

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 NINE MONTHS ENDED 31ST DECEMBER, 2022
₹ crore

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
1	Interest earned (a+b+c+d)	11,011.29	9,993.83	8,626.41	30,169.43	24,902.44	33,740.62
	(a) Interest/discount on advances/bills	8,105.28	7,279.77	5,804.57	21,913.70	16,500.56	22,603.32
	(b) Income on investments	2,511.09	2,331.25	2,411.92	7,078.86	7,257.65	9,595.24
	(c) Interest on balances with Reserve Bank of India & other interbank funds	247.45	265.20	276.61	800.26	757.56	1,004.38
	(d) Others	147.47	117.61	133.31	376.61	386.67	537.68
2	Other income (a+b+c)	7,470.17	7,519.19	5,542.73	17,483.99	17,181.03	25,141.06
	(a) Profit/(Loss) on sale of investments including revaluation (insurance business)	689.41	1,353.83	(120.14)	392.83	2,200.23	2,137.29
	(b) Premium on Insurance Business	3,756.53	3,391.60	3,235.77	9,492.67	7,907.52	13,339.39
	(c) Other income (Refer Notes 4, 5 & 6)	3,024.23	2,773.76	2,427.10	7,598.49	7,073.28	9,664.38
3	Total income (1+2)	18,481.46	17,513.02	14,169.14	47,653.42	42,083.47	58,881.68
4	Interest expended	3,804.03	3,374.23	2,918.94	10,182.49	8,649.88	11,553.29
5	Operating expenses (a+b+c)	9,306.11	9,254.91	6,964.63	23,521.03	21,403.83	30,609.58
	(a) Employees Cost	2,229.84	2,108.81	1,837.20	6,177.74	5,283.59	7,140.93
	(b) Policy holders' reserves, surrender expense and claims (Refer Note 12)	4,044.19	4,504.25	2,828.06	9,132.90	10,148.21	15,047.59
	(c) Other operating expenses (Refer Note 5 & 7)	3,032.08	2,641.85	2,299.37	8,210.39	5,972.03	8,421.06
6	Total expenditure (4+5) (excluding provisions and contingencies)	13,110.14	12,629.14	9,883.57	33,703.52	30,053.71	42,162.87
7	Operating profit (3-6) (Profit before provisions and contingencies)	5,371.32	4,883.88	4,285.57	13,949.90	12,029.76	16,718.81
8	Provisions (other than tax) and contingencies (Refer Note 8)	147.14	136.50	(125.15)	292.44	1,168.77	770.51
9	Exceptional items	-	-	-	-	-	-
10	Profit from ordinary activities before tax (7-8-9)	5,224.18	4,747.38	4,410.72	13,657.46	10,860.99	15,948.30
11	Tax expense	1,265.04	1,167.99	1,073.10	3,406.54	2,787.87	4,016.43
12	Net Profit from ordinary activities after tax before Minority Interest (10-11)	3,959.14	3,579.39	3,337.62	10,250.92	8,073.12	11,931.87
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit after tax before Minority Interest (12-13)	3,959.14	3,579.39	3,337.62	10,250.92	8,073.12	11,931.87
15	Less: Share of Minority Interest	-	-	-	-	-	-
16	Add: Share in Profit/(Loss) of associates	35.91	28.79	65.12	107.70	124.45	157.52
17	Profit after tax (14-15+16)	3,995.05	3,608.18	3,402.74	10,358.62	8,197.57	12,089.39
18	Paid Up Equity Capital (Face value of ₹ 5 per share)	993.04	992.87	991.95	993.04	991.95	992.33
19	Group Reserves (excluding Minority Interest and Revaluation reserves)						95,641.70
20	Minority Interest						-

₹ crore

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
21	Analytical Ratios						
	(i) Capital adequacy ratio – Basel III (standalone)	19.66	21.24	21.29	19.66	21.29	22.69
	(ii) Earnings per equity share before and after extraordinary items (net of tax expense)						
	- Basic (not annualised) ₹	20.12	18.17	17.16	52.17	41.34	60.76
	- Diluted (not annualised) ₹	20.11	18.17	17.15	52.16	41.32	60.73
	(iii) NPA Ratios						
	(a) Gross NPA	6,730.00	6,966.34	7,993.34	6,730.00	7,993.34	7,334.05
	(b) Net NPA	1,667.71	1,975.44	2,496.75	1,667.71	2,496.75	2,148.72
	(c) % of Gross NPA to Gross Advances	1.91	2.09	2.75	1.91	2.75	2.37
	(d) % of Net NPA to Net Advances	0.48	0.60	0.87	0.48	0.87	0.71
	(iv) Return on average Assets (%) (not annualised)	0.70	0.66	0.65	1.86	1.63	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 21st January, 2023. The results for the quarter and nine months ended 31st December, 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 results for the quarter and nine months ended 31st December, 2021 were reviewed and for the year ended 31st March, 2022 was audited by other joint statutory auditors (Walker Chandiook & Co LLP, Chartered Accountants and Price Waterhouse LLP, Chartered Accountants).
- Details of other income forming part of the consolidated results are as follows:

