34	713.43
	Add: Share Capital, Reserves & Surplus & Minority Interest	103,577.70	100,078.23	89,627.17	103,577.70	89,627.17	97,134.03
	Total Capital and Liabilities as per Balance Sheet	560,111.85	536,429.92	511,807.92	560,111.85	511,807.92	546,497.91

16. Consolidated Cash Flow Statement:

₹ crore

Particulars	Half Year ended		Year ended
	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit before share in profit/(loss) of Associates	6,291.78	4,735.50	11,931.87
Add: Provision for tax	2,141.50	1,714.77	4,016.43
Net Profit before taxes	8,433.28	6,450.27	15,948.30
Adjustments for :-			
Employee Stock Options Expense	23.34	14.41	31.44
Depreciation on Group's Property	279.31	230.01	480.35
Provision for Diminution / (Write back) in the value of Investments	4.11	28.78	(80.40)
(Profit) / Loss on revaluation of investments (net)	1,019.06	(1,245.00)	271.16
(Profit) / Loss on sale of Investments (net)	207.47	(1,227.05)	(1,966.19)
Amortisation of Premium on Investments	294.32	250.82	561.32
Provision for Non-Performing Assets, Standard Assets and Other Provisions	141.18	1,265.14	850.91
Profit on sale of Fixed Assets	(4.66)	(13.74)	(26.43)
	10,397.41	5,753.64	16,070.46
Adjustments for :-			
(Increase)/ Decrease in investments - Available for Sale, Held for Trading and Stock-in-Trade	795.02	(237.30)	4,123.70
(Increase) in Advances	(24,536.14)	(14,177.74)	(53,526.56)
(Increase) in Other Assets	(566.79)	(761.04)	(2,790.47)
Increase in Deposits	13,974.14	11,778.01	31,215.48
Increase in Policyholders' Funds	2,069.78	4,308.22	8,595.28
Increase / (Decrease) in Other Liabilities and Provisions	(815.77)	3,511.88	8,359.31
Subtotal	(9,079.76)	4,422.03	(4,023.26)
Direct Taxes Paid	(2,047.66)	(3,081.51)	(3,744.35)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	(730.01)	7,094.16	8,302.85
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets	(372.74)	(234.48)	(669.77)
Sale of Fixed assets	14.05	19.05	36.44
(Increase) in Other Investments (including investment in HTM securities)	(2,394.70)	(9,034.48)	(10,335.93)
NET CASH FLOW (USED IN) INVESTING ACTIVITIES (B)	(2,753.39)	(9,249.91)	(10,969.26)
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid including corporate dividend tax	(218.42)	(178.46)	(218.96)
Money received on issue of Equity Shares / exercise of stock options	147.36	146.83	358.56
Share issue expenses	-	(0.05)	(0.05)
Increase / (Decrease) in borrowings	(8,070.24)	9,626.71	7,409.36
NET CASH FLOW FROM/ (USED IN) FINANCING ACTIVITIES (C)	(8,141.30)	9,595.03	7,548.91
Increase/ (Decrease) in Foreign Currency Translation Reserve (D)	145.84	26.58	66.36
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	(11,478.86)	7,465.86	4,948.86

Particulars	Half Year ended		Year ended
	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	52,665.48	47,716.62	47,716.62
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD / YEAR	41,186.62	55,182.48	52,665.48

17. There has been no change in the significant accounting policies during the quarter and half year ended 30th September, 2022 as compared to those followed for the year ended 31st March, 2022 other than those mentioned in Note 13 above.
18. Figures for the previous periods / year have been regrouped / reclassified wherever necessary to conform to current period's presentation.

By order of the Board of Directors
For Kotak Mahindra Bank Limited

Mumbai, 22nd October, 2022

Dipak Gupta
 Joint Managing Director



KOTAK MAHINDRA BANK LIMITED (STANDALONE)

CIN: L65110MH1985PLC038137

Registered Office: 27 BKC, C 27, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2022

₹ crore

Sr No	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
1	Interest earned (a+b+c+d)	8,092.81	7,338.49	6,596.28	15,431.30	13,076.06	27,038.82
	(a) Interest/discount on advances/ bills	6,397.58	5,656.76	4,611.52	12,054.34	9,192.62	19,378.69
	(b) Income on investments	1,486.03	1,441.91	1,721.79	2,927.94	3,420.20	6,689.26
	(c) Interest on balances with Reserve Bank of India & other interbank funds	148.71	192.10	206.98	340.81	346.79	723.42
	(d) Others	60.49	47.72	55.99	108.21	116.45	247.45
2	Other income (Refer Note 2)	1,954.19	1,243.76	1,812.59	3,197.95	3,164.37	6,354.35
3	Total income (1+2)	10,047.00	8,582.25	8,408.87	18,629.25	16,240.43	33,393.17
4	Interest expended	2,993.40	2,641.45	2,575.72	5,634.85	5,113.85	10,220.91
5	Operating expenses (a+b)	3,486.09	3,157.54	2,712.99	6,643.63	5,116.61	11,121.39
	(a) Employee cost (Refer Note 3)	1,414.74	1,172.84	1,177.41	2,587.58	2,259.71	4,582.35
	(b) Other operating expenses	2,071.35	1,984.70	1,535.58	4,056.05	2,856.90	6,539.04
6	Total expenditure (4+5) (excluding provisions & contingencies)	6,479.49	5,798.99	5,288.71	12,278.48	10,230.46	21,342.30
7	Operating profit (3-6) (Profit before provisions and contingencies)	3,567.51	2,783.26	3,120.16	6,350.77	6,009.97	12,050.87
8	Provisions (other than tax) and contingencies (Refer Note 4)	137.00	23.59	423.99	160.59	1,127.51	689.56
9	Exceptional items	-	-	-	-	-	-
10	Profit from ordinary activities before tax (7-8-9)	3,430.51	2,759.67	2,696.17	6,190.18	4,882.46	11,361.31
11	Tax expense	849.83	688.52	664.16	1,538.35	1,208.53	2,788.62
12	Net Profit from ordinary activities after tax (10-11)	2,580.68	2,071.15	2,032.01	4,651.83	3,673.93	8,572.69
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit (12-13)	2,580.68	2,071.15	2,032.01	4,651.83	3,673.93	8,572.69
15	Paid up equity share capital - (of Face Value ₹ 5 per share)	992.87	992.72	991.54	992.87	991.54	992.33
16	Reserves (excluding revaluation reserves)						70,964.14
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	-	-	-	-	-	-
	(ii) Capital adequacy ratio - Basel III	21.24	22.15	21.76	21.24	21.76	22.69
	(iii) Earnings per equity share before and after extraordinary items (net of tax expense)						
	- Basic (not annualised) ₹	13.00	10.43	10.25	23.43	18.53	43.02
	- Diluted (not annualised) ₹	12.99	10.43	10.24	23.43	18.52	43.01
	(iv) NPA Ratios						
	a) Gross NPA	6,210.23	6,378.57	7,657.96	6,210.23	7,657.96	6,469.74
	b) Net NPA	1,630.37	1,749.33	2,491.44	1,630.37	2,491.44	1,736.71
	c) % of Gross NPA to Gross Advances	2.08	2.24	3.19	2.08	3.19	2.34
	d) % of Net NPA to Net Advances	0.55	0.62	1.06	0.55	1.06	0.64
	(v) Return on average Assets (%) – (not annualised)	0.59	0.50	0.52	1.09	0.95	2.13
	(vi) Debt-Equity ratio (Refer Note 5.a)	0.24	0.21	0.49	0.24	0.49	0.36
	(vii) Total Debts to Total Assets (%) (Refer Note 5.a)	4.22	3.62	8.04	4.22	8.04	6.05
	(viii) Net worth (Refer Note 5.a)	76,534.47	74,058.50	66,635.73	76,534.47	66,635.73	71,849.64
	(ix) Outstanding redeemable preference shares (quantity and value)	-	-	-	-	-	-
	(x) Capital redemption reserve/ debenture redemption reserve	-	-	-	-	-	-

Segment Results

The reportable segments of the Bank as per RBI guidelines are as under:

Segment	Principal activity
Corporate/Wholesale Banking	Wholesale borrowings and lending and other related services to the corporate sector which are not included under retail banking.
Retail Banking	Includes lending, deposit taking and other retail services/ products including credit cards.
Treasury, BMU and Corporate Centre	Money market, forex market, derivatives, investments and primary dealership of government securities, Balance Sheet Management Unit (BMU) responsible for Asset Liability Management and Corporate Centre which primarily comprises of support functions.
Other Banking business	Includes any other business not included in the above.

