



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

Sub: Unaudited Financial Results for the Quarter Ended 31.12.2019.

[In compliance of Regulation 30 (6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Please find enclosed the Un-Audited Financial Results and Limited Review Report of the Bank for the Third Quarter ended 31st December, 2019 approved by the Board on 14.02.2020.

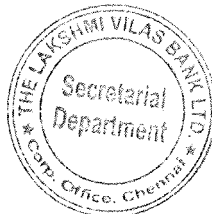
The meeting of Board of Directors of the Bank commenced at 12.34 PM and concluded at 03.00 PM.

This is for your information and records.

Thanking You,

Yours faithfully,
For The Lakshmi Vilas Bank Limited

N Ramanathan
Company Secretary



Encl: A/a



LAKSHMI VILAS BANK

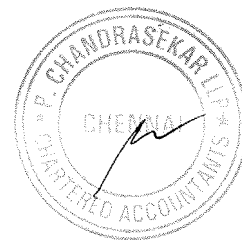
Corporate Office, "LVB HOUSE", No.4 Sardar Patel Road, Guindy, Chennai 600 032

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2019

(₹ in lakhs)

PARTICULARS	QUARTER-ENDED			NINE MONTHS ENDED		YEAR ENDED
	31-Dec-19 (Reviewed)	30-Sep-19 (Reviewed)	31-Dec-18 (Reviewed)	31-Dec-19 (Reviewed)	31-Dec-18 (Reviewed)	31-Mar-19 (Audited)
1. INTEREST EARNED (a+b+c+d)	52039.30	60733.10	70135.85	175167.27	215764.27	283989.39
(a) Interest/discount on advances/bills	39925.46	44652.01	52515.73	131317.74	164389.26	216315.27
(b) Income on investments	11054.61	14687.82	17259.00	41103.73	50527.98	66634.80
(c) Interest on balances with RBI & Other inter- bank funds	487.29	1178.80	282.36	1888.02	561.87	684.93
(d) Others	571.94	214.47	78.76	857.78	285.16	354.39
2. Other Income	6537.66	5800.00	6111.93	17659.89	19284.37	25031.79
3. Total Income (1+2)	58576.96	66533.10	76247.78	192827.16	235048.64	309021.18
4. Interest expended	39448.42	49765.81	56256.82	139252.04	173769.69	227975.13
5. Operating Expenses (i) + (ii)	21114.04	20804.00	22501.13	62152.47	60356.71	82242.66
(i) Employees cost	10468.24	10470.88	11102.72	31211.70	29023.63	40166.07
(ii) Other operating expenses	10645.80	10333.12	11398.41	30940.77	31333.08	42076.59
6. Total Expenditure (excluding provisions and contingencies (4) + (5))	60562.46	70569.81	78757.95	201404.51	234126.40	310217.79
7. Operating Profit before provisions and contingencies (3) - (6)	-1985.50	-4036.71	-2510.17	-8577.34	922.24	-1196.61
8. Provisions (other than Tax) and Contingencies of which provisions for NPA & Diminution value of all restructured a/cs	31462.44	31680.80	43138.80	84313.26	79778.82	127656.17
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
10. Profit/Loss from ordinary activities before tax (7)-(8)-(9)	-33447.94	-35717.51	-45648.97	-92890.60	-78856.58	-128852.78
11. Tax expense	0.00	0.00	-8300.00	0.00	-15890.00	-39443.07
12. Net Profit/Loss from Ordinary activities after tax (10) - (11)	-33447.94	-35717.51	-37348.97	-92890.60	-62966.58	-89409.71
13. Extra Ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00	0.00	0.00
14. Net Profit/Loss for the period (12-13)	-33447.94	-35717.51	-37348.97	-92890.60	-62966.58	-89409.71
15. Paid up equity share capital (Face Value ₹10/-)	33671.38	33671.38	25607.19	33671.38	25607.19	31990.32
16. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	139106.50	139106.50	190442.03	139106.50	190442.03	139106.50
17. Analytical Ratios						
i) Percentage of shares held by Govt. of India	NIL	NIL	NIL	NIL	NIL	NIL
ii) Capital Adequacy Ratio (%) - Basel - III	3.46	5.56	7.57	3.46	7.57	7.72
iii) Earnings Per Share (EPS)(*Not Annualised)						
(a) Basic EPS - before/after extraordinary items (Not annualised) (₹)	-9.93	-10.64	-14.59	-28.08	-24.59	-34.66
(b) Diluted EPS - before/after extraordinary items (Not annualised) (₹)	-9.93	-10.63	-14.54	-28.08	-24.52	-34.59
iv) NPA RATIOS						
(a) Gross NPA	408106.48	409105.49	336427.66	408106.48	336427.66	335899.36
Net NPA	146393.32	177266.59	171621.59	146393.32	171621.59	150629.49
(b) % of Gross NPA	23.27	21.25	13.95	23.27	13.95	15.30
% of Net NPA	9.81	10.47	7.64	9.81	7.64	7.49
(c) Return on Assets (%) (Annualised)	-4.40	-4.12	-3.90	-3.71	-2.14	-2.32



