

**Board Secretariat**Ref:-JKB/BS/F3652/2020/037
Dated: 29th June, 2020

National Stock Exchange of India Ltd
Exchange Plaza 5th Floor
Plot No. C/1 G-Block
Bandra Kurla Complex
Bandra (E) Mumbai - 400 051
Symbol: J&KBANK

The BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal street
Mumbai - 400 001
Scrip Code:532209

SUB:- AUDITED RESULTS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31ST MARCH, 2020

Dear Sirs,

Pursuant to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith copy of the Audited Financial Results (Consolidated and Standalone) of the Bank for the fourth quarter and financial year ended 31st March, 2020. The results were taken on record by the Board of Directors at their meeting held on 29th June, 2020 through Video Conferencing facility at Corporate Headquarters, Srinagar.

Further pursuant to Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the detailed information is furnished as under:

(Amount in Crores)

S. No.	Particulars	31.03.2020 (Consolidated)	31.03.2019 (Consolidated)
1	Credit rating and change in credit rating (if any):		
	1. Certificate of Deposits	CRISIL A1+	CRISIL A1+
	2. Short Term Deposits	CRISIL A1+	CRISIL A1+
	3. Long term Deposits	FAA-/Negative	FAA-/Negative
	4. Tier II Sub ordinate Debt	BWR AA- (Credit watch with negative implications) IND AA + (Negative)	BWR AA (Stable) IND AA (Negative) CARE AA-(Negative)
2	Gross Profit	1522.85	1716.86
3	Previous due date for the payment of interest/dividend for non-convertible preference shares/repayment of principal of non-convertible preference shares/on convertible debt securities and whether the same has been paid or not;	Not Applicable	Not Applicable
4	Next due date for the payment of interest/dividend of non-convertible preference shares/principal along with the amount of interest/ dividend of non-convertible preference shares payable and the redemption amount;	Not Applicable	Not Applicable
5	Outstanding redeemable preference shares (quantity and value)	Not Applicable	Not Applicable
6	Capital redemption reserve/debenture redemption reserve	Not Applicable	Not Applicable
7	Net Worth	6345.85	6621.75
8	Net profit after tax	(1183.38)	466.67
9	Earnings per share	(16.59)	8.38

The meeting ended at 11:10 P.M.

Thanking you

Yours faithfully

For Jammu and Kashmir Bank Ltd.

(Mohammad Shafi Mir)
Company Secretary

Independent Auditor's Report on Audited standalone Quarterly Financial Results and Year to Date Results of The Jammu & Kashmir Bank Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
**The Board of Directors of
The Jammu & Kashmir Bank Limited**

Opinion

1. We have audited the accompanying standalone financial results of **The Jammu & Kashmir Bank Limited** ('the Bank') for the quarter and year ended **31st March 2020**, attached herewith, (the 'standalone Financial Results'), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), except for the disclosures relating to Pillar-3 as at March 31, 2020 including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Financial Results (Note No.12) and have not been audited by us.

The standalone financial statements included the Returns for the year ended on that date of:

- I. **64** branches/offices audited by us
- II. **923** branches audited by Statutory Branch Auditors.

The Branches/offices audited by us and those audited by other auditors have been selected by the Comptroller & Auditor General of India in accordance with the guidelines issued to the Bank by the Reserve Bank of India. Also incorporated in the Balance sheet, the Profit and Loss Account and Cash Flow statements are the returns from 923 branches which have been audited by Statutory Branch Auditors. These Branches account for 89.93% percent of advances, 90.17% percent of deposits, 88.96% percent of interest income and 89.48% percent of interest expenses.

2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on separate audited financial statements / financial information of the branches, as referred to in paragraphs 12 below, the aforesaid standalone Financial Results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard except for the disclosures relating to Pillar 3 disclosure as at 31st March 2020, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the standalone Financial Results and have not been reviewed or audited by us; and
 - (ii) give a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards, RBI guidelines and other accounting principles generally accepted in India of the net loss and other financial information for the year ended 31st March 2020.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw attention to Note 7 to the Financial Results which explains that the extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Results

5. These standalone Financial Results have been prepared on the basis of the standalone annual financial statements and reviewed quarterly standalone Financial Results upto the end of the third quarter. The Bank's Management and Board of Directors are responsible for the preparation and presentation of these standalone Financial Results that give a true and fair view of the financial positions, financial performance and cash flows of the bank in accordance with the accounting principle generally accepted in India including Accounting Standards issued by the Institute of Chartered Accountants of India, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Banking Regulations Act, 1949 for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the standalone Financial Results, Management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.
7. The Board of Directors is also responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

8. Our objectives are to obtain reasonable assurance about whether the standalone Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone Financial Results.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for

expressing our opinion on whether the Bank has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the standalone Financial Results, including the disclosures, and whether the standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

12. We did not audit the financial statements/information of 923 branches/offices included in the standalone Financial Results of the Bank whose Financial Results reflect total advances of Rs.65,259.51 Crores as at 31st March 2020, as considered in the standalone Financial Results. The financial statements/ information of these branches has been audited by the branch auditors whose reports have been furnished to us, and in our opinion in so far as it relates to the amounts and disclosures included in respect of branches, is based solely on the report of such branch auditors.
13. We report that the figures for the quarter ended March 31, 2020 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2020 and the published unaudited year to date figures up to the December 31, 2019 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

Our opinion is not modified in respect of above matters.

For O P Garg & Co.
Chartered Accountants
FRN:01194N

For Verma Associates.
Chartered Accountants
FRN:02717N

For P C Bindal & Co.
Chartered Accountants
FRN:03824N

For K.K.Goel & Associates.
Chartered Accountants
FRN:05299N

Sd/-
(CA. Manish Kumar Gupta)
Partner
M.No.097191
UDIN: 20097191AAAAEQ3533

Sd/-
(CA. Madan Verma)
Partner
M.No.081631
UDIN:20081631AAAACK8770

Sd/-
(CA. Shailza Wazir)
Partner
M.No.502279
UDIN: 20502279AAAACY2213

Sd/-
(CA. Amit Goel)
Partner
M.No.098913
UDIN: 20098913AAAABO8171

Place: Srinagar

Dated: 29th June 2020

STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2020

(₹ IN CRORES)

	As at 31.03.2020	As at 31.03.2019
CAPITAL AND LIABILITIES		
Capital	71.36	55.70
Reserves and Surplus	6322.12	6570.40
Deposits	97788.23	89638.90
Borrowings	2019.58	2623.96
Other Liabilities and Provisions	2670.81	2517.33
TOTAL :-	108872.10	101406.29

ASSETS

Cash and Balance with Reserve Bank of India	2947.48	4874.97
Balance with Banks & Money at Call & Short Notice	6835.35	986.91
Investments	23052.24	23160.50
Advances	64399.07	66271.51
Fixed Assets	2070.52	1674.69
Other Assets	9567.44	4437.71
TOTAL :-	108872.10	101406.29

FOR & ON BEHALF OF THE BOARD

Sd/-

R.K. CHHIBBER

Chairman & Managing Director

DIN: 08190084

Place : Srinagar

Dated : 29.06.2020

In terms of our report of even date annexed

For O. P. Garg & Co.

Chartered Accountants

FRN: 01194N

Sd/-

CA Manish Kumar Gupta

Partner

M.No. 097191

For Verma Associates

Chartered Accountants

FRN: 02717N

Sd/-

CA Madan Verma

Partner

M.No. 081631

For P. C. Bindal & Co.

Chartered Accountants

FRN: 03824N

Sd/-

CA Shailza Wazir

Partner

M.No. 502279

For K. K. Goel & Associates

Chartered Accountants

FRN: 05299N

Sd/-

CA Amit Goel

Partner

M.No. 098913

Place: Srinagar

Date: 29/06/2020

 THE JAMMU & KASHMIR BANK LTD. CORPORATE HEADQUARTERS, M. A. ROAD, SRINAGAR-190001 CIN: L65110JK19389GC000048						SEGMENT RESULTS (Rs. In Crores)						
STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2020						Description						
QUARTER ENDED						QUARTER ENDED						
YEAR ENDED						YEAR ENDED						
31.03.2020						31.03.2020						
31.12.2019						31.12.2019						
31.03.2019						31.03.2019						
31.03.2020						31.03.2020						
31.03.2019						31.03.2019						
S.No.	PARTICULARS	(AUDITED)	(REVIEWED)	(AUDITED)	(AUDITED)	(AUDITED)	(REVIEWED)	(AUDITED)	(AUDITED)	(AUDITED)		
1	Interest Earned (a+b+c+d)	2156.09	2067.36	2069.90	8446.29	7675.56	1) Segment Revenue (Income)					
	a) Interest/Discount on Advances/Bills	1655.98	1591.91	1595.28	6572.50	5935.24	i) Treasury Operations	495.14	486.19	693.69	1934.24	1952.74
	b) Income on Investments	409.39	397.32	397.58	1607.61	1551.99	ii) Corporate/Wholesale Banking	601.26	600.89	733.27	2611.12	2672.41
	c) Interest on Balance with R.B.I. & Other Inter Bank Funds	90.66	78.09	49.29	266.03	159.79	iii) Retail Banking	1348.08	1257.86	1434.14	5134.45	4879.67
	d) Others	0.06	0.04	27.75	0.15	28.54	iv) Other Banking Business	17.28	7.75	13.22	45.87	41.11
2	Other Income	120.91	128.66	403.57	545.92	812.63	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
3	Total Income (1 + 2)	2277.00	2196.02	2473.47	8992.21	8488.19	Total	2461.76	2352.69	2874.32	9725.68	9545.93
4	Interest Expended	1168.85	1192.71	1138.64	4739.62	4291.63	Less: Inter Segment Revenue	184.76	156.67	400.85	733.47	1057.74
5	Operating Expenses (I+II)	726.01	667.75	734.23	2727.54	2478.66	Net Income from Operations	2277.00	2196.02	2473.47	8992.21	8488.19
	I. Employees Cost	489.72	468.13	495.61	1886.05	1646.18	2) Segment Results					
	II. Other Operating Expenses	236.29	199.62	238.62	841.49	832.48	i) Treasury Operations	64.69	33.41	123.10	165.59	132.60
6	Total Expenditure (4+5) (Excluding Provisions & Contingencies)	1894.86	1860.46	1872.87	7467.16	6770.29	ii) Corporate/Wholesale Banking	(248.25)	30.04	(2.68)	(1041.54)	350.67
7	Operating Profit before Provisions and Contingencies (3-6)	382.14	335.56	600.60	1525.05	1717.90	iii) Retail Banking	198.40	222.00	385.18	743.53	1024.55
8	Provisions (other than tax) and Contingencies	620.49	283.23	377.95	2625.10	1058.16	iv) Other Banking Business	15.48	7.76	14.60	44.07	41.11
9	-Of which provisions for NPA (Prov. For Bad & Doubtful Debts)	586.21	370.81	450.21	2522.66	1053.51	v) Un-Allocated Business	(268.67)	(240.88)	(297.55)	(1011.70)	(889.19)
10	Exceptional Items	0.00	0.00	0.00	0.00	0.00	Profit/(Loss) from Ordinary Activities (Before Tax)	(238.35)	52.33	222.65	(1100.05)	659.74
11	Profit (+)/loss (-) from ordinary activities before tax (7-8-10)	(238.35)	52.33	222.65	(1100.05)	659.74	Less: Tax Expenses/(credit)	55.75	2.70	7.85	39.36	194.85
12	Tax Expenses	55.75	2.70	7.85	39.36	194.85	Less: Extraordinary Profit/(Loss)	0.00	0.00	0.00	0.00	0.00
	-Income Tax Provisions (Incl. current tax)	71.91	0.00	44.64	71.91	272.24	Net Profit/(Loss) After Tax	(294.10)	49.63	214.80	(1139.41)	464.89
	-Deferred Tax Asset/(Liability)	(16.16)	2.70	(36.79)	(32.55)	(77.39)	3) Segment Assets					
13	Profit (+)/loss (-) from ordinary activities after tax (11-12)	(294.10)	49.63	214.80	(1139.41)	464.89	i) Treasury Operations	34279.76	29769.95	27523.61	34279.76	27523.61
14	Extraordinary items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00	ii) Corporate/Wholesale Banking	24921.68	26318.86	31834.11	24921.68	31834.11
15	Net Profit (+)/Loss (-) for the period (13-14)	(294.10)	49.63	214.80	(1139.41)	464.89	iii) Retail Banking	49670.53	47477.49	42048.57	49670.53	42048.57
16	Paid-up Equity Share Capital (Face Value Rs. 1/- per share)	71.36	55.70	55.70	71.36	55.70	iv) Other Banking Business	0.13	26.39	0.00	0.13	0.00
17	Reserves excluding Revaluation Reserves				5326.12	5964.65	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
18	Revaluation Reserves				996.00	605.75	Total:-	108872.10	103592.69	101406.29	108872.10	101406.29
19	Analytical Ratios						4) Segment Liabilities					
	(i) Percentage of Shares held by Govt. of J&K (BASEL III)	68.18%	59.23%	59.23%	68.18%	59.23%	i) Treasury Operations	20.81	49.15	969.99	20.81	969.99
	(ii) Capital Adequacy Ratio % (CET1 Ratio) (TIER1 Ratio)	11.40%	11.10%	11.40%	12.46%	11.40%	ii) Corporate/Wholesale Banking	27372.64	26302.19	27741.73	27372.64	27741.73
	(iii) Earning per Share (EPS) (Rs.)	8.42%	8.15%	9.13%	8.42%	9.13%	iii) Retail Banking	75085.10	71460.56	66068.47	75085.10	66068.47
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the date and for the previous year (* not annualized)	9.88%	9.66%	10.60%	9.88%	10.60%	iv) Other Banking Business	0.07	0.00	0.00	0.07	0.00
	b) Basic and diluted EPS after Extraordinary items for the year to date and for the previous year (* not annualized)	(4.12)*	0.89*	3.86*	(15.97)	8.35	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
	(iv) NPA Ratio's						Total:-	102478.62	97811.90	94780.19	102478.62	94780.19
	a) Amount of Gross NPAs	7671.63	7711.60	6221.35	7671.63	6221.35	5) Capital Employed (Segment assets-Segment Liabilities)					
	b) Amount of Net NPAs	2243.82	2810.32	2243.82	2243.82	3239.61	i) Treasury Operations	34258.95	29720.80	26553.62	34258.95	26553.62
	c) % of Gross NPAs to Gross Advances	10.97%	11.10%	8.97%	10.97%	8.97%	ii) Corporate/Wholesale Banking	(2450.96)	16.67	4092.38	(2450.96)	4092.38
	d) % of Net NPAs to Net Advances	3.48%	4.36%	4.89%	3.48%	4.89%	iii) Retail Banking	(25414.57)	(23983.07)	(24019.90)	(25414.57)	(24019.90)
	(v) Return on Assets (Annualized)	(1.11)%	0.19%	0.83%	(1.10)%	0.49%	iv) Other Banking Business	0.06	26.39	0.00	0.06	0.00
							v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
20	Aggregate of Public Share Holding						Total :-	6393.48	5780.79	6626.10	6393.48	6626.10
	(i) No. of Shares	227025360	227025380	227025360	227025360	227025360	FOR & BEHALF OF THE BOARD					
	(ii) Percentage of Share Holding	31.82%	40.77%	40.77%	31.82%	40.77%	Sd/-					
21	Promoters and promoter group Shareholding						R. K. CHHIBBER					
	a) Pledged/Encumbered						Chairman & Managing Director					
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	DIN: 08190084					
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Place: Srinagar					
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Date: 29.06.2020					
	b) Non-encumbered											
	- Number of Shares	486425578	329833032	329833032	486425578	329833032						
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%						
	- Percentage of shares (as a % of the total share capital of the total share capital of the company)	68.18%	59.23%	59.23%	68.18%	59.23%						
IN TERMS OF OUR REPORT OF EVEN DATE ANNEXED												
For O. P. Garg & Co. Chartered Accountants FRN: 01194N Sd/- CA Manish Kumar Gupta Partner M.No. 097191		For Verma Associates Chartered Accountants FRN: 02717N Sd/- CA Madan Verma Partner M.No. 081631		For P. C. Bindal & Co. Chartered Accountants FRN: 03824N Sd/- CA Shailza Wazir Partner M.No. 502279		For K. K. Goel & Associates Chartered Accountants FRN: 05299N Sd/- CA Amit Goel Partner M.No. 098913						

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

		31.03.2020 ₹ '000' Omitted	31.03.2019 ₹ '000' Omitted
A	CASH FLOW FROM OPERATING ACTIVITIES	4,37,43,332	(2,99,54,276)
B	CASH FLOW FROM INVESTING ACTIVITIES	(11,44,270)	(16,41,895)
C	CASH FLOW FROM FINANCING ACTIVITIES	(33,89,542)	76,86,096
	NET CHANGE IN CASH AND CASH EQUIVALENTS	3,92,09,520	(2,39,10,075)
D	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	5,86,18,756	8,25,28,831
E	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	9,78,28,276	5,86,18,756
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit after Taxes	(1,13,94,122)	46,48,808
	Add : Provision for Taxes	3,93,592	19,48,457
	Net profit before taxes (i)	(1,10,00,530)	65,97,265
	Adjustment for :		
	Depreciation charges	12,54,038	10,40,863
	loss on sale of fixed Assets		
	Provision for NPA's	2,52,26,632	1,05,35,129
	Provision on Standard Assets	(1,76,547)	(3,88,144)
	Provision for salary revision		
	Depreciation on investment	(2,73,675)	(2,62,406)
	Amortisation on investment		
	Provision for Non-Performing investment	17,90,527	11,31,478
	Provision for other assets		
	Provision on RRB's		
	Other provisions	(3,15,961)	(4,34,359)
	Deffered revenue Expenditure written off during the year		
	Dividend from subsidiaries(Investing activities)		
	Interest paid on subordinate Bonds (Financing Activities)	23,89,541	23,13,904
	Total Adjustment (ii)	2,98,94,555	1,39,36,465
	Operating profit before change in Operating assets & liabilities (i) + (ii)	1,88,94,025	2,05,33,730
	Adjustment for changes in Operating Assets & Liabilities		
	Increase / (Decrease) in Deposits	8,14,93,353	9,63,23,981
	Increase / (Decrease) in Borrowings	(43,796)	(43,796)
	Increase / (Decrease) in Other liabilities & provisions	(70,063)	55,04,299
	(Increase) / Decrease in investments	13,56,280,00	(4,25,42,328)
	(Increase) / Decrease in Advances	(61,95,539,00)	(10,36,78,320)
	(Increase) / Decrease in Other Assets	(5,03,62,659)	(56,93,872)
	Net Cash flow from Operating activities (iii)	2,61,77,576	(5,01,30,036)
	Cash generated from operation (i + ii + iii)	4,50,71,601	(2,95,96,306)
	Less : Tax paid	13,28,269	3,57,970
	TOTAL : (A)	4,37,43,332	(2,99,54,276)
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	a) Fixed Assets	(11,44,270)	(16,41,895)
	b) Investment in Subsidiary	-	-
	TOTAL : (B)	(11,44,270)	(16,41,895)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	a) Share Capital	1,56,592	-
	b) Share Premium	48,43,407	-
	c) Tier I & II Bonds	(60,00,000)	1,00,00,000
	d) Dividend & Dividend Tax Paid	-	-
	e) Interest Paid on Subordinate Debt	(23,89,541)	(23,13,904)
	TOTAL :(C)	(33,89,542)	76,86,096
D.	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		
	a) Cash in hand & Balance with R.B.I	4,87,49,687	4,32,83,608
	b) Balance with Banks & Money at Call & Short Notice	98,69,069	3,92,45,223
	TOTAL :(D)	5,86,18,756	8,25,28,831
E.	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
	a) Cash in hand & Balance with R.B.I	2,94,74,809	4,87,49,687
	b) Balance with Banks & Money at Call & Short Notice	6,83,53,467	98,69,069
	TOTAL :(E)	9,78,28,276	5,86,18,756