The RBI has prescribed the reporting of the Digital Banking Units (DBUs) as a sub-segment of Retail Banking vide its circular dated April 7, 2022 on the establishment of DBUs. As at 30th September 2022, the Bank's proposed DBUs were yet to commence operations and reporting of Digital Banking as a separate sub-segment of Retail Banking Segment will be implemented by the Bank based on the decision of the DBU Working Group formed by the Indian Banks' Association. DBUs operations commenced in October, 2022.

	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
1	Segment Revenue						
	a. Corporate/ Wholesale Banking	4,459.45	3,517.69	3,187.93	7,977.14	6,354.57	13,583.44
	b. Retail Banking	4,577.37	4,240.92	3,833.77	8,818.29	7,311.07	15,262.93
	c. Treasury, BMU and Corporate Centre	1,729.51	1,496.96	2,474.03	3,226.47	4,680.55	8,479.37
	d. Other Banking business	-	-	-	-	-	-
	Sub-total	10,766.33	9,255.57	9,495.73	20,021.90	18,346.19	37,325.74
	Less: Inter-segmental revenue	719.33	673.32	1,086.86	1,392.65	2,105.76	3,932.57
	Total	10,047.00	8,582.25	8,408.87	18,629.25	16,240.43	33,393.17
2	Segment Results						
	a. Corporate/ Wholesale Banking	1,773.91	1,395.65	1,622.48	3,169.56	2,890.06	6,379.46
	b. Retail Banking	581.20	567.10	13.61	1,148.30	(28.64)	846.21
	c. Treasury, BMU and Corporate Centre	1,075.40	796.92	1,060.08	1,872.32	2,021.04	4,135.64
	d. Other Banking business	-	-	-	-	-	-
	Total Profit Before Tax	3,430.51	2,759.67	2,696.17	6,190.18	4,882.46	11,361.31
3	Segment Assets						
	a. Corporate / Wholesale Banking	209,049.41	197,950.21	175,105.90	209,049.41	175,105.90	188,132.89
	b. Retail Banking	284,699.74	281,507.77	260,954.11	284,699.74	260,954.11	269,857.05
	c. Treasury, BMU and Corporate Centre	116,825.64	118,477.35	152,646.15	116,825.64	152,646.15	136,339.52
	d. Other Banking business	-	-	-	-	-	-
	Sub-total	610,574.79	597,935.33	588,706.16	610,574.79	5,88,706.16	594,329.46
	Less : Inter-segmental Assets	168,917.72	173,553.82	180,877.60	168,917.72	1,80,877.60	165,312.01
	Total	441,657.07	424,381.51	407,828.56	441,657.07	407,828.56	429,017.45
	Add : Unallocated Assets	337.99	386.48	585.01	337.99	585.01	410.95
	Total Assets as per Balance Sheet	441,995.06	424,767.99	408,413.57	441,995.06	408,413.57	429,428.40
4	Segment Liabilities						
	a. Corporate / Wholesale Banking	192,034.78	182,723.42	160,065.97	192,034.78	160,065.97	169,595.03
	b. Retail Banking	264,018.69	261,408.57	245,383.28	264,018.69	245,383.28	253,410.95
	c. Treasury, BMU and Corporate Centre	77,471.12	79,039.91	116,135.88	77,471.12	116,135.88	98,943.19
	d. Other Banking business	-	-	-	-	-	-
	Sub-total	533,524.59	523,171.90	521,585.13	533,524.59	521,585.13	521,949.17
	Less : Inter-segmental Liabilities	168,917.72	173,553.82	180,877.60	168,917.72	180,877.60	165,312.01
	Total	364,606.87	349,618.08	340,707.53	364,606.87	340,707.53	356,637.16
	Add : Unallocated liabilities	312.30	497.70	329.82	312.30	329.82	334.77
	Add : Share Capital & Reserves & surplus	77,075.89	74,652.21	67,376.22	77,075.89	67,376.22	72,456.47
	Total Capital and Liabilities as per Balance Sheet	441,995.06	424,767.99	408,413.57	441,995.06	408,413.57	429,428.40