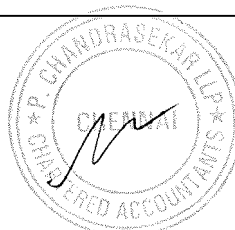


LAKSHMI VILAS BANK

Corporate Office, "LVB HOUSE", No.4 Sardar Patel Road, Guindy, Chennai 600 032
(Regd. Office: Salem Road, Kathapara, Karur - 639 006)

NOTES:

1	The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in their meeting held on 14th February 2020. The same have been subjected to Limited Review by the Statutory Auditors of the Bank.
2	The working results for the quarter ended 31st December 2019 have been arrived at after considering provision for Non Performing Assets and depreciation on Investments, exposures to entities with unhedged Foreign Currency Exposure. Provision for Employee Benefits, Income Tax and other usual and necessary provisions are on an estimated and proportionate basis and are subject to adjustment at the year end.
3	There has been no change in the accounting policies in the preparation of interim financial results to those followed in the annual financial statements for the year ended March 31, 2019.
4	During the financial year 2017-18, the Bank had adjusted deposit loans aggregating to Rs.794 crore, extended to M/s.RHC Holding Private Limited and M/s.Ranchem Private Limited, group companies of M/s Religare Finvest Limited against its deposits. Disputing the said adjustment, M/s.Religare Finvest Limited has filed a suit against the Bank in May, 2018 before the Honourable High Court of Delhi and the same is being defended appropriately by the Bank. The matter still remains sub-judice. The Reserve Bank of India advised that the Bank may on a prudential basis maintain provision to cover potential losses for the "claims against the Bank not acknowledged as debt". As per legal opinions received by the Bank, the adjustment of deposits against loans is lawful and tenable. Hence, the Bank management's decision on recognition and measurement of provisions on this score depends on the verdict of the court in the said suit. The Bank holds a contingent provision of Rs.200 crore as on 31.12.2019 on this score. Further to the above, Bank has submitted replies to the clarifications sought by SEBI. EOW, Delhi has registered FIR against Directors of Board LVB, RHC Holding and Directors on the Board of RHC Holding and the investigation is in progress. The Bank has sent a detailed letter to EOW explaining its stand on the issue and assured to extend full co-operation in the investigation.
5	Deferred tax asset/ liability will be recognised at the year-end.
6	The provision coverage ratio as at 31st December 2019 stood at 68.70%
7	In accordance with RBI Circular no. DBOD.BP.BC.1/21.06.201/2015-16 dt:01.07.2015 and DBR.BP.BC.80/21.06.201/2014-15 dt:31.03.2015, Pillar 3 disclosures including leverage ratios and liquidity coverage ratios under Basel III framework is being made available on bank's website at http://www.lvbank.com/basel-iii.aspx and the disclosures have not been subjected to audit or limited review by the statutory auditors of the bank.
8	Bank has been put under Prompt Corrective Action framework(PCA) in terms of RBI letter dated 27.09.2019.
9	Government of India has pronounced Section 115 BAA of Income Tax Act 1961 through Taxation Laws (Amendment) ordinance, 2019 which provides a non reversible option to pay corporate tax at reduced rate effective 1st April 2019 subject to certain conditions. The Bank is currently in the process of evaluating this option. Bank continues to recognise the taxes on income for the quarter ended 31.12.2019 as per provisions of Tax Laws.
10	Shri. S.Sundar has been appointed as Interim Managing Director & Chief Executive Officer of the Bank with effect from January 01, 2020 to April 30, 2020 or till regular MD & CEO assumes charge, which ever is earlier and the same was informed to NSE & BSE vide our letter dated 31.12.2019.
11	As per SEBI circular CIR/CFD/CMD1/120/2019 dated October 31, 2019, Divergence in Asset Classification and Provisioning for NPAs as per RAR report for the financial position as on 31.03.2019 was informed to NSE & BSE vide our letter dated 01.11.2019
12	The Bank has during the Quarter ended December 2019, made a provision of Rs.6.00 crore towards revision of wages due with effect from November 2017 and cumulative provision as on 31.12.2019 stood of Rs.42.70 crore.
13	In terms of RBI circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated January 15, 2014, the Bank has estimated the liability for Un-hedged Foreign Currency (estimated based on available financial statements and declaration from Borrowers) and is holding a provision of Rs.74.10 lakhs as on December 31, 2019.

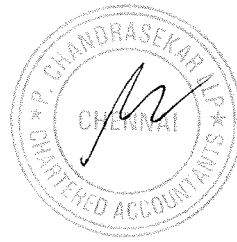


14	Status of Investor Complaints for the quarter ended 31st December 2019:
	-Complaints pending at the beginning of the Quarter : Nil
	-Complaints received during the Quarter : Nil
	-Complaints disposed during the Quarter: Nil
	-Complaints unresolved at the end of the Quarter: Nil
15	The figures of the previous periods/year have been regrouped/ reclassified, wherever necessary to conform to current period/ year classification.

Place: Chennai
Date: 14/02/2020



S.SUNDAR
MD & CEO



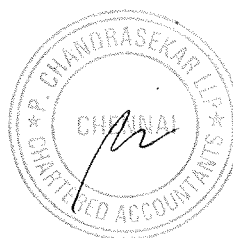
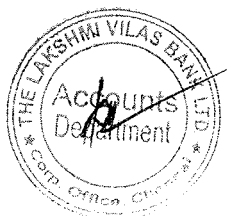
SEGMENT REPORTING - DEC 2019

(Rs. in lakh)

PART A: BUSINESS SEGMENTS	Quarter Ended			Nine months ended		Year ended
	31-Dec-19 (Reviewed)	30-Sep-19 (Reviewed)	31-Dec-18 (Reviewed)	31-Dec-19 (Reviewed)	31-Dec-18 (Reviewed)	31-Mar-19 (Audited)
1. SEGMENT REVENUE						
a. Treasury operations	13253.53	16152.99	18175.40	46032.62	50771.97	66819.80
b. Corporate/wholesale banking operations	13499.65	14998.38	16292.40	43803.69	53962.27	70541.55
c. Retail banking operations	31499.18	34996.22	41435.59	102208.61	129331.96	170013.69
d. Other banking operations	324.60	385.51	344.39	782.24	982.44	1646.14
TOTAL	58576.96	66533.10	76247.78	192827.16	235048.64	309021.18
2. SEGMENT RESULTS						
a. Treasury operations	2663.29	2752.07	832.83	7040.85	1710.91	1257.96
b. Corporate/wholesale Banking operations	-1428.67	-2089.87	-2064.72	-4733.67	-1376.26	-2608.51
c. Retail banking operations	-3333.57	-4876.37	-1397.67	-11045.24	208.72	-669.78
d. Other banking operations	113.45	177.47	119.39	160.71	378.87	823.72
TOTAL	-1985.50	-4036.71	-2510.17	-8577.34	922.24	-1196.61
OPERATING PROFIT	-1985.50	-4036.71	-2510.17	-8577.34	922.24	-1196.61
PROVISIONS OTHER THAN TAX	31462.44	31680.80	43138.80	84313.26	79778.82	127656.17
PROFIT BEFORE TAX	-33447.94	-35717.51	-45648.97	92890.60	-78856.58	-128852.78
Less : Tax expenses	0.00	0.00	-8300.00	0.00	-15890.00	-39443.07
NET PROFIT / LOSS	-33447.94	-35717.51	-37348.97	-92890.60	-62966.58	-89409.71
3. SEGMENT ASSETS						
a. Treasury operations	712952.88	1014668.81	990661.24	712952.88	990661.24	909440.37
b. Corporate / Wholesale banking operations	451548.71	495923.18	634043.56	451548.71	634043.56	597296.89
c. Retail banking operations	1270700.42	1436890.85	1775675.39	1270700.42	1775675.39	1582984.56
d. Unallocated Assets	200388.36	201312.06	180120.52	200388.36	180120.52	214894.47
TOTAL	2635590.36	3148794.90	3580500.70	2635590.36	3580500.70	3304616.29
4. SEGMENT LIABILITIES						
a. Treasury operations	682109.68	967130.43	970750.50	682109.68	970750.50	888938.79
b. Corporate/wholesale banking operations	432014.17	472688.62	630169.04	432014.17	630169.04	592657.45
c. Retail banking operations	1215728.39	1369570.90	1760680.89	1215728.39	1760680.89	1567891.96
d. Unallocated liabilities	191719.32	191880.36	50853.19	191719.32	50853.19	65870.46
TOTAL	2521571.56	3001270.31	3412453.62	2521571.56	3412453.62	3115358.66
CAPITAL EMPLOYED (Segment Assets - Segment Liabilities)						
a. Treasury operations	30843.20	47538.38	19910.74	30843.20	19910.74	20501.58
b. Corporate/wholesale banking operations	19534.54	23234.56	3874.52	19534.54	3874.52	4639.44
c. Retail banking operations	54972.03	67319.96	14994.50	54972.03	14994.50	15092.60
d. Unallocated	8669.04	9431.70	129267.33	8669.04	129267.33	149024.01
	114018.80	147524.59	168047.08	114018.80	168047.08	189257.63

PART B: GEOGRAPHICAL SEGMENTS

Since the Bank is having domestic operation only, no reporting is necessary under this segment.



P. CHANDRASEKAR LLP

Chartered Accountants

LIMITED REVIEW REPORT

The Board of Directors
The Lakshmi Vilas Bank Limited

Introduction

We have reviewed the accompanying statement of unaudited standalