

# Earnings Update

Reviewed Second Quarter & Half Year Results  
*September 30, 2018*



Millions

The Board of Directors of The Jammu & Kashmir Bank Ltd. at their meeting held on October 16, 2018 took on record the Reviewed Financial Results for the Second Quarter ended September 30, 2018.

**Performance Highlights for the quarter ended September 30, 2018:**

- Net Profit of Rs 937.5 Million for the quarter ended Sep, 2018 as compared to Net Profit of Rs 716.4 Million for the quarter ended Sep, 2017 (up by 31%YoY).
- Deposits stood at Rs 814292.2 Million as on Sep, 2018 as compared to Rs 703846.0 Million as on Sep, 2017 (up by 16% YoY).
- Net Advances were at Rs 636911.9 Million as on Sep, 2018 as compared to Rs 513413.2 Million as on Sep, 2017 (up by 24% YoY).
- EPS for the quarter ended Sep, 2018 at Rs 1.68 compared to Rs 1.29 for the quarter ended Sep, 2017.
- NIMs for the quarter ended Sep, 2018 at 3.69% (annualized) vis-à-vis 3.78% for the quarter ended Sep, 2017.
- Post tax Return on Assets at 0.40% (annualized) for the quarter ended Sep, 2018 compared to 0.36% for the quarter ended Sep, 2017.
- Post Tax Return on Average Net-Worth (annualized) for the quarter ended Sep, 2018 at 5.96% compared to 4.59% recorded for the quarter ended Sep, 2017.
- The Cost of Deposits (annualized) for the quarter ended Sep, 2018 at 4.91% compared to 5.22% recorded for the corresponding quarter of previous year.
- The Yield on Advances (annualized) for the quarter ended Sep, 2018 stood at 8.98% as compared to 9.29% for the corresponding quarter of previous year.
- Business per Employee and Net profit per Employee (annualized) were at Rs 125.7 Million and Rs 0.33 Million respectively for the quarter ended Sep, 2018 compared to Rs 109.9 Million and Rs 0.26 Million pertaining to quarter ended Sep, 2017.
- Gross and Net NPA's as percentages to Gross and Net Advances as on Sep, 2018 at 9.00% and 3.91% respectively compared to 10.87% and 4.76% as on Sep, 2017.
- NPA Coverage Ratio as on Sep, 2018 at 69.46% as compared to 69.23% as on Sep, 2017.
- Cost to Income Ratio stood at 62.06% for the quarter ended Sep, 2018 as compared to 56.00% for the quarter ended Sep, 2017.
- Capital Adequacy Ratio stood at 12.02% as on Sep, 2018 which was recorded at 11.09% as on Sep, 2017.

The Board of Directors of The Jammu & Kashmir Bank Ltd. at their meeting held on October 16, 2018 took on record the Reviewed Financial Results for the Half Year ended September 30, 2018.

**Performance Highlights for the half year ended September 30, 2018:**

- Net Profit of Rs 1463.4 Million for the half-year ended Sep, 2018 as compared to Net Profit of Rs 1018.3 Million for the half-year ended Sep, 2017 (up by 44%YoY).
- Deposits stood at Rs 814292.2 Million as on Sep, 2018 as compared to Rs 800065.0 Million as on Mar, 2018 (up by 2%).
- Net Advances were at Rs 636911.9 Million as on Sep, 2018 as compared to Rs 569127.5 Million as on Mar, 2018 (up by 12%).
- EPS for the half year ended Sep, 2018 at Rs 2.63 compared to Rs 1.83 for the corresponding half year of previous financial year.
- NIMs for the half year ended Sep, 2018 at 3.72% (annualized) vis-à-vis 3.74% for the corresponding half year of previous financial year.
- Post tax Return on Assets at 0.31% (annualized) for the half year ended Sep, 2018 compared to 0.26% for the corresponding period of the previous financial year.
- Post Tax Return on Average Net-Worth (annualized) for the half year ended Sep, 2018 at 4.69% compared to 3.39% recorded for the corresponding half year of last financial year.
- The Cost of Deposits (annualized) for the half year ended Sep, 2018 at 4.87% compared to 5.24% recorded for the corresponding half year of last financial year.
- The Yield on Advances (annualized) for the half year ended Sep, 2018 stood at 8.86% as compared to 9.39% for the half year ended Sep, 2017.
- Business per Employee and Net profit per Employee (annualized) were at Rs 125.7 Million and Rs 0.25 Million respectively for the half year ended Sep, 2018 compared to Rs 109.9 Million and Rs 0.18 Million pertaining to the half year ended Sep, 2017.
- Gross and Net NPA's as percentages to Gross and Net Advances as on Sep, 2018 at 9.00% and 3.91% respectively compared to 9.96% and 4.90% as on Mar, 2018.
- NPA Coverage Ratio as on Sep, 2018 at 69.46% as compared to 69.23% as on Sep, 2017 65.83% as on Mar, 2018.
- Cost to Income Ratio stood at 61.89% for the half year ended Sep, 2018 as compared to 55.60% for the half year ended Sep, 2017.
- Capital Adequacy Ratio stood at 12.02% as on Sep, 2018 which was recorded at 11.42% as on Mar, 2018.