Independent Auditor's Report on the Annual Consolidated Financial Results of The Jammu & Kashmir Bank Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To
**The Board of Directors of
The Jammu & Kashmir Bank Limited**

Opinion

1. We have audited the accompanying Statement of Consolidated Financial Results of The Jammu and Kashmir Bank Limited ('the Bank'/the parent) and its subsidiary (the parent and its subsidiaries together referred to as 'the Group') for the year ended **31st March 2020**, being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), except for the disclosures relating to Pillar-3 as at March 31, 2020 including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Financial Results (Note No.14) and have not been audited by us.

The consolidated financial statements included the Returns for the year ended on that date of:

- I. **64** branches/offices audited by us;
II. **923** branches audited by Statutory Branch Auditors;
III. **1** subsidiary audited by the subsidiary company auditor; and
IV. **1** associate audited by the associate appointed auditor.
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on separate audited financial statements / financial information of the subsidiary, associate and branches, as referred to in paragraphs 7 to 10 below, the aforesaid consolidated Financial Results:

(i) includes the annual financial results of the following entities:

Sn.	Name of Company	Relation
1.	The Jammu & Kashmir Bank Ltd	Parent
2.	JKB Financial Services Limited	Subsidiary
3.	J&K Grameen Bank	Associate

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard except for the disclosures relating to Pillar 3 disclosure as at 31st March 2020, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the consolidated Financial Results and have not been audited by us; and

(iii) give a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards, RBI guidelines and other accounting principles generally accepted in India of the net profit and other financial information for the year ended 31st March 2020.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw attention to Note 7 to the Statement which explains that the extent to which COVID-19 pandemic will impact the Bank's operations and financial results is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of above matter.

Responsibilities of Management and Those Charged with Governance for the consolidated Financial Results

5. These consolidated Financial Results have been prepared on the basis of the consolidated annual audited financial statements and reviewed quarterly consolidated Financial Results up to the end of the third quarter.

The bank's Board of Directors are responsible for the preparation and presentation of these consolidated Financial Results that give a true and fair view of the consolidated financial position and other financial information of the Group including its associates and jointly controlled entities in accordance with the Accounting Standards/ Indian Accounting Standards 21"-Consolidated Financial Statements", Accounting Standard 23-'Accounting for Investment in Associates in Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the entities included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act/Banking Regulations Act, 1949 for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Bank as aforesaid.

In preparing the consolidated Financial Results, the respective Management and Board of Directors of the entities included in the Group are responsible for assessing the Bank's ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management and Board of Directors either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group are also responsible for overseeing the Bank's financial reporting process of the Group.

Auditor's Responsibilities for the audit of the Consolidated Financial Results

6. Our objectives are to obtain reasonable assurance about whether the consolidated Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associate to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work, and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

7. We did not audit the financial statements/information of 923 branches/offices included in the consolidated Financial Results of the Bank whose Financial Results reflect total advances of Rs.65259.51 Crores as at 31st March 2020, as considered in the consolidated Financial Results. The financial statements/ information of these branches has been audited by the branch auditors whose reports have been furnished to us, and in our opinion in so far as it relates to the amounts and disclosures included in respect of branches, is based solely on the report of such branch auditors.
8. The accompanying consolidated Financial Results include the audited financial results of 1 subsidiary whose financial statements/ results/ financial information reflects Group's share of total assets of Rs.23.35 crores as at 31st March 2020, Group's share of total revenues of Rs.4.82 crores, and Group's share of total loss of Rs.2.20 crores for the year ended on that date, which has been audited by other auditor, which financial statements, other financial information and Auditor report have been furnished to us by the management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary, is based solely on the reports of such other auditor.

9. The consolidated Financial Results includes Group's share of net profit after tax of Rs. 42.92 crores and Rs. 41.77 crores for the quarter and year ended March 31, 2020 respectively, as considered in the Statement, in respect of one associate, whose financial statements have not been audited by us. These financial statements have been audited by other independent auditor whose report on financial statements has been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this associate, is based solely on the report of such auditor.
10. We did not incorporate The Jammu & Kashmir Asset Reconstruction Limited which has been incorporated by Government of J&K and J&K Bank Ltd on 28.04.2017. The Bank has subscribed capital to the tune of Rs.98 lakhs whereas Government of J&K has subscribed Rs.102 lakhs. The Bank has incurred Rs.76,32,730/- towards incorporation expenses for the company. The State Government has not released the initial Share Capital to the tune of Rs.102 Lakhs and the Bank has also not received share certificate till reporting date.
11. We report that the figures for the quarter ended March 31, 2020 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2020 and the published unaudited year to date figures up to the December 31, 2019 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations,2015.

Our opinion on the consolidated financial statements and our report on other Legal and Regulatory Requirements above, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other Auditors.

