

Secretarial Department

CIN: L65110TN1926PLC001377

Ref/Sec/205 & 266/120/2020-2021

November 07, 2020

<b>The General Manager</b> Department of Corporate Services <b>National Stock Exchange of India</b> Exchange Plaza, C-1-Block G Bandra Kurla Complex, Bandra-E Mumbai - 400 051 Company Symbol: LAKSHVILAS	<b>The General Manager</b> Department of Corporate Services <b>BSE Limited</b> Listing Department Phiroze Jeejeeboy Tower Dalal Street, Fort Mumbai - 400 001 Scrip Code: 534690
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Dear Sir,

**Sub: Press Release**

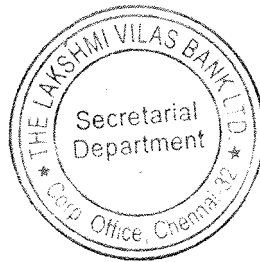
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In compliance with applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, the press release pertaining to our bank's Un-Audited Financial Results for the period September 30, 2020 is enclosed for your information and records.

Thanking You,

Yours faithfully,

N Ramanathan  
Company Secretary



Encl : A/a



# LAKSHMI VILAS BANK

Corporate Office, "LVB HOUSE", No.4 Sardar Patel Road, Guindy, Chennai 600 032

(Regd. Office: Salem Road, Kathapara, Karur - 639 006)

7<sup>th</sup> Nov 2020

## PRESS RELEASE

### FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> Sep 2020

#### Major Performance Highlights

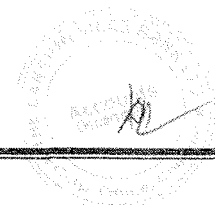
- ✓ Bank recorded Operating Loss of ₹ 5.66 crore during the QE Sep 20 as against the Operating Loss of ₹ 40.37 crore during the QE Sep 19 .
- ✓ Bank recorded the Net Loss of ₹ 396.99 crore during the QE Sep 20 as against the Net Loss of ₹ 357.17 crore during the QE Sep 2019 .
- ✓ Total Business mix stood at ₹ 37,595 crore
- ✓ CASA is 28.94 % of Total Deposit as on 30.09.2020 as against 25 % as on 30.9.2019 and 26.63 % as on 31.3.2020
- ✓ Bulk Term Deposit was around 4.34 % of Total Deposits as on 30.9.2020 as against 6.79% as on 30.09.2019.
- ✓ Net NPA 7.01% as against 10.04 % as on 31.03.2020 and 10.47% as on 30<sup>th</sup> Sep 2019
- ✓ Cost Income ratio 103.67% during QE 30.09.2020 Vs 124.07% during the QE 30.09.2019
- ✓ PCR at 79.66%.

#### **1. Capital raise**

Despite logistical challenges arising due to COVID-19 situation, we have made significant progress with Clix group for the proposed amalgamation of Clix Capital Service Pvt Ltd and Clix Finance India Pvt Ltd into the bank. There were minor incremental due diligence requested by Clix Group, which was completed this week. Now, the respective sides are in the process of a workable and mutually acceptable framework.

Further, Banks board has approved the issue by equity shares upto Rs 500 crore by way of Rights issue and ICICI Securities is appointed as the merchant Banker for the issue.

Bank will continue to share information on the developments for funds raising in public domain as and when they materialise.





## 2. Launching of new digital offering

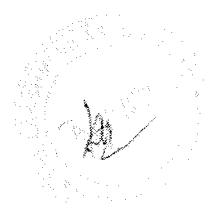
Bank has recently launched 'DigiGo', a self-onboarding online instant account opening facility. This is a limited liability account in which the customer needs to submit the relevant KYC documents within a year to convert to a full KYC account.

3. **Profitability:** The Bank continues to enforce cost reduction measures both of direct and indirect costs. Further the Bank focusses on capital free loans like Gold Loans, Govt Guaranteed loans to optimise profitability without straining capital funds

### Performance Highlights:

Lakshmi Vilas Bank (LVB), a south-based private sector Bank, has declared its results for the 2<sup>nd</sup> Quarter ended 30<sup>th</sup> Sep 2020.

- ◆ Total Business of the Bank was ₹ 37,595 crore as of 30.09.2020 as against ₹ 47,115 crore as on 30.09.2019 and marginally increased over ₹ 37,471 crore as of 30.06.2020
- ⊕ CASA as a percentage to total deposits stood at 28.94 % as on 30.09.2020 as against 25 % as on 30.09.2019.
- ◆ Gross Advances stood at ₹ 16,622 Crore as of 30.09.2020 as against ₹ 16,310 crore as on 30.06.2020 witnessing marginal increase in advance . The Gross Advance stood at ₹ 19,251 crore as on 30.09.2019.
- ⊕ The Bulk Deposits were reduced by around ₹ 982 crore to ₹ 911 crore from the level of ₹ 1893 crore as on 30.09.2019.
- ⊕ Operating loss of the Bank stood at ₹ 5.66.crore for the quarter ended 30.09.2020 as against the operating loss of ₹ 40.37 crore for the quarter ended 30.09.2019 and Operating Profit of ₹ 0.09 crore for the quarter ended 30.06.2020.
- ⊕ Cost to Income ratio for the QE Sep 2020 stood at 103.67 % as against the same in quarter ended 30.09.2019 stood to 124.07.%.
- ⊕ Net Loss after Tax is ₹ 396.99 Crore for the quarter ended 30.09.2020 as against Net loss of ₹ 357.18 crore for the quarter ended 30.09.2019 and ₹ 112.28 Crore for the quarter ended 30.06.2020.
- ⊕ Net Interest Margin (NIM) of the Bank stood at 1.37 % for the QE ended 30.09.2020 as against 1.47 % for the QE ended 30.09.2019 and 1.58 % for the QE ended 30.06.2020.





## Capital Adequacy:

The Bank's total Capital Adequacy Ratio (CAR) as per Basel III guidelines, was at (2.85) % as at 30<sup>th</sup> Sep 2020 as against 1.12 % as at 31.03.2020.

## NPA

The Gross NPA stood 24.45 % as on 30.09.2020 as against 21.25 % as on 30.09.2019. The Gross NPA stood at 25.39 % as on 31.03.2020

Net NPA stood at 7.01 %, as on 30.09.2020 as against the Net NPA of 10.47 %, as on 30.09.2019. Net NPA of 10.04 %, as on 31.03.2020.

The provision coverage ratio stood at 79.66 % ( 62.28 % as on 30.09.2019.) PCR is higher than the minimum of 70% prescribed under PCA.

ATMs : All the ATMs of the Bank are migrated to Opex model with state of the art technology and highest uptime to serve customers of our as well as all banks

## Network

As on 30.09.2020, Bank has extensive bouquet of digital products of 563 branches, 5 Extension Counters, around a 974 ATMs/CDMs in about 16 states and 3 union territory, the Bank offers various bouquets of products and services. The Bank is committed to build a sustainable business over the long term and upholding high standards of customer service - Life Smiles Where LVB Serves. Tamil Nadu continues to be the dominant contributor of business for the Bank.

The Board of Directors of The Lakshmi Vilas Bank Limited approved the unaudited financial results for the Quarter ended 30.09.2020 at their meeting held in Chennai on 7<sup>th</sup> Nov 2020.

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## **Chairman of the Meeting**

**Note:** For financial information of the Bank for the last three years, please refer to the Annual Reports of the Bank for the financial years 2018, 2019 and 2020 available at <https://www.lvbank.com/audited-financial-results.aspx>