**Profit & Loss Account**

Amount in Rupees Million

Particulars	Q 2 FY '18-19	Q 2 FY '17-18	% Change	H 1 FY '18-19	H 1 FY '17-18	% Change	FY ended Mar '18
Interest Earned	18400.6	16664.3	10%	36029.5	33467.5	8%	66214.0
Interest Expended	10482.1	9438.1	11%	20319.1	19119.2	6%	37506.1
<b>Net Interest Income</b>	<b>7918.5</b>	<b>7226.2</b>	10%	<b>15710.4</b>	<b>14348.3</b>	9%	<b>28707.9</b>
Other Income	1112.0	1050.3	6%	2455.5	2152.4	14%	4953.1
<b>Operating Income</b>	<b>9030.5</b>	<b>8276.5</b>	9%	<b>18165.9</b>	<b>16500.7</b>	10%	<b>33661.0</b>
Operating Expenses	5604.0	4634.7	21%	11242.1	9174.0	23%	19842.3
<b>Operating Profit</b>	<b>3426.5</b>	<b>3641.8</b>	-6%	<b>6923.8</b>	<b>7326.7</b>	-5%	<b>13818.7</b>
Provisions & Contingencies	1723.8	2428.7	-29%	4273.9	5215.2	-18%	10227.4
<b>PBT</b>	<b>1702.7</b>	<b>1213.1</b>	40%	<b>2649.9</b>	<b>2111.5</b>	25%	<b>3591.3</b>
Tax Provision	765.2	496.7	54%	1186.5	1093.2	9%	-817.7
Deferred Tax Asset	0.0	0.0		0.0	-2381.8		
Net Profit from Ordinary activities after Tax	<b>937.5</b>	<b>716.4</b>	31%	<b>1463.4</b>	<b>3400.1</b>	57%	<b>4409.0</b>
Extraordinary Items	0.0	0.0		0.0	2381.8		2381.8
<b>Net Profit</b>	<b>937.5</b>	<b>716.4</b>	31%	<b>1463.4</b>	<b>1018.3</b>	44%	<b>2027.2</b>

**Balance Sheet**

Amount in Rupees Million

Particulars	As on Sep 30, 2018	As on Sep 30, 2017	% Change	As on Mar 31, 2018
<b>Capital &amp; Liabilities</b>				
Capital	557.0	557.0	0%	557.0
Reserves & Surplus (includes retained earnings)	62518.6	59972.9	4%	61055.1
Deposits	814292.2	703846.0	16%	800065.0
Borrowings	41376.5	11305.3	266%	16283.4
Other Liabilities & Provisions	22161.9	17923.8	24%	18915.7
<b>Total</b>	<b>940906.2</b>	<b>793605.0</b>	<b>19%</b>	<b>896876.2</b>
<b>Assets</b>				
Cash & Bank Balance	36265.9	31582.4	15%	43283.6
Balance with Banks and Money at Call & Short Notice	1836.3	9099.5	-80%	39245.2
Investments	205422.2	189053.8	9%	188800.3
Advances	636911.9	513413.2	24%	569127.5
Fixed Assets	16034.1	15527.6	3%	16145.9
Other Assets	44435.8	34928.5	27%	40273.7
<b>Total</b>	<b>940906.2</b>	<b>793605.0</b>	<b>19%</b>	<b>896876.2</b>

**Break-up:****1. Interest Earned on**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Loans & Advances	14449.2	12445.0	16%	27721.1	24517.1	13%	49777.4
Investments	3616.4	3637.5	-1%	7551.7	7497.0	1%	14315.8
Balance with RBI & Other Inter Bank Funds	334.6	581.1	-42%	748.8	1451.7	-48%	2116.8
Others	0.4	0.7	-43%	7.9	1.7	365%	4.0
<b>Total</b>	<b>18400.6</b>	<b>16664.3</b>	<b>10%</b>	<b>36029.5</b>	<b>33467.5</b>	<b>8%</b>	<b>66214.0</b>

**2. Interest Expended on**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Deposits	9712.7	9164.3	6%	19034.9	18559.3	3%	36123.5
Borrowings	137.5	20.1	584%	234.0	52.4	347%	246.9
Others (Subordinated Debt)	631.9	253.7	149%	1050.2	507.5	107%	1135.7
<b>Total</b>	<b>10482.1</b>	<b>9438.1</b>	<b>11%</b>	<b>20319.1</b>	<b>19119.2</b>	<b>6%</b>	<b>37506.1</b>

**3. Other Income**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Commission / Exchange	462.4	392.0	18%	880.8	791.8	11%	1708.8
Insurance Commission	85.5	82.7	3%	168.7	153.8	10%	314.0
Treasury / Trading Income	-258.5	25.7	-1106%	-166.8	288.4	-158%	494.2
Miscellaneous Income	822.6	549.9	50%	1572.8	918.4	71%	2436.1
<b>Total</b>	<b>1112.0</b>	<b>1050.3</b>	<b>6%</b>	<b>2455.5</b>	<b>2152.4</b>	<b>14%</b>	<b>4953.1</b>

**4. Operating Expenses**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Payment for Employees	3675.4	3080.2	19%	7427.8	6111.9	22%	12868.9
Rent, Taxes and Lightning	276.3	215.6	28%	487.7	420.3	16%	844.8
Printing & Stationery	34.1	25.9	32%	56.8	52.6	8%	106.5
Advertisement & Publicity	41.3	31.7	30%	65.8	57.3	15%	228.6
Depreciation in Bank's Property	258.0	203.1	27%	513.9	400.7	28%	965.5
Directors' Fees, Allowances & Expenses	6.2	4.2	48%	10.3	5.9	75%	16.6
Auditors' Fees & Expenses	49.3	38.2	29%	96.9	76.2	27%	175.1
Law Charges	23.6	16.2	46%	47.0	30.3	55%	73.5
Postage, Telegrams, Telephones etc	9.5	9.9	-4%	20.0	32.4	-38%	58.6
Repairs & Maintenance	51.4	42.1	22%	105.8	82.8	28%	174.2
Insurance	167.7	178.6	-6%	392.1	356.5	10%	765.2
Other Expenditure	1011.2	789.0	28%	2018.0	1547.1	30%	3564.8
<b>Total</b>	<b>5604.0</b>	<b>4634.7</b>	<b>21%</b>	<b>11242.1</b>	<b>9174.0</b>	<b>23%</b>	<b>19842.3</b>

## Break-up:

### 5. Provisions & Contingencies

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Provision for Tax	765.2	496.7	54%	1186.5	-1288.6	-192%	-817.6
Provision for Bad & Doubtful Debts	1300.0	1960.0	-34%	3647.5	6671.8	-45%	12227.2
Provision for Standard Advances	79.0	330.0	-76%	-166.6	-97.1	72%	-1383.6
Provision for Depreciation on Investments	24.2	0.0		-92.9	-331.5	-72%	153.8
Provision for Non Performing Investments	326.7	138.2	136%	880.7	1370.1	-36%	1674.6
Provision for Frauds/ Embezzlements	-6.1	0.5	-1320%	-3.9	3.5	-211%	-0.8
Provision for diminution in fair value of Restructured / Rescheduled advances	0.0	0.0		0.0	-24.2	-100%	-66.8
Provision for SDR	0.0	0.0		0.0	0.0		0.0
Provision for Contingent Liabilities	0.0	0.0		9.1	4.4	107%	4.7
<b>Total</b>	<b>2489.0</b>	<b>2925.4</b>	<b>-15%</b>	<b>5460.4</b>	<b>6308.4</b>	<b>-13%</b>	<b>11791.5</b>

### 6. Deposits

Amount in Rupees Million

Particulars	As on Sep 30, 2018	As on Sep 30, 2017	% Change	As on Mar 31, 2018
Demand Deposits	94474.6	72510.5	30%	112714.3
Saving Deposits	307285.5	281949.6	9%	294432.1
Term Deposits	412532.1	349385.8	18%	392918.6
<b>Total</b>	<b>814292.2</b>	<b>703845.9</b>	<b>16%</b>	<b>800065.0</b>

### Geographical Break-up (as on September 2018)

Particulars	From J&K State		From Rest of India		Bank as a Whole	
	Amount	% age	Amount	% age	Amount	% age
Deposits (in Rs Million)	696869.2	85.58	117423.0	14.42	814292.2	100
CASA Ratio (in percent)	-	<b>53.92</b>	-	<b>22.15</b>	-	<b>49.34</b>
Gross Advances (in Rs Million)	357769.2	53.05	316630.7	46.95	674399.9	100
Gross NPA (in Rs Million)	11459.8	18.89	49216.8	81.11	60676.6	100
Number of Branches	794	86.21	127	13.79	921	100
Number of ATM's	1147	92	99	8	1246	100