For O P Garg & Co.
Chartered Accountants
FRN:01194N

For Verma Associates.
Chartered Accountants
FRN:02717N

For P C Bindal & Co.
Chartered Accountants
FRN:03824N

For K.K.Goel & Associates.
Chartered Accountants
FRN:05299N

Sd/-
(CA.Manish Kumar Gupta)
Partner
M.No.097191
UDIN:20097191AAAER6911

Sd/-
(CA.Madan Verma)
Partner
M.No.081631
UDIN: 20081631AAAACK8770

Sd/-
(CA.Shailza Wazir)
Partner
M.No.502279
UDIN: 20502279AAAADA6360

Sd/-
(CA.Amit Goel)
Partner
M.No.098913
UDIN: 20098913AAAABP4517

Place : Srinagar
Dated: **29th June 2020**

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2020

(₹ IN CRORES)

	As at 31.03.2020	As at 31.03.2019
CAPITAL AND LIABILITIES		
Capital	71.36	55.70
Reserves and Surplus	6274.49	6566.05
Deposits	97785.83	89636.83
Borrowings	2019.58	2623.96
Other Liabilities and Provisions	2677.89	2522.29
TOTAL :-	108829.15	101404.83
ASSETS		
Cash and Balance with Reserve Bank of India	2947.48	4874.97
Balance with Banks & Money at Call & Short Notice	6845.12	997.34
Investments	22990.47	23140.50
Advances	64399.07	66271.51
Fixed Assets	2071.14	1675.32
Other Assets	9575.87	4445.19
TOTAL :-	108829.15	101404.83

FOR & ON BEHALF OF THE BOARD

Sd/-

R.K. CHHIBBER

Chairman & Managing Director

DIN: 08190084

Place : Srinagar

Dated : 29.06.2020

In terms of our report of even date annexed

For O. P. Garg & Co.
 Chartered Accountants
 FRN: 01194N
 Sd/-
 CA Manish Kumar Gupta
 Partner
 M.No. 097191

For Verma Associates
 Chartered Accountants
 FRN: 02717N
 Sd/-
 CA Madan Verma
 Partner
 M.No. 081631

For P. C. Bindal & Co.
 Chartered Accountants
 FRN: 03824N
 Sd/-
 CA Shailza Wazir
 Partner
 M.No. 502279

For K. K. Goel & Associates
 Chartered Accountants
 FRN: 05299N
 Sd/-
 CA Amit Goel
 Partner
 M.No. 098913

Place: Srinagar
 Date: 29/06/2020



CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2020		QUARTER ENDED			YEAR ENDED		Description	QUARTER ENDED			YEAR ENDED	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
S.No.	PARTICULARS	(AUDITED)	(REVIEWED)	(AUDITED)	(AUDITED)	(AUDITED)		(AUDITED)	(REVIEWED)	(AUDITED)	(AUDITED)	(AUDITED)
1	Interest Earned (a+b+c+d)	2156.08	2067.37	2069.90	8446.29	7675.56	1) Segment Revenue (Income)					
	a) Interest/Discount on Advances/Bills	1655.97	1591.91	1595.28	6572.50	5935.25	i) Treasury Operations	495.14	486.19	693.69	1934.24	1952.74
	b) Income on Investments	409.39	397.33	397.58	1607.61	1551.99	ii) Corporate/Wholesale Banking	599.76	601.02	733.28	2611.17	2672.42
	c) Interest on Balance with R.B.I. & Other Inter Bank Funds	90.66	78.09	49.29	266.03	159.79	iii) Retail Banking	1351.55	1258.32	1438.98	5138.85	4884.51
	d) Others	0.06	0.04	27.75	0.15	28.53	iv) Other Banking Business	16.89	8.14	13.22	45.87	41.11
2	Other Income (Excluding Share of Loss in Associate)	122.50	129.63	408.42	550.37	817.48	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
3	Total Income (1 + 2)	2278.58	2197.00	2478.32	8996.66	8493.04	Total	2463.34	2353.67	2879.17	9730.13	9550.78
4	Interest Expended	1168.80	1192.60	1138.13	4739.24	4291.13	Less: Inter Segment Revenue	184.76	156.67	400.85	733.47	1057.74
5	Operating Expenses (I+II)	727.36	669.41	740.63	2734.57	2485.05	Net Income from Operations	2278.58	2197.00	2478.32	8996.66	8493.04
	I. Employees Cost	490.51	469.19	499.53	1890.64	1650.11	2) Segment Results					
	II. Other Operating Expenses	236.85	200.22	241.10	843.93	834.94	i) Treasury Operations	64.69	33.41	123.10	165.59	132.60
6	Total Expenditure (4+5) (Excluding Provisions & Contingencies)	1896.16	1862.01	1878.76	7473.81	6776.18	ii) Corporate/Wholesale Banking	(249.85)	31.89	(3.03)	(1041.84)	350.31
7	Operating Profit before Provisions and Contingencies (3-6)	382.42	334.99	599.56	1522.85	1716.86	iii) Retail Banking	200.90	220.80	388.42	746.21	1027.79
8	Provisions (other than tax) and Contingencies	620.49	283.23	377.95	2625.10	1058.17	iv) Other Banking Business	15.09	8.15	14.60	44.07	41.11
9	-Of which provisions for NPA (Prov. For Bad & Doubtful Debts)	586.21	370.81	450.21	2522.66	1053.51	v) Un-Allocated Business	(268.90)	(242.49)	(301.48)	(1016.28)	(893.12)
10	Exceptional Items	0.00	0.00	0.00	0.00	0.00	Profit/(Loss) from Ordinary Activities (Before Tax)	(238.07)	51.76	221.61	(1102.25)	658.69