STANDALONE CASH FLOW STATEMENT

₹ crore

Particulars	Half year ended		Year ended
	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES			
Profit after tax	4,651.83	3,673.93	8,572.69
Add: Provision for tax	1,538.35	1,208.53	2,788.62
Net Profit before taxes	6,190.18	4,882.46	11,361.31
Adjustments for :-			
Employee Stock Options Expense	12.08	9.80	21.01
Depreciation on Bank's Property	215.83	182.83	380.99
Diminution in the value of Investments written off	0.43	16.83	(91.37)
Dividend from Subsidiaries/ Joint Ventures	(242.23)	(172.55)	(201.76)
Amortization of Premium on HTM Investments	270.25	229.25	512.36
Loss on revaluation of Investments (net)	395.21	239.58	933.95
Provision for Non Performing Assets, Standard Assets and Other Provisions	160.16	1,110.68	780.93
Profit on sale of Fixed Assets	(3.30)	(12.32)	(23.43)
	6,998.61	6,486.56	13,673.99
Adjustments for :-			
Decrease/(Increase) in Investments (other than Subsidiaries, Joint Ventures and Other HTM Investments)	206.70	(509.27)	4,224.69
(Increase) in Advances	(22,979.87)	(12,227.68)	(48,695.40)
Decrease / (Increase) in Other Assets	(2,939.54)	271.17	416.93
Increase / (Decrease) in Deposits	13,519.05	11,611.04	31,584.07
Increase in Other Liabilities and Provisions	1,819.04	284.17	3,607.99
Subtotal	(10,374.62)	(570.57)	(8,861.72)
Direct Taxes Paid	(1,505.86)	(1,234.13)	(2,650.94)
NET CASH FLOW (USED IN) /FROM OPERATING ACTIVITIES (A)	(4,881.87)	4,681.86	2,161.33
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES			
Purchase of Fixed Assets	(286.89)	(185.98)	(507.19)
Sale of Fixed Assets	11.80	16.01	31.17
Investments in Subsidiaries/ Joint Ventures	(150.00)	(345.10)	(343.42)
Decrease / (Increase) in Investments in HTM securities	995.26	(5,430.01)	(717.23)
Dividend from Subsidiaries/ Joint Ventures	242.23	172.55	201.76
NET CASH FLOW USED IN INVESTING ACTIVITIES (B)	812.40	(5,772.53)	(1,334.91)
CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES			
(Decrease) in Subordinated Debt	-	(150.00)	(150.00)
Increase / (Decrease) in Refinance	2,528.10	(2,185.12)	2,337.09
Increase / (Decrease) in Borrowings (other than Refinance and Sub-ordinated debt)	(9,835.10)	11,522.19	129.38
Money received on exercise of Stock Options/Issue of Equity Shares	147.36	146.83	358.56
Share Issue Expenses	-	-	-
Dividend paid including Corporate Dividend Tax	(218.42)	(178.46)	(218.96)
NET CASH FLOW FROM/ (USED IN) FINANCING ACTIVITIES (C)	(7,378.06)	9,155.44	2,456.07
Increase / (Decrease) in Foreign Currency Translation Reserve (D)	33.34	5.95	14.92
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS (A + B + C + D)	(11,414.19)	8,070.72	3,297.41
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	42,923.94	39,626.53	39,626.53
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD / YEAR	31,509.75	47,697.25	42,923.94

NOTES:

- The above results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 22nd October, 2022. The results for the quarter and half year ended 30th September, 2022 were subject to limited review by the joint statutory auditors (KKC & Associates LLP, Chartered Accountants (formerly Khimji Kunverji & Co LLP) and Price Waterhouse LLP, Chartered Accountants) who have issued an unmodified review report thereon. The previous period results were reviewed/ audited by the joint auditors (Walker Chandiook & Co LLP, Chartered Accountants and Price Waterhouse LLP, Chartered Accountants).
- Other Income includes non-fund based income such as commission earned from guarantees / letters of credit, financial advisory fees, selling of third party products, general banking fees, earnings from foreign exchange transactions, profit / (loss) from the sale of securities and write-back / (provision) of mark-to-market depreciation on investments in AFS and HFT categories.
- During the quarter, the Bank has granted 15,820 options under employee stock option scheme. Stock options aggregating to 304,024 were exercised during the quarter and 4,380,759 stock options were outstanding with employees of the Bank and its subsidiaries as at 30th September, 2022.
- Provisions and contingencies are net of recoveries made against accounts which have been written off as bad in the previous period / year.

Break up of provisions (other than tax) and contingencies:

Particulars	Quarter ended			Half year ended		Year ended
	30-Sep-22 (Unaudited)	30-Jun-22 (Unaudited)	30-Sep-21 (Unaudited)	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
Provision towards advances / Others (including provisions for exposures to entities with Unhedged Foreign Currency Exposures) (net)	180.66	88.50	385.32	269.16	1,110.68	1,512.93
General provision for COVID 19 Deferment cases (net)	(44.00)	(65.00)	-	(109.00)	-	(732.00)
Other Provision / (write back of other provisions) towards investments (net)	0.34	0.09	38.67	0.43	16.83	(91.37)
Total provisions (other than Tax) and contingencies	137.00	23.59	423.99	160.59	1,127.51	689.56

COVID -19, a global pandemic, affected the world economy over last two years. The revival of economic activity improved in financial year 2022 supported by relaxation of restrictions due to administration of the COVID vaccines to a large population in the country. The extent to which COVID-19 pandemic will impact the Bank results will depend on ongoing as well as future developments including the nature and severity of COVID-19.

The Bank held an aggregate COVID-19 related provision of ₹ 547 crore as of 31st March, 2022. Based on the improved outlook, the Bank have reversed provisions amounting to ₹ 109 crore during the half year ended 30th September, 2022 (NIL during the half ended 30th September, 2021 and ₹ 44 crore and ₹ 65 crore during the quarter ended 30th September 2022 and 30th June, 2022 respectively). On a prudent basis, the Bank continues to hold provision of ₹ 438 crore as at 30th September, 2022 against the potential impact of COVID-19.

- Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:
 - Methodology for computation of the ratios is as follows:

Debt-Equity ratio	Represents the ratio of Borrowings/Sum of Capital and Reserves and Surplus
Total Debts to Total Assets (%)	Represents Borrowings/Total Assets
Net worth	Calculated as per the Master Circular - Exposure Norms issued by the RBI.

- Basis nature of the Bank's business, the ratio's considered to be not applicable are Current Ratio, Long term debt to working capital, Bad debts to Account receivable ratio, Current liability ratio, Debt turnover, Inventory turnover, Operating margin % and Net profit margin %.
- In accordance with Resolution Framework for COVID-19 announced by RBI on 6th August, 2020, the Bank has implemented one-time restructuring for certain eligible borrowers and such borrowers are classified as Standard in accordance with the above framework.
 - The disclosure requirements as required by RBI circular dated 6th August, 2020 for the quarter & half year ended 30th September 2022 is given below:

(Amounts in ₹ crore)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the 31 st March, 2022 (A)	Of (A), aggregate debt that slipped into NPA during the half-year ended 30 th September, 2022	Of (A) amount written off during the half - year ended 30 th September, 2022#	Of (A) amount paid by the borrowers during the half-year ended 30 th September, 2022 [^]	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the half – year ended 30 th September, 2022
Personal Loans	195.29	19.28	0.29	15.68	160.33
Corporate persons*	57.29	4.60	0.00	8.13	44.56
Of which, MSMEs	31.04	0.00	0.00	(2.50)	33.54
Others	125.54	0.61	0.01	8.99	115.94
Total	378.12	24.49	0.30	32.80	320.83

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

represents debt that slipped into NPA and was subsequently written off during the half-year.

[^] includes change in balances on account of interest and net of increase in exposure during the period.