**Movement in Gross NPA's**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Balance at the start of the period	62416.7	56406.2	11%	60067.0	60000.1	0%	60000.1
Additions during the period	2520.0	4804.4	-48%	10218.9	9859.3	4%	31046.9
Up gradations during the period	738.5	435.2	70%	5407.6	1150.6	370%	1856.4
Write off (includes Technical Write off)	45.2	11.4	296%	55.4	6709.6	-99%	25722.6
Recoveries during the period	3476.4	935.3	272%	4146.4	2170.5	91%	3401.0
Balance at the close of the period	<b>60676.6</b>	<b>59828.7</b>	1%	<b>60676.5</b>	<b>59828.7</b>	1%	<b>60067.0</b>

**Movement in Restructured Assets**

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Balance at the start of the period	60874.9	64153.7	-5%	61330.0	63813.9	-4%	63813.9
Additions during the period	2452.8	2515.2	-2%	5361.0	4342.4	23%	7230.4
Disbursements during the period	1.9	1231.7	-100%	3.9	2439.3	-100%	3157.0
Reductions / Reclassification / Up gradations	2006.9	302.1	564%	2602.3	2129.7	22%	7062.2
Recoveries during the period	2847.0	1475.6	93%	5616.9	2343.0	140%	5809.1
<b>Balance at the close of the period</b>	<b>58475.7</b>	<b>66122.9</b>	<b>-12%</b>	<b>58475.7</b>	<b>66122.9</b>	<b>-12%</b>	<b>61330.0</b>
NPA's out of outstanding restructured portfolio	18993.0	8598.5	121%	18993.0	8598.5	121%	14715.9
Provisions held against these NPA's	10045.1	3978.4	152%	10045.1	3978.4	152%	6092.3

**Restructured Details (as on Sep. 2018)**

Amount in Rupees Million

Region	Category	Standard	NPA	Total	Prov. Against NPA
JK Portfolio	Flood	8305.3	1734.7	10040.0	859.4
	Unrest	29091.3	1349.3	30440.6	330.9
	Others	1076.8	1840.7	2917.5	862.1
<b>JK Total</b>		<b>38473.4</b>	<b>4924.7</b>	<b>43398.1</b>	<b>2052.4</b>
ROI Portfolio	CDR	48.2	4585.2	4633.4	4585.2
	MSME	0.0	123.8	123.8	49.5
	Others	961.1	9359.3	10320.4	3358.0
<b>ROI Total</b>		<b>1009.3</b>	<b>14068.3</b>	<b>15077.6</b>	<b>7992.7</b>
<b>BANK TOTAL</b>		<b>39482.7</b>	<b>18993.0</b>	<b>58475.7</b>	<b>10045.1</b>

### Movement in Flexible Structuring Portfolio

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Balance at the start of the period	2449.9	2559.8	-4%	2479.8	2556.2	-3%	2556.2
Additions during the period	0.0	0.0		0.0	0.0		0.0
Reductions during the period	0.0	0.0		0.0	0.0		0.0
Balance at the close of the period *	<b>2418.3</b>	<b>2491.0</b>	<b>-3%</b>	<b>2418.3</b>	<b>2491.0</b>	<b>-3%</b>	<b>2479.8</b>

\* The closing balance of Rs. 2418.3 Million comprises two accounts which are Standard non-Restructured as on Sep'2018

### Movement in Strategic Debt Restructuring Portfolio

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Balance at the start of the period	0.0	2814.8	-100%	956.5	3121.8	-69%	3121.8
Additions during the period	0.0	2831.1	-100%	0.0	2831.1	-100%	4699.6
Reductions during the period	0.0	1957.4	-100%	956.5	2224.0	-57%	6864.9
Balance at the close of the period **	<b>0.0</b>	<b>3685.2</b>	<b>-100%</b>	<b>0.0</b>	<b>3685.2</b>	<b>-100%</b>	<b>956.5</b>

\*\* One account which was outstanding as on March 31, 2018 was downgraded to NPA during Q1 of CFY.

### Movement in S4A Portfolio

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Balance at the start of the period	952.8	2448.2	-61%	953.0	3712.0	-74%	3712.0
Additions during the period	0.0	0.0		0.0	0.0		300.0
Reductions during the period	0.0	0.0		0.0	1302.1	-100%	3059.0
Balance at the close of the period ***	<b>954.7</b>	<b>2468.5</b>	<b>-61%</b>	<b>954.7</b>	<b>2468.5</b>	<b>-61%</b>	<b>953.0</b>

\*\*\* The closing balance of Rs. 954.7 Million comprises one accounts which is Restructured Standard as on Sep'2018

**Break-up of Deposits :**

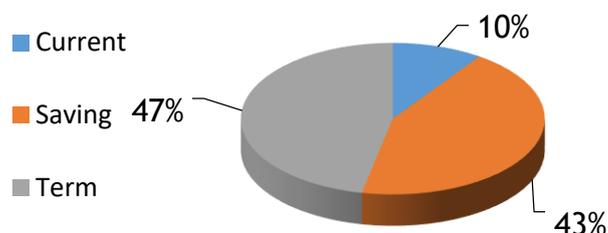
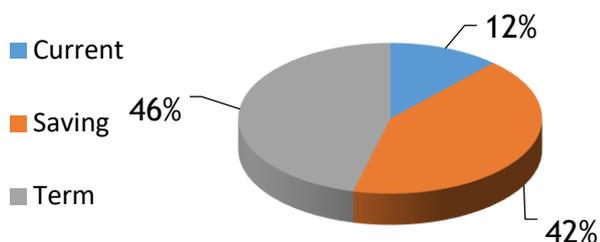
**September, 2018**

**September, 2017**

**In J&K State**

**Total Deposits – Rs 696869.2 Million**

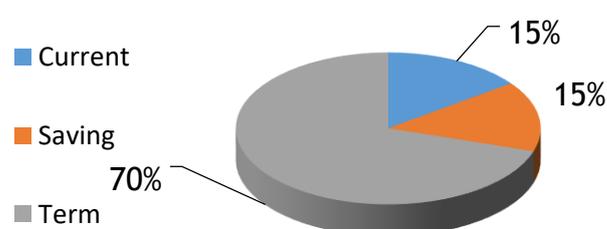
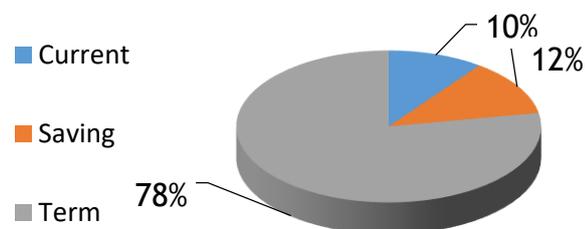
**Total Deposits – Rs 616794.6 Million**



**In Rest of India**

**Total Deposits – Rs 117423.0 Million**

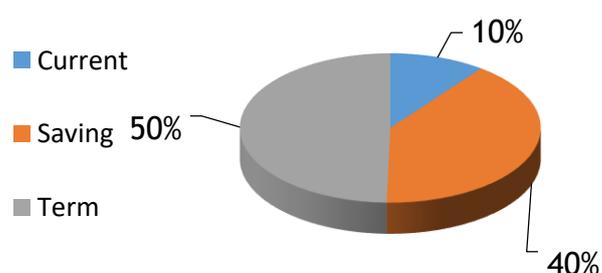
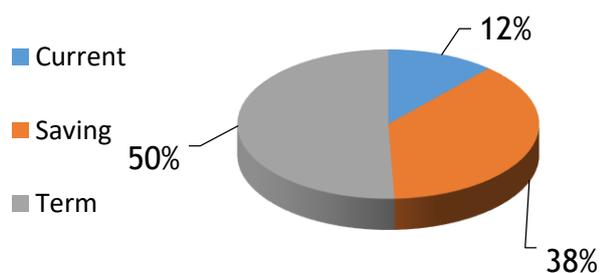
**Total Deposits – Rs 87051.4 Million**



**Bank as Whole**

**Total Deposits – Rs 814292.2 Million**

**Total Deposits – Rs 703846.0 Million**



**Incremental Growth in Deposits**

Amount in Rupees Million

Particulars		As on Sep 30, 2018	As on Sep 30, 2017	Increment	% Change
Deposits	In J&K State	696869.2	616794.6	80074.6	13%
	In Rest of India	117423.0	87051.4	30371.6	35%
	<b>Whole Bank</b>	<b>814292.2</b>	<b>703846.0</b>	<b>110446.2</b>	<b>16%</b>

**Sectoral Break-up of Advances :**

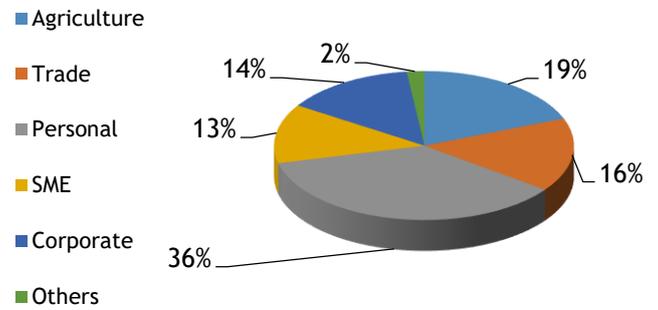
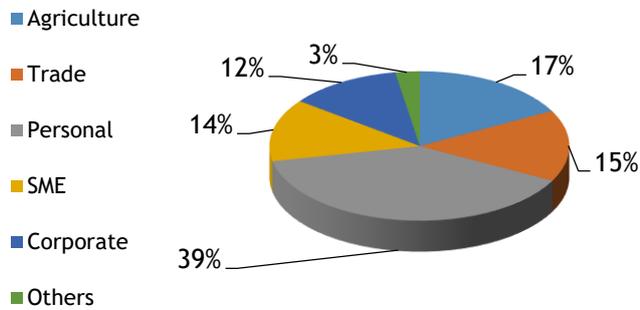
**September, 2018**