11	Profit (+)/Loss (-) from ordinary activities before tax (7-8-10)	(238.07)	51.76	221.61	(1102.25)	658.69	Less: Tax Expenses/(credit)	55.75	2.70	7.85	39.36	194.84
12	Tax Expenses	55.75	2.70	7.85	39.36	194.84	Less: Extraordinary Profit/(Loss)	0.00	0.00	0.00	0.00	0.00
	-Income Tax Provisions (Incl. current tax)	71.91	0.00	44.64	71.91	272.23	Net Profit/(Loss) before share in profit/(loss) of associates	(293.82)	49.06	213.76	(1141.61)	463.85
	-Deferred Tax Asset/(Liability)	(16.16)	2.70	(36.79)	(32.55)	(77.39)	Add/(Less): Share in Profit/(Loss) of Associates	(42.92)	(0.63)	(0.03)	(41.77)	2.82
13	Net Profit (+)/Loss (-) from ordinary activities after tax (11-12)	(293.82)	49.06	213.76	(1141.61)	463.85	Net Profit/(Loss) After Tax	(336.74)	48.43	213.73	(1183.38)	466.67
14	Extraordinary items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00	3) Segment Assets					
15	Net Profit (+)/Loss (-) for the period (13-14)	(293.82)	49.06	213.76	(1141.61)	463.85	i) Treasury Operations	34217.99	29751.10	27503.61	34217.99	27503.61
16	Share of Profit/Loss(-) From Associate Concerns	(42.92)	(0.63)	(0.03)	(41.77)	2.82	ii) Corporate/Wholesale Banking	24931.47	26326.73	31844.56	24931.47	31844.56
17	Net Profit (+)/Loss (-) After Share in Associates (15+16)	(336.74)	48.43	213.73	(1183.38)	466.67	iii) Retail Banking	49679.56	47511.90	42056.66	49679.56	42056.66
18	Paid-up Equity Share Capital (Face Value Rs. 1/- per share)	71.36	55.70	55.70	71.36	55.70	iv) Other Banking Business	0.13	0.14	0.00	0.13	0.00
19	Reserves excluding revaluation reserves				5278.49	5960.31	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
20	Analytical Ratios				996.05	605.75	Total:-	108829.15	103589.87	101404.83	108829.15	101404.83
	(i) Percentage of Shares held by Govt. of J&K	68.18%	59.23%	59.23%	68.18%	59.23%	4) Segment Liabilities					
	(ii) Capital Adequacy Ratio % (BASEL III)	11.38%	11.13%	12.46%	11.38%	12.46%	i) Treasury Operations	20.81	49.15	969.99	20.81	969.99
	(CET1 Ratio)	8.37%	8.17%	9.13%	8.37%	9.13%	ii) Corporate/Wholesale Banking	27374.78	26303.70	27743.48	27374.78	27743.48
	(TIER1 Ratio)	9.83%	9.68%	10.60%	9.83%	10.60%	iii) Retail Banking	75087.64	71462.23	66069.60	75087.64	66069.60
	(iii) Earning per Share (EPS) (Rs.)						iv) Other Banking Business	0.07	0.05	0.00	0.07	0.00
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (* not annualized)	(4.72)*	0.87*	3.84*	(16.59)	8.38	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (* not annualized)	(4.72)*	0.87*	3.84*	(16.59)	8.38	Total:-	102483.30	97815.13	94783.07	102483.30	94783.07
	(iv) NPA Ratio's						5) Capital Employed (Segment assets-Segment Liabilities)					
	a) Amount of Gross NPAs	7671.63	7711.60	6221.35	7671.63	6221.35	i) Treasury Operations	34197.18	29701.95	26533.62	34197.18	26533.62
	b) Amount of Net NPAs	2243.82	2810.32	3239.61	2243.82	3239.61	ii) Corporate/Wholesale Banking	(2443.31)	23.03	4101.08	(2443.31)	4101.08
	c) % of Gross NPAs to Gross Advances	10.97%	11.10%	8.97%	10.97%	8.97%	iii) Retail Banking	(25408.08)	(23950.33)	(24012.94)	(25408.08)	(24012.94)
	d) % of Net NPAs to Net Advances	3.48%	4.36%	4.89%	3.48%	4.89%	iv) Other Banking Business	0.06	0.09	0.00	0.06	0.00
	(v) Return on Assets (Annualized)	(1.11)%	0.19%	0.83%	(1.10)%	0.49%	v) Un-Allocated Business	0.00	0.00	0.00	0.00	0.00
21	Aggregate of Public Share Holding						Total :-	6345.85	5774.74	6621.76	6345.85	6621.76
	(i) No. of Shares	227025360	227025360	227025360	227025360	227025360						
	(ii) Percentage of Share Holding	31.82%	40.77%	40.77%	31.82%	40.77%						
22	Promoters and promoter group Shareholding											
	a) Pledged/Encumbered											
	- Number of Shares	Nil	Nil	Nil	Nil	Nil						
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil						
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil						
	b) Non-encumbered											
	- Number of Shares	486425578	329833032	329833032	486425578	329833032						
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%						
	- Percentage of shares (as a % of the total share capital of the total share capital of the company)	68.18%	59.23%	59.23%	68.18%	59.23%						