₹ crore

Particulars	Quarter ended			Nine months ended		Year ended
	31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
Commission, fees, exchange, brokerage and others (net)	2,741.87	2,699.35	2,700.88	8,206.90	7,227.56	10,020.66
Profit/(Loss) on sale and provisions/(write-back) of mark-to-market depreciation on investments (other than insurance business)	282.36	74.41	(273.78)	(608.41)	(154.28)	(356.28)
Total – Other income	3,024.23	2,773.76	2,427.10	7,598.49	7,073.28	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 ₹ 41.85 crore for the quarter and ₹ 125.38 crore for the nine months ended 31st December, 2022 (₹ 45.69 crore for the quarter ended 30th September, 2022; ₹ 41.44 crore and ₹ 115.34 crore for the quarter and nine months ended 31st December, 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:

Particulars	₹ crore					
	Quarter ended			Nine months ended		Year ended
	31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
Brokerage (Refer Note 5)	343.84	286.73	256.39	968.83	544.58	862.11
Depreciation	153.30	144.14	119.68	432.61	349.69	480.35
Rent, taxes and lighting	236.17	235.05	209.84	693.93	606.63	808.88
Others	2,298.77	1,975.93	1,713.46	6,115.02	4,471.13	6,269.72
Total – Other operating expenses	3,032.08	2,641.85	2,299.37	8,210.39	5,972.03	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:

Particulars	₹ crore					
	Quarter ended			Nine months ended		Year ended
	31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
Provision towards advances / others (including provisions for exposures to entities with Unhedged Foreign Currency Exposures) (net)	187.45	180.41	259.47	441.47	1,524.61	1,686.41
General provision / (Write back) for COVID-19 Deferment cases (net)	(38.69)	(46.21)	(316.34)	(151.52)	(316.34)	(835.49)
Other provision / (Write back of provisions) towards investments (net)	(1.62)	2.30	(68.28)	2.49	(39.50)	(80.41)
Total – Provisions (other than tax) and contingencies	147.14	136.50	(125.15)	292.44	1,168.77	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 ₹ 560.59 crore as of 31st March, 2022. Based on the improved outlook, the Bank and its subsidiaries have reversed provisions amounting to ₹ 38.69 crore and ₹ 151.52 crore during the quarter and nine months ended 31st December, 2022 respectively (₹ 316.34 crore during the quarter and nine months ended 31st December, 2021 and ₹ 46.21 crore during the quarter ended 30th September, 2022). On a prudent basis, the Bank and its subsidiaries continue to hold provision of ₹ 409.07 crore as at 31st December, 2022 against the potential impact of COVID-19.

10. COVID-19 resulted in significant number of death claims (including higher claims reported during the quarter ended 30th June, 2021) in the life insurance subsidiary which along with extra mortality related provisioning as computed by the Company's Appointed Actuary impacted the financial results for the nine months ended 31st December, 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 nine months ended 31st December, 2022 amounting to ₹ 2,242.49 crore and ₹ 4,327.29 crore respectively (₹ 2,794.01 crore for the quarter ended 30th September, 2022; ₹ 1,364.21 crore and ₹ 5,693.83 crore for the quarter and nine months ended 31st December, 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 by ₹ 15.49 crore and for nine months ended 31st December, 2022 by ₹ 132.08 crore including the unamortised brokerage cost of ₹ 93.83 crore as at 31st March, 2022 (₹ 15.10 crore for the quarter ended 30th September, 2022). Accordingly, profit after tax for the quarter and nine months ended 31st December, 2022 is lower by ₹ 13.53 crore and ₹ 109.75 crore respectively (₹ 13.38 crore for the quarter ended 30th September, 2022).
14. Pursuant to the revision in family pension payable to employees of the Bank covered under 11th Bi-Partite settlement and Joint Note dated 11th November, 2020, the Bank had recognised the entire additional liability of ₹ 115.15 crore in the Profit and Loss Account during the nine months ended 31st December, 2021 including ₹ 100.15 crore recognised during the quarter ended 31st December, 2021.
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. During the quarter ended 31st December, 2022, the Bank has commenced operations in two DBUs. Reporting of Digital Banking as a separate sub-segment of Retail Banking Segment will be implemented by the Bank based on the clarification provided by the Indian Banks’ Association.

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
1	Segment Revenues:						
	Treasury, BMU and Corporate Centre	2,041.57	1,917.84	2,040.61	5,358.11	6,867.43	8,925.02
	Retail Banking	5,306.84	4,577.37	3,821.86	14,125.13	11,132.93	15,262.93
	Corporate / Wholesale Banking	4,707.33	4,459.45	3,595.09	12,684.47	9,949.66	13,583.44
	Vehicle Financing	677.61	632.68	524.66	1,892.37	1,437.50	2,004.04
	Other Lending Activities	331.73	306.58	420.16	955.25	1,101.37	1,476.30
	Broking (Refer Note 5)	584.11	602.23	627.69	1,772.91	1,746.96	2,426.64
	Advisory and Transactional Services	227.01	186.66	218.12	587.14	483.70	657.89
	Asset Management	453.90	363.12	414.36	1,172.20	1,127.32	1,492.34
	Insurance	5,279.04	5,567.84	3,788.12	12,307.84	12,125.45	18,180.68
	Sub-total	19,609.14	18,613.77	15,450.67	50,855.42	45,972.32	64,009.28
	Less: inter-segment revenues	(1,127.68)	(1,100.75)	(1,281.53)	(3,202.00)	(3,888.85)	(5,127.60)
	Total Income	18,481.46	17,513.02	14,169.14	47,653.42	42,083.47	58,881.68
2	Segment Results:						
	Treasury, BMU and Corporate Centre	1,192.39	1,251.23	1,081.92	3,144.57	3,236.09	4,516.45
	Retail Banking	901.65	581.20	226.54	2,049.95	197.90	846.21
	Corporate / Wholesale Banking	1,814.83	1,773.91	1,691.41	4,984.39	4,581.47	6,379.46
	Vehicle Financing	193.97	209.57	175.56	521.45	341.71	630.01
	Other Lending Activities	129.38	127.61	225.77	384.66	548.43	763.56
	Broking	218.03	219.41	299.17	650.61	798.63	1,082.52
	Advisory and Transactional Services	143.17	115.04	153.09	370.17	267.65	375.73
	Asset Management	247.17	145.33	256.44	551.40	655.55	840.81
	Insurance	383.59	324.08	300.82	1,000.26	233.56	513.55
	Profit before tax, minority interest and share of associates	5,224.18	4,747.38	4,410.72	13,657.46	10,860.99	15,948.30
	Less: Provision for tax	(1,265.04)	(1,167.99)	(1,073.10)	(3,406.54)	(2,787.87)	(4,016.43)
	Net Profit before minority interest and share of associates	3,959.14	3,579.39	3,337.62	10,250.92	8,073.12	11,931.87
3	Segment Assets:						
	Treasury, BMU and Corporate Centre	126,974.16	122,838.00	150,207.98	126,974.16	150,207.98	143,524.72
	Retail Banking	295,647.69	284,699.74	267,996.66	295,647.69	267,996.66	269,857.05
	Corporate / Wholesale Banking	220,029.31	209,049.41	185,067.90	220,029.31	185,067.90	188,132.89
	Vehicle Financing	22,050.68	20,912.87	17,167.50	22,050.68	17,167.50	18,696.29
	Other Lending Activities	14,785.77	13,457.47	15,963.68	14,785.77	15,963.68	15,140.21
	Broking	11,939.85	11,506.49	11,566.58	11,939.85	11,566.58	13,959.09
	Advisory and Transactional Services	646.92	517.95	360.52	646.92	360.52	375.31
	Asset Management	5,154.06	5,116.24	4,280.30	5,154.06	4,280.30	4,544.45
	Insurance	64,611.40	61,259.04	55,248.65	64,611.40	55,248.65	58,662.31
	Sub-total	761,839.84	729,357.21	707,859.77	761,839.84	707,859.77	712,892.32

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
	Less: inter-segment assets	(174,190.51)	(170,666.87)	(181,564.15)	(174,190.51)	(181,564.15)	(167,856.71)
	Total	587,649.33	558,690.34	526,295.62	587,649.33	526,295.62	545,035.61
	Add: Unallocated Assets	1,445.69	1,421.51	1,579.98	1,445.69	1,579.98	1,462.30
	Total Assets as per Balance Sheet	589,095.02	560,111.85	527,875.60	589,095.02	527,875.60	546,497.91
4	Segment Liabilities:						
	Treasury, BMU and Corporate Centre	90,626.35	86,446.17	116,532.73	90,626.35	116,532.73	109,023.20
	Retail Banking	274,064.63	264,018.69	252,199.26	274,064.63	252,199.26	253,410.95
	Corporate / Wholesale Banking	201,191.21	192,034.78	168,336.16	201,191.21	168,336.16	169,595.03
	Vehicle Financing	14,248.04	12,228.89	10,196.32	14,248.04	10,196.32	10,662.01
	Other Lending Activities	5,204.01	5,254.63	7,041.36	5,204.01	7,041.36	6,652.31
	Broking	10,297.85	9,871.98	10,432.32	10,297.85	10,432.32	12,839.45
	Advisory and Transactional Services	131.36	95.32	96.56	131.36	96.56	100.99
	Asset Management	546.71	741.94	403.44	546.71	403.44	515.77
	Insurance	58,648.53	55,724.12	50,551.94	58,648.53	50,551.94	53,707.45
	Sub-total	654,958.69	626,416.52	615,790.09	654,958.69	615,790.09	616,507.16
	Less: inter-segment liabilities	(174,190.51)	(170,666.87)	(181,564.15)	(174,190.51)	(181,564.15)	(167,856.71)
	Total	480,768.18	455,749.65	434,225.94	480,768.18	434,225.94	448,650.45
	Add: Unallocated liabilities	656.73	784.50	508.26	656.73	508.26	713.43
	Add: Share Capital, Reserves & Surplus & Minority Interest	107,670.11	103,577.70	93,141.40	107,670.11	93,141.40	97,134.03
	Total Capital and Liabilities as per Balance Sheet	589,095.02	560,111.85	527,875.60	589,095.02	527,875.60	546,497.91

16. There has been no change in the significant accounting policies during the quarter and nine months ended 31st December, 2022 as compared to those followed for the year ended 31st March, 2022 other than those mentioned in Note 13 above.
17. 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, 21st January, 2023

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 NINE MONTHS ENDED 31st DECEMBER, 2022

₹ crore

Sr No	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
1	Interest earned (a+b+c+d)	8,998.61	8,092.81	6,896.82	24,429.91	19,972.88	27,038.82
	(a) Interest/discount on advances/ bills	7,143.26	6,397.58	4,963.08	19,197.60	14,155.70	19,378.69
	(b) Income on investments	1,646.37	1,486.03	1,677.51	4,574.31	5,097.71	6,689.26
	(c) Interest on balances with Reserve Bank of India & other interbank funds	122.54	148.71	205.82	463.35	552.61	723.42
	(d) Others	86.44	60.49	50.41	194.65	166.86	247.45
2	Other income (Refer Note 2)	2,099.98	1,954.19	1,363.66	5,297.93	4,528.03	6,354.35
3	Total income (1+2)	11,098.59	10,047.00	8,260.48	29,727.84	24,500.91	33,393.17
4	Interest expended	3,345.69	2,993.40	2,562.52	8,980.54	7,676.37	10,220.91
5	Operating expenses (a+b)	3,903.06	3,486.09	2,996.96	10,546.69	8,113.57	11,121.39
	(a) Employee cost (Refer Notes 3 and 4)	1,477.76	1,414.74	1,199.84	4,065.34	3,459.55	4,582.35
	(b) Other operating expenses	2,425.30	2,071.35	1,797.12	6,481.35	4,654.02	6,539.04
6	Total expenditure (4+5) (excluding provisions & contingencies)	7,248.75	6,479.49	5,559.48	19,527.23	15,789.94	21,342.30
7	Operating profit (3-6) (Profit before provisions and contingencies)	3,849.84	3,567.51	2,701.00	10,200.61	8,710.97	12,050.87
8	Provisions (other than tax) and contingencies (Refer Note 5)	148.83	137.00	(131.74)	309.42	995.77	689.56
9	Exceptional items	-	-	-	-	-	-
10	Profit from ordinary activities before tax (7-8-9)	3,701.01	3,430.51	2,832.74	9,891.19	7,715.20	11,361.31
11	Tax expense	909.13	849.83	701.38	2,447.48	1,909.91	2,788.62
12	Net Profit from ordinary activities after tax (10-11)	2,791.88	2,580.68	2,131.36	7,443.71	5,805.29	8,572.69
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	Net Profit (12-13)	2,791.88	2,580.68	2,131.36	7,443.71	5,805.29	8,572.69
15	Paid up equity share capital - (of Face Value ₹ 5 per share)	993.04	992.87	991.95	993.04	991.95	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	19.66	21.24	21.29	19.66	21.29	22.69
	(iii) Earnings per equity share before and after extraordinary items (net of tax expense)						
	- Basic (not annualised) ₹	14.06	13.00	10.75	37.49	29.28	43.02
	- Diluted (not annualised) ₹	14.06	12.99	10.74	37.48	29.26	43.01
	(iv) NPA Ratios						
	a) Gross NPA	5,994.57	6,210.23	6,982.80	5,994.57	6,982.80	6,469.74
	b) Net NPA	1,344.77	1,630.37	2,003.53	1,344.77	2,003.53	1,736.71
	c) % of Gross NPA to Gross Advances	1.90	2.08	2.71	1.90	2.71	2.34
	d) % of Net NPA to Net Advances	0.43	0.55	0.79	0.43	0.79	0.64
	(v) Return on average Assets (%) – (not annualised)	0.62	0.59	0.51	1.72	1.46	2.13
	(vi) Debt-Equity ratio (Refer Note 6.a)	0.27	0.24	0.40	0.27	0.40	0.36
	(vii) Total Debts to Total Assets (%) (Refer Note 6.a)	4.63	4.22	6.59	4.63	6.59	6.05
	(viii) Net worth (Refer Note 6.a)	79,375.73	76,534.47	68,971.96	79,375.73	68,971.96	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. During the quarter ended 31st December, 2022, the Bank has commenced operations in two DBUs. Reporting of Digital Banking as a separate sub-segment of Retail Banking Segment will be implemented by the Bank based on the clarification provided by the Indian Banks' Association.

	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
1	Segment Revenue						
a.	Corporate/ Wholesale Banking	4,707.33	4,459.45	3,595.09	12,684.47	9,949.66	13,583.44
b.	Retail Banking	5,306.84	4,577.37	3,821.86	14,125.13	11,132.93	15,262.93
c.	Treasury, BMU and Corporate Centre	1,801.29	1,729.51	1,847.25	5,027.76	6,527.80	8,479.37
d.	Other Banking business	-	-	-	-	-	-
	Sub-total	11,815.46	10,766.33	9,264.20	31,837.36	27,610.39	37,325.74
	Less: Inter-segmental revenue	716.87	719.33	1,003.72	2,109.52	3,109.48	3,932.57
	Total	11,098.59	10,047.00	8,260.48	29,727.84	24,500.91	33,393.17
2	Segment Results						
a.	Corporate/ Wholesale Banking	1,814.83	1,773.91	1,691.41	4,984.39	4,581.47	6,379.46
b.	Retail Banking	901.65	581.20	226.54	2,049.95	197.90	846.21
c.	Treasury, BMU and Corporate Centre	984.53	1,075.40	914.79	2,856.85	2,935.83	4,135.64
d.	Other Banking business	-	-	-	-	-	-
	Total Profit Before Tax	3,701.01	3,430.51	2,832.74	9,891.19	7,715.20	11,361.31
3	Segment Assets						
a.	Corporate / Wholesale Banking	220,029.31	209,049.41	185,067.90	220,029.31	185,067.90	188,132.89
b.	Retail Banking	295,647.69	284,699.74	267,996.66	295,647.69	267,996.66	269,857.05
c.	Treasury, BMU and Corporate Centre	120,620.28	116,825.64	143,077.72	120,620.28	143,077.72	136,339.52
d.	Other Banking business	-	-	-	-	-	-
	Sub-total	636,297.28	610,574.79	596,142.28	636,297.28	596,142.28	594,329.46
	Less : Inter-segmental Assets	171,876.29	168,917.72	178,481.06	171,876.29	178,481.06	165,312.01
	Total	464,420.99	441,657.07	417,661.22	464,420.99	417,661.22	429,017.45
	Add : Unallocated Assets	362.81	337.99	486.19	362.81	486.19	410.95
	Total Assets as per Balance Sheet	464,783.80	441,995.06	418,147.41	464,783.80	418,147.41	429,428.40
4	Segment Liabilities						
a.	Corporate / Wholesale Banking	201,191.21	192,034.78	168,336.16	201,191.21	168,336.16	169,595.03
b.	Retail Banking	274,064.63	264,018.69	252,199.26	274,064.63	252,199.26	253,410.95
c.	Treasury, BMU and Corporate Centre	81,306.62	77,471.12	106,336.88	81,306.62	106,336.88	98,943.19
d.	Other Banking business	-	-	-	-	-	-
	Sub-total	556,562.46	533,524.59	526,872.30	556,562.46	526,872.30	521,949.17
	Less : Inter-segmental Liabilities	171,876.29	168,917.72	178,481.06	171,876.29	178,481.06	165,312.01
	Total	384,686.17	364,606.87	348,391.24	384,686.17	348,391.24	356,637.16
	Add : Unallocated liabilities	161.83	312.30	138.84	161.83	138.84	334.77
	Add : Share Capital & Reserves & surplus	79,935.80	77,075.89	69,617.33	79,935.80	69,617.33	72,456.47
	Total Capital and Liabilities as per Balance Sheet	464,783.80	441,995.06	418,147.41	464,783.80	418,147.41	429,428.40

NOTES:

- The above results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 21st January, 2023. The results for the quarter and nine months ended 31st December, 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 results for the quarter and nine months ended 31st December, 2021 were reviewed and for the year ended 31st March, 2022 was audited by other joint statutory auditors (Walker Chandiok & 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 190,050 options under employee stock option scheme. Stock options aggregating to 347,271 were exercised during the quarter and 4,062,367 stock options were outstanding with employees of the Bank and its subsidiaries as at 31st December, 2022.
- Pursuant to the revision in family pension payable to employees of the Bank covered under 11th Bi-Partite settlement and Joint Note dated 11th November, 2020, the Bank had recognised the entire additional liability of ₹ 115.15 crore in the Profit and Loss Account during the nine months ended 31st December, 2021 including ₹ 100.15 crore recognised during the quarter ended 31st December, 2021.
- 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:

₹ crore

Particulars	Quarter ended			Nine months ended		Year ended
	31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
Provision towards advances / Others (including provisions for exposures to entities with Unhedged Foreign Currency Exposures) (net)	186.36	180.66	215.54	455.52	1,326.22	1,512.93
General provision for COVID 19 Deferment cases (net)	(37.60)	(44.00)	(279.00)	(146.60)	(279.00)	(732.00)
Other Provision / (write back of other provisions) towards investments (net)	0.07	0.34	(68.28)	0.50	(51.45)	(91.37)
Total provisions (other than Tax) and contingencies	148.83	137.00	(131.74)	309.42	995.77	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 has reversed provisions amounting to ₹ 37.60 crore and ₹ 146.60 crore during the quarter and nine months ended 31st December, 2022 respectively (₹ 279.00 during the quarter and nine months ended 31st December, 2021 and ₹ 44.00 crore during the quarter ended 30th September, 2022). On a prudent basis, the Bank continues to hold provision of ₹ 400.40 crore as at 31st December, 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 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 nine months ended 31st December 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 31 st December, 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 nine months 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)
31 st December, 2022	176.79	110.87	1.89

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

₹ crore except tenor

Portfolio acquired during the nine months 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) \$
31 st December, 2022	1,258.71	137.15	0.11

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

(v) Details of the recovery ratings assigned to Security Receipts as at 31th December 2022:

Recovery Rating [^]	Anticipated Recovery as per Recovery Rating	Carrying Value* (₹ crore)
NR1/R1+/RR1+	>150%	13.28
NR2/R1/RR1	100% - 150%	448.99
NR3/R2/RR2	75% - 100%	58.13
NR4/R3/RR3	50% - 75%	144.90
NR5/RR4/R4	25%-50%	-
NR6/RR5/R5	0% - 25%	-
Yet to be rated**	-	380.39
Unrated	-	0.08
Total		1,045.77

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

* - Net of provisions.

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

9. There has been no change to significant accounting policies during the quarter and nine months ended 31st December, 2022 as compared to those followed for the year ended 31st March, 2022.

10. 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, 21st January, 2023

Dipak Gupta
Joint Managing Director