**September, 2017**

**In J&K State**

**Gross Advances – Rs 357769.2 Million**

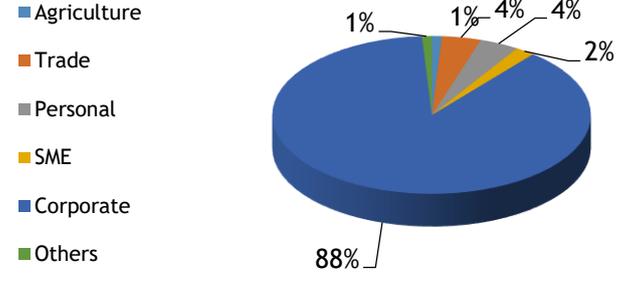
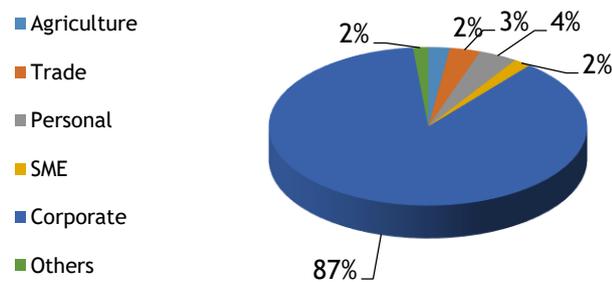
**Gross Advances – Rs 293231.0 Million**



**In Rest of India**

**Gross Advances – Rs 316630.7 Million**

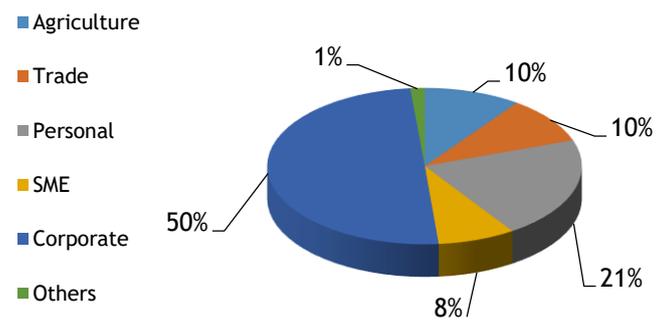
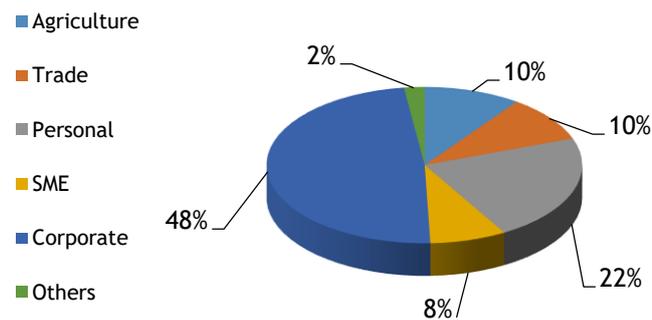
**Gross Advances – Rs 257387.9 Million**



**Bank as Whole**

**Gross Advances – Rs 674399.9 Million**

**Gross Advances – Rs 550618.9 Million**



**Incremental Growth in Advances**

**Amount in Rupees Million**

Particulars		As on Sep 30, 2018	As on Sep 30, 2017	Increment	% Change
Gross Advances	In J&K State	357769.2	293231.0	64538.2	22%
	In Rest of India	316630.7	257387.9	59242.8	23%
	Whole Bank	674399.9	550618.9	123781.0	22%

## Categorization of Investments (I)

Amount in Rupees Million

Particulars	As on Sep 30, 2018	As on Sep 30, 2017	% Change	As on Mar 31, 2018
<b>Held to Maturity (HTM)</b>				
□ Government & Other Approved Securities	150513.7	136373.4	10%	149798.1
□ Shares	0.0	0.0		0.0
□ Debentures & Bonds	181.7	218.5	-17%	175.0
□ Subsidiaries & Joint Ventures	200.0	200.0	0%	200.0
□ Others	456.7	456.7	0%	456.7
<b>Sub-Total</b>	<b>151352.1</b>	<b>137248.6</b>	<b>10%</b>	<b>150629.8</b>
<i>Percentage of HTM to Total Investments</i>	<i>74%</i>	<i>73%</i>		<i>80%</i>
<b>Held for Trading (HFT)</b>				
□ Government & Other Approved Securities	231.7	353.6		0.0
□ Shares	2.1	25.0	-92%	30.0
□ Debentures & Bonds	0.0	0.0		0.0
□ Subsidiaries & Joint Ventures	0.0	0.0		0.0
□ Others	0.0	0.0		0.0
<b>Sub-Total</b>	<b>233.8</b>	<b>378.6</b>	<b>-38%</b>	<b>30.0</b>
<i>Percentage of HFT to Total Investments</i>	<i>0%</i>	<i>0%</i>		<i>0%</i>
<b>Available for Sale (AFS)</b>				
□ Government & Other Approved Securities	30964.1	21964.7	41%	22172.3
□ Shares	2609.9	1900.2	37%	3245.0
□ Debentures & Bonds	6718.7	8272.1	-19%	7132.7
□ Subsidiaries & Joint Ventures	0.0	0.0		0.0
□ Others	13543.6	19289.6	-30%	5590.5
□ Debt / Money Market related MF's	0.0	0.0		0.0
<b>Sub-Total</b>	<b>53836.3</b>	<b>51426.6</b>	<b>5%</b>	<b>38140.5</b>
<i>Percentage of AFS to Total Investments</i>	<i>26%</i>	<i>27%</i>		<i>20%</i>
<b>Total Investment</b>	<b>205422.2</b>	<b>189053.8</b>	<b>9%</b>	<b>188800.3</b>

## Categorization of Investments (II)

Amount in Rupees Million

Particulars	As on Sep 30, 2018	As on Sep 30, 2017	% Change	As on Mar 31, 2018
SLR Securities	181709.5	158691.7	15%	171970.4
Non SLR Securities	23712.7	30362.1	-22%	16829.9
<b>Total Investment</b>	<b>205422.2</b>	<b>189053.8</b>	<b>9%</b>	<b>188800.3</b>
SLR Securities as % age to total Investments	88%	84%	-	91%
Non SLR Securities as % age to total Investments	12%	16%	-	9%

Previous period figures, wherever necessary, have been recast

## Movement in Non Performing Investments

Amount in Rupees Million

Particulars	Q2 FY '18-19	Q2 FY '17-18	% Change	HY 1 FY '18-19	HY 1 FY '17-18	% Change	FY Ended Mar, 2018
Opening balance	8359.6	6955.9	20%	6532.2	5696.7	15%	5696.7
Additions during the period	0.0	0.0		1827.4	1276.3	43%	1676.9
Recovery during the period	1018.8	0.0		1018.8	17.1	5858%	841.4
Closing balance	<b>7340.8</b>	<b>6955.9</b>	<b>6%</b>	<b>7340.8</b>	<b>6955.9</b>	<b>6%</b>	<b>6532.2</b>
Provisions held against NPIs @	6122.0	5817.4	5%	6122.0	5817.4	5%	5741.4

@ Excluding floating provisions of Rs. 27.6 Million

## Duration of Investments

In Years

Particulars	As on Sep 30, 2018	As on Sep 30, 2017	As on Mar 31, 2018
HTM Portfolio	3.96	4.24	4.05
HFT Portfolio	7.20	6.67	0.00
AFS Portfolio	1.36	2.30	2.55
<b>Total Portfolio</b>	<b>3.32</b>	<b>3.75</b>	<b>3.78</b>

## Yield on Investments

In percent

Particulars	Quarter ended Sep, 2018	Quarter ended Sep, 2017	Half Year ended Sep, 2018	Half Year ended Sep, 2017	FY Ended Mar, 2018
SLR Securities	7.44	7.58	7.62	7.60	7.57
Non SLR Securities	4.45	5.77	4.94	5.84	5.89
<b>Total Portfolio</b>	<b>6.98</b>	<b>7.12</b>	<b>7.13</b>	<b>7.12</b>	<b>7.21</b>