FOR & BEHALF OF THE BOARD
 Sd/-
 R. K. CHHIBBER
 Chairman & Managing Director
 DIN: 08190084
 Place: Srinagar
 Date: 29.06.2020

IN TERMS OF OUR REPORT OF EVEN DATE ANNEXED

For O. P. Garg & Co.
 Chartered Accountants
 FRN: 01194N
 Sd/-
 CA Manish Kumar Gupta
 Partner
 M.No. 097191

For Verma Associates
 Chartered Accountants
 FRN: 02717N
 Sd/-
 CA Madan Verma
 Partner
 M.No. 081631

For P. C. Bindal & Co.
 Chartered Accountants
 FRN: 03824N
 Sd/-
 CA Shaiza Wazir
 Partner
 M.No. 502279

For K. K. Goel & Associates
 Chartered Accountants
 FRN: 05299N
 Sd/-
 CA Amit Goel
 Partner
 M.No. 098913

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

		31.03.2020	31.03.2019
		₹ '000' Omitted	₹ '000' Omitted
A	CASH FLOW FROM OPERATING ACTIVITIES	4,37,39,400	(2,99,17,074)
B	CASH FLOW FROM INVESTING ACTIVITIES	(11,46,925)	(16,46,378)
C	CASH FLOW FROM FINANCING ACTIVITIES	(33,89,542)	76,86,096
	NET CHANGE IN CASH AND CASH EQUIVALENTS	3,92,02,933	(2,38,77,356)
D	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	5,87,23,089	8,26,00,445
E	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	9,79,26,022	5,87,23,089
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit after Taxes	(1,18,33,854)	46,38,461
	Add : Provision for Taxes	3,93,592	19,48,457
	Net profit before taxes (i)	(1,14,40,262)	65,86,918
	Adjustment for :		
	Depreciation charges	12,56,738	10,42,746
	loss on sale of fixed Assets		
	Provision for NPA's	2,52,26,632	1,05,35,129
	Provision on Standard Assets	(1,76,547)	(3,88,144)
	Provision for salary revision		
	Depreciation on investment	(2,73,675)	(2,62,406)
	Amortisation on investment		
	Provision for Non-Performing investment	17,90,527	11,31,478
	Provision for other assets		
	Provision on RRB's		
	Other provisions	(3,15,961)	(4,34,359)
	Deffered revenue Expenditure written off during the year		
	Dividend from subsidiaries(Investing activities)		
	Interest paid on subordinate Bonds (Financing Activities)	23,89,541	23,13,904
	Total Adjustment (ii)	2,98,97,255	1,39,38,348
	Operating profit before change in Operating assets & liabilities (i) + (ii)	1,84,56,993	2,05,25,266
	Adjustment for changes in Operating Assets & Liabilities		
	Increase / (Decrease) in Deposits	8,14,89,984	9,63,22,992
	Increase / (Decrease) in Borrowings	(43,796)	(43,796)
	Increase / (Decrease) in Other liabilities & provisions	(48,660)	55,28,877
	(Increase) / Decrease in investments	17,73,966	(4,25,42,328)
	(Increase) / Decrease in Advances	(61,95,539)	(10,36,78,320)
	(Increase) / Decrease in Other Assets	(5,03,65,773)	(56,72,190)
	Net Cash flow from Operating activities (iii)	2,66,10,182	(5,00,84,765)
	Cash generated from operation (i + ii + iii)	4,50,67,175	(2,95,59,499)
	Less : Tax paid	13,27,775	3,57,575
	TOTAL : (A)	4,37,39,400	(2,99,17,074)
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	a) Fixed Assets	(11,46,925)	(16,46,378)
	b) Investment in Subsidiary	-	-
	TOTAL : (B)	(11,46,925)	(16,46,378)
C.	CASH FLOW FROM FINANCING ACTIVITIES:		
	a) Share Capital	1,56,592	-
	b) Share Premium	48,43,407	-
	c) Tier I & II Bonds	(60,00,000)	1,00,00,000
	d) Dividend & Dividend Tax Paid	-	-
	e) Interest Paid on Subordinate Debt	(23,89,541)	(23,13,904)
	TOTAL : (C)	(33,89,542)	76,86,096
D.	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		
	a) Cash in hand & Balance with R.B.I	4,87,49,687	4,32,83,608
	b) Balance with Banks & Money at Call & Short Notice	99,73,402	3,93,16,837
	TOTAL : (D)	5,87,23,089	8,26,00,445
E.	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		
	a) Cash in hand & Balance with R.B.I	2,94,74,809	4,87,49,687
	b) Balance with Banks & Money at Call & Short Notice	6,84,51,213	99,73,402
	TOTAL : (E)	9,79,26,022	5,87,23,089

**“NOTES FORMING PART OF STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR
ENDED 31ST MARCH 2020”**

1. The annual standalone and consolidated financial results have been reviewed by the Audit Committee of the Board in their meeting held on 28th June 2020 and approved by the Board of Directors at its meeting held on 29th June, 2020. The same have been subjected to audit by the Statutory Auditors of the bank, in line with the guidelines issued by the Reserve Bank of India and as per the requirement of listing agreement with Stock Exchanges.
2. The above results for the period have been prepared following the same accounting policies that were followed in the preparation of annual financial statements for the year ended 31st March, 2019.
3. The Consolidated Financial Results are prepared in accordance with Accounting Standard-21 on "Accounting for Consolidated Financial Statements" and Accounting Standard-23 and on Accounting for "Investment in Associates".
4. The consolidated results are prepared in accordance with section 133 of Companies Act, 2013 and regulation 33 of Securities & Exchange Board of India (SEBI) (Listing Obligation and Disclosure requirements, 2015). The consolidated financial statements of the 'Group' comprise the financial statements of:

Sn.	Name of Company	Relation
1.	The Jammu & Kashmir Bank Limited	Parent
2.	JKB Financial Services Limited	Subsidiary
3.	J&K Grameen Bank	Associate

The Bank along with Government of Jammu & Kashmir have incorporated a company 'Jammu and Kashmir Asset Reconstruction Limited on 28.04.2017. The Bank has subscribed capital to the tune of Rs.98 Lakhs whereas the Government of J&K has subscribed Rs.102 Lakhs. The promoters i.e. J&K Government and Jammu & Kashmir Bank Limited have not released their respective shares towards the capital of the company. In the meantime, the promoters have decided to wind up the company and in turn the Bank has approached the Registrar of Companies (J&K) (RoC) for removal of the name of the company from the register of companies under Section 248 of the Companies Act, 2013. The application of the Bank is pending with RoC.

5. In accordance with SEBI regulations, for the purpose of consolidated Financial Results of the year ended March 31, 2020 minimum eighty percent of each of consolidated revenue, assets and profit have been subject to audit.
6. The results have been arrived at after considering provision for Non-Performing Assets on the basis of prudential norms and specific guidelines issued by the Reserve Bank of India.
7. COVID-19 virus, a global pandemic has affected the world economy including India leading to significant decline and volatility in financial markets and decline in economic activities. On 24th March, 2020, the Indian Government announced a strict 21-day lock-down which was further extended by 19 days and 14 days thereafter across the country to contain the spread of the virus. The extent to which the COVID-19 pandemic will impact the Bank's provision on assets will depend on the future developments, which are highly uncertain, including among the other things any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government mandated or elected by the Bank.

The situation continues to be uncertain and the bank is evaluating the situation on ongoing basis. The major identified challenges for the bank would arise from eroding cash flows and extended working capital cycles. The bank is gearing itself on all the fronts to meet these challenges. The management believes that no adjustments are required in the financial results as it does not significantly impact the current financial year.

Despite these events and conditions, there would not be any significant impact on Bank's results in future and going concern assumptions as at presently made.

In accordance with RBI guidelines relating to 'COVID 19 Regulatory Package' on asset classification and provisioning, dated 27.03.2020 and 17.04.2020, 23.05.2020 and clarification issued by RBI through Indian Banks Association dated 06.05.2020, Bank has granted a moratorium on payment of instalments and / or interest as applicable, falling due between March 1, 2020 and August 31, 2020 to eligible borrowers classified as standard, even if overdue, as on February 29, 2020 without considering the same as restructuring. The moratorium period, wherever granted, shall be excluded by the Bank from the number of days the account is past due for the purpose of asset classification under RBI's Income Recognition and Asset Classification norms. In accordance with RBI's

guidelines, the Bank is required to make provision @ 10% of the outstanding advances over two quarters beginning with the quarter ended March 31, 2020 in respect of such borrower accounts where assets classification benefit has been granted as per RBI Guidelines. Accordingly, Bank has extended the relief in terms of the said circulars as follows:

Sn.	Particulars	(Rs. in
1	Respective amounts in SMA/overdue categories, where the moratorium / deferment was extended	10290.33
2	Respective amount where asset classification benefits is extended	2948.54
3	Provisions made during the Q4 FY2020 (5%)	147.50
4	Provisions adjusted during the respective accounting periods against slippages and the residual provisions	Nil

8. In compliance to RBI Circular No.DBR.BPBC No.32/21.04.018/2018-19 dated April 1,2019 and Risk Assessment Report (RAR) of RBI for the year 2018-19, details of divergence reported by the RBI on 19.12.2019 are as under:

Sn.	Particulars	(Rs. in Crores)
1	Gross NPAs as on March 31, 2019 as reported by the bank	6,221
2	Gross NPAs as on March 31, 2019 as assessed by RBI	6,416
3	Divergence in Gross NPAs (2-1)	195
4	Net NPAs as on March 31,2019 as reported by the bank	3,240
5	Net NPAs as on March 31, 2019 as assessed by RBI	2,551
6	Divergence in Net NPAs (5-4)	(689)
7	Provisions for NPAs as on March 31, 2019 as reported by the bank	2,868
8	Provisions for NPAs as on March 31, 2019 as assessed by the RBI	3,752
9	Divergence in Provisioning (8-7)	884
10	Reported Net Profit after Tax (PAT) for the Year ended March 31, 2019	465
11	Adjusted (notional) Net Profit after Tax (PAT) for the year ended March 31, 2019 after taking into account the divergence in provisioning.	(110)

The impact of such divergence has been fully accounted for in the period ended 30th September 2019.

9. Pursuant to the proposed bipartite agreement on wage revision (due with effect from November 2017), a sum of Rs.236.84 Crores has been provided during the financial year towards wage revision on estimated basis.
10. During the current financial year, the Bank has revalued Immovable properties based on the reports obtained from external independent valuers. The revaluation surplus amounting to Rs. 406.80 Crore is credited to Revaluation Reserve. Pursuant to the revised Accounting Standard 10 "Property, Plant & Equipment" applicable from 1st April 2017 depreciation of ₹ 16.55 crores (previous year being ₹ 14.43 crores) on the revalued portion of the fixed assets (being Premises & Land) has been transferred from the Revaluation reserve to Revenue reserve instead of crediting to Profit & Loss account.
11. As per RBI Circular No DBR.No.BP.BC.18/21.04.048/2018-19 dated 1st January 2019 & DOR.No.BP.BC.34/21.04.048/ 2019-20 dated 11th February 2019 on restructuring of Advances-MSME sector, the details of restructured accounts as on 31.03.2020 are as under:

No. of Accounts Restructured	Amounts (Rs. in Million)
28	350.68

12. RBI circular No.DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015 on "BASEL-III capital regulations" read together with the RBI Circular No.DBR.No.BP.BC.80/21.06.201/2014-15 dated 31.03.2015 on Prudential Guidelines on Capital Adequacy and Liquidity standard amendments require the banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under BASEL-III framework. Accordingly, these disclosures are being made available on bank's website i.e. www.jkbank.net. These disclosures have not been subjected to review by the auditors.

13. MTM Provision:

MTM Provision Details	Rs. In Crores
MTM Provision held on 31.03.2019	48.44
MTM Provision required on 31.03.2020	21.07
MTM Provision held on 31.03.2020	21.07

14. Provision coverage ratio as at 31st March 2020 is 78.59% after taking into account the floating provision of Rs.348.72 Crores held by the bank.
15. During the financial year ended March 31, 2020 Government of UT of J&K infused Rs.500 Crore. The bank has allotted & issued 15,65,92,546 number of equity shares of Rs.1/- each fully paid at an issue price of Rs.31.93 (including premium of Rs.30.93 per share). Government of UT of J&K's holding in the bank has increased to 68.18% as on 31st March, 2020.
16. The bank has redeemed Lower Tier II Bonds aggregating Rs.600 Crores (i.e. principal redemption) and coupon amounting to Rs. 252.75 Crores during FY2019-2020.
17. During the quarter ended September 30, 2019, the Bank had elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Bank had recognised Provision for Income Tax and re-measured its deferred tax assets basis the rate prescribed in the aforesaid section and recognized the effect of this change by revising the annual effective income tax rate. The rate of income tax is changed from 34.944% to 25.168%.
18. The number of investors complaints during the financial year are as under:

A	No. of complaints pending at the beginning of the Year	00
B	No. of complaints received during the Year	34
C	No. of complaints redressed during the year	34
D	No. of complaints pending at the end of the Year	00

19. During the financial year the Bank has been levied following penalties:

Penalty By	Penalty Particular	Rs. In Lakhs
NSE/BSE	Non-submission of reviewed financial results to the Stock Exchanges within the stipulated period of 45 days from the end of the quarter	2.12
RBI	Delayed reporting of Frauds	50.00
RBI	Currency Chests	13.55

20. The figures for last quarter of the current year and of the previous year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to third quarter. The figures up to the end of the third quarter were only reviewed by the Statutory Auditors of the Bank and not subjected to audit.
21. Figures of previous period/year have been rearranged/reclassified/regrouped wherever considered necessary to make them comparable with the figures of the period under review.
22. The statements of Assets and Liabilities are appended.



J&K Bank

Chief Financial Officer

Ref no. JKB/CFO/CHQ/2020-

Date: 29th of June 2020

National Stock Exchange of India Ltd
Exchange Plaza 5th Floor
Plot No. C/1 G-Block
Bandra Kurla Complex
Bandra (E) Mumbai - 400 051
Symbol: J&KBANK

The BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal street
Mumbai - 400 001
Scrip Code:532209

Sub:- Declaration Under Regulation 33 (3) (d) of the SEBI-LODR-2015

Dear Sirs,

Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, as amended, it is declared that the Auditors' Report on the Audited Financial Statements of the Bank (Standalone and Consolidated) for the Quarter and Financial Year ended 31st March, 2020, as approved by Bank's Board of Directors at their meeting held on 29th June, 2020 are with **Unmodified Opinion**.

Thanking you

Yours faithfully

For Jammu and Kashmir Bank Ltd.


(Rajni Saraf)
President
Finance / CFO

Chief Financial Officer