7. In accordance with the RBI guidelines, Banks are required to make consolidated Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III Framework. These disclosures are available on the Bank's website at the following link: <https://www.kotak.com/en/investor-relations/financial-results/regulatory-disclosure.html>. These disclosures have not been subjected to audit or limited review.
8. Details of loans transferred /acquired during the half year ended 30th September 2022 under the RBI Master Direction on Transfer of Loan Exposures dated 24th September 2021 are as given below:

(i) The Bank has not transferred any Loans not in default, Special Mention Accounts (SMA) and Non Performing Assets (NPAs).

(ii) Details of the Loans not in default acquired from eligible lenders through assignment:

₹ crore except tenor

Sr.No	Particulars	As on 30 th September, 2022
1	Aggregate amount of loans acquired	404.97
2	Aggregate consideration paid	371.08
3	Weighted average residual maturity	1.9 years
4	Weighted average holding period of originator	3.26 years
5	Retention of beneficial economic interest	Nil
6	Coverage of tangible security coverage(%)	100%
7	Rating-wise distribution of rated loans	Retail loans – NA

(iii) Details of Special Mention Accounts (SMAs) acquired:

₹ crore except tenor

Portfolio acquired during the half year ended	From lenders listed in Clause 3 of the Circular dated 24 th September, 2021		
	Aggregate Principal outstanding of loans acquired	Aggregate consideration paid	Weighted average residual tenor of loans acquired (in Years)
30 th September, 2022	176.79	110.87	1.89

(iv) Details of the Non-Performing Assets (NPAs) acquired:

₹ crore except tenor

Portfolio acquired during the half year ended	From lenders listed in Clause 3 of the Circular dated 24 th September, 2021		
	Aggregate Principal outstanding of loans acquired	Aggregate consideration paid	Weighted average residual tenor of loans acquired (in Years) \$
30 th September, 2022	528.08	18.88	0.99

\$ - Weighted Average residual tenor of loans is excluding limit based facilities

(v) Details of the recovery ratings assigned to Security Receipts as at 30th September 2022:

Recovery Rating [^]	Anticipated Recovery as per Recovery Rating	Carrying Value* (₹ crore)
NR1/R1+/RR1+	>150%	18.55
NR2/R1/RR1	100% - 150%	302.66
NR3/R2/RR2	75% - 100%	33.15
NR4/R3/RR3	50% - 75%	144.90
NR5/RR4/R4	25%-50%	-
NR6/RR5/R5	0% - 25%	-
Yet to be rated**	-	262.22
Unrated	-	0.04
Total		761.52

[^] - recovery rating is as assigned by various rating agencies.

* - Net of provisions.

** - Recent purchases whose statutory period has not elapsed.

9. The Summarised Balance Sheet of the Bank (Standalone) is given below:

₹ crore

Summarised Balance Sheet	As at		
	30-Sep-22 (Unaudited)	30-Sep-21 (Unaudited)	31-Mar-22 (Audited)
CAPITAL AND LIABILITIES			
Capital	1,492.87	1,491.54	1,492.33
Employees' Stock Options (Grants) Outstanding	49.31	15.57	31.31
Reserves and Surplus	75,583.02	65,884.68	70,964.14
Deposits	325,203.16	291,711.09	311,684.11
Borrowings	18,660.12	32,837.72	25,967.12
Other Liabilities and Provisions	21,006.58	16,472.97	19,289.39
TOTAL	441,995.06	408,413.57	429,428.40
ASSETS			
Cash and balances with Reserve Bank of India	26,163.87	30,123.12	36,026.22
Balances with Banks and Money at Call and Short Notice	5,345.88	17,574.13	6,897.72
Investments	98,862.36	110,897.91	100,580.22
Advances	294,023.17	234,946.94	271,253.60
Fixed Assets	1,705.56	1,539.10	1,643.72
Other Assets	15,894.22	13,332.37	13,026.92
TOTAL	441,995.06	408,413.57	429,428.40

10. There has been no change to significant accounting policies during the quarter and half year ended 30th September, 2022 as compared to those followed for the year ended 31st March, 2022.

11. Figures for the previous periods / year have been regrouped wherever necessary to conform to current period's presentation.

By order of the Board of Directors
For Kotak Mahindra Bank Limited

Mumbai, 22nd October, 2022

Dipak Gupta
Joint Managing Director