### Analytical Ratios:

Particulars	Q2 FY '18-19	Q2 FY '17-18	HY 1 FY '18-19	HY 1 FY '17-18	Year Ended Mar 2018
Net Interest Margins (%) *	0.92	0.94	1.86	1.87	
<b>Annualized</b>	<b>3.69</b>	<b>3.78</b>	<b>3.72</b>	<b>3.74</b>	<b>3.65</b>
Yield on Advances (%) *	2.25	2.32	4.43	4.70	
<b>Annualized</b>	<b>8.98</b>	<b>9.29</b>	<b>8.86</b>	<b>9.39</b>	<b>8.77</b>
Yield on Investments (%) *	1.71	1.75	3.50	3.49	
<b>Annualized</b>	<b>6.84</b>	<b>7.00</b>	<b>7.00</b>	<b>6.99</b>	<b>7.05</b>
Cost of Deposits (%) *	1.23	1.30	2.43	2.62	
<b>Annualized</b>	<b>4.91</b>	<b>5.22</b>	<b>4.87</b>	<b>5.24</b>	<b>5.01</b>
Post Tax Return on Assets (%)	0.10	0.09	0.16	0.13	
<b>Annualized</b>	<b>0.40</b>	<b>0.36</b>	<b>0.31</b>	<b>0.26</b>	<b>0.25</b>
Post Tax Return on Average Network (%)*	1.49	1.15	2.35	1.70	
<b>Annualized</b>	<b>5.96</b>	<b>4.59</b>	<b>4.69</b>	<b>3.39</b>	<b>3.42</b>
Cost to Income Ratio (%)	62.06	56.00	61.89	55.60	58.95
Credit / Deposit (CD) Ratio (%)	78.22	72.94	78.22	72.94	71.14
CASA Ratio (%)	49.34	50.36	49.34	50.36	50.89
Business per Employee (In Rupees Million)	125.7	109.9	125.7	109.9	119.9
Net Profit per Employee (In Rs. Million)	0.08	0.07	0.13	0.09	
<b>Annualized</b>	<b>0.33</b>	<b>0.26</b>	<b>0.25</b>	<b>0.18</b>	<b>0.18</b>
Number of Employees	11550	11079	11550	11079	11435
Business Per Branch (In Rupees Million)	1584.3	1345.0	1584.3	1345.0	1514.6
Net Profit per Branch (In Rs Million)					
<b>Annualized</b>	<b>4.1</b>	<b>3.2</b>	<b>3.2</b>	<b>2.3</b>	<b>2.2</b>
Branches – Excluding Extension Counters, Controlling Offices & RCC's	921	905	921	905	909
Number of ATMs	1246	1135	1246	1135	1199
Gross NPAs (In Rupees Million)	60676.6	59828.7	60676.6	59828.7	60067.0
Net NPAs (In Rupees Million)	24888.2	24425.9	24888.2	24425.9	27911.2
Gross NPA Ratio (%)	9.00	10.87	9.00	10.87	9.96
Net NPA Ratio (%)	3.91	4.76	3.91	4.76	4.90
NPA Coverage Ratio (%)	69.46	69.23	69.46	69.23	65.83
Credit Cost %	0.81	1.46	1.17	2.55	2.14
Capital Adequacy Ratio (%)	<b>12.02</b>	<b>11.09</b>	<b>12.02</b>	<b>11.09</b>	<b>11.42</b>
i. Tier I	10.16	9.19	10.16	9.19	9.24
ii. Tier II	1.86	1.90	1.86	1.90	2.18
Earnings per Share (In Rupees)	1.68	1.29	2.63	1.83	
<b>Annualized</b>	<b>6.73</b>	<b>5.15</b>	<b>5.26</b>	<b>3.66</b>	<b>3.64</b>
Net Asset Value (In Rupees)	113.27	108.70	113.27	108.70	110.60
Adjusted Book Value (In Rupees)	68.58	64.84	68.58	64.84	60.50
Dividend Payout Ratio (%)	-	-	-	-	-
Dividend Yield (%)	-	-	-	-	-

\* Ratios calculated on Fortnightly average balances

Previous period figures have been recast wherever necessary

### Shareholding Pattern as on Oct 12, 2018 vis-à-vis Oct 13, 2017:

S No.	PARTICULARS	Number of Shares Held as on Oct 12, 2018	% to Capital	Number of Shares Held as on Oct 13, 2017	% to Capital
1.	GOVERNMENT OF J&K	329833032	59.23%	329833032	59.23%
2.	INDIAN MUTUAL FUNDS	29981701	5.38%	27765121	4.99%
3.	INSURANCE COMPANIES	15374694	2.76%	15374694	2.76%
4.	BANKS	208695	0.04%	313384	0.06%
5.	NON RESIDENT INDIANS	5004820	0.90%	3906611	0.70%
6.	FOREIGN INSTITUTIONAL INVESTORS	405210	0.07%	281958	0.05%
7.	FOREIGN PORTFOLIO INVESTORS	90926134	16.33%	93211608	16.74%
8.	BODIES CORPORATES	13660238	2.45%	17341624	3.11%
9.	RESIDENT INDIVIDUALS	71320136	12.81%	68690385	12.34%
10.	CLEARING MEMBERS	143732	0.03%	139975	0.03%
	<b>TOTAL</b>	<b>556858392</b>	<b>100.00%</b>	<b>556858392</b>	<b>100.00%</b>

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