



## **Board Secretariat**

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Date: 25<sup>th</sup> July, 2025

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

**The BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001  
Scrip Code:532209

**SUB:- PRESS RELEASE ON REVIEWED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE, 2025**

Dear Sirs,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed press release on the Reviewed Financial Results of the Bank for the Quarter ended 30<sup>th</sup> June, 2025.

This is for your information and appropriate dissemination.

Thanking you

Yours faithfully  
For Jammu and Kashmir Bank Limited

(Mohammad Shafi Mir)  
Company Secretary

**Board Secretariat**



## **J&K Bank Q1 net profit rises 17% YoY to Rs 484.84 Cr**

*With improving conditions on the ground, we are sure to gain growth momentum in the coming quarters: MD & CEO*

**Srinagar, Jul 25:** Jammu & Kashmir Bank today posted a profit after tax (PAT) of **Rs 484.84 Cr** for the April-June quarter of the current financial year (CFY), registering a **16.7%** year on year (YoY) growth from **Rs 415.49 Cr** reported in the same period last year.

The Bank announced its Q1 results after the Board of Directors approved the quarterly numbers at a meeting held at the Bank's Corporate Headquarters.

### **Performance Highlights**

Net Interest Income (NII) for the quarter grew **7% YoY** to **Rs 1465.43 Cr**, while the other income jumped **29%** to **Rs 250.30 Cr** from **Rs 194.10 Cr** recorded last year.

Return on Assets (RoA) for the quarter improved to **1.17% YoY** from **1.08%**, while as Net Interest Margin (NIM) for the quarter stood at **3.72%** as against **3.86%** recorded in Q4FY2025. Bank's Cost to income Ratio also improved to **60.78% YoY**.

Operating profit witnessed a **13% YoY** increase to **Rs 672.84 Cr** from **Rs 594.67 Cr** recorded for the corresponding period last year.

Commenting on the numbers, MD & CEO Amitava Chatterjee said, "Despite tough situation on ground due to the Pahalgam terror attack along with its aftermath that affected business activity and credit offtake in key geographies well into June; we have been able to deliver a healthy bottom line growth of around **17%**."

"The sudden decline in NIM should be viewed against the broader environment wherein repo rate cuts announced by the regulator impacted the margins", he added.

"Pertinently, the profitability for Q1 is subdued on account of impairment provision of **Rs 87 Cr** made in this quarter towards our investment in the RRB - Jammu and Kashmir Grameen Bank, necessitated by amalgamation of Ellaquai Dehati Bank with erstwhile J&K Grameen Bank w.e.f. 30th April 2025. Excluding this non-recurring impact, our profitability growth would be upwards of **30% YoY**. This one time provision has also impacted our ROA and ROE, however on a normalised basis both metrics remain broadly in line with our expectation", he added.

"Having said that, we remain fundamentally strong, with adequate capital and liquidity buffers, and are already seeing signs of accelerating credit off-take on ground. With improving conditions on the ground, we are sure to gain growth momentum in the coming quarters", asserted MD & CEO.

### **Business Growth**

The Bank's deposits rose **12% YoY** to **Rs 148542 Cr** from **Rs 132574 Cr** recorded in Q1 last FY, while the net Advances grew **6.06% YoY** reaching **Rs 101230 Cr** as against **Rs 95450 Cr**. The Bank's CASA ratio stood at **45.71%** as on June 30, 2025.

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MD & CEO further remarked, "Regarding business growth, we are confident in our long term strategy as we are actively diversifying and scaling up our Rest of India operations by opening more branches in strategic business centres, entering builder tie ups, and strengthening partnerships with DSAs."

"Going forward, our focus will also remain deepening relationships in core geographies through sufficient lending to agriculture, industry and youth entrepreneurship; and investing further in digital capabilities and operational efficiency", he added.

### **Asset Quality**

Gross Non-Performing Assets (GNPA) of the Bank reduced by **41 bps** YoY to **3.50%** (from 3.91% a year ago), while Net NPA stood at **0.82%**. The Bank's NPA Coverage Ratio remained strong at above **90%**.

On asset quality, MD & CEO remarked, "On the asset quality front, as per our annual guidance, we plan to bring it to around **3%** by the end of CFY through prudent lending, robust recovery mechanisms, and proactive monitoring using early warning systems and digital tools like our NPA tracker."

### **Capital Adequacy**

The Bank's Capital Adequacy Ratio (CAR) stood at **15.98%**, providing a comfortable buffer for future growth.

Regarding the capital position, MD & CEO said, "With CAR almost **16%**, we remain well capitalized and have an enabling board approval for raising further capital to fund our growth plans and seize emerging opportunities across our business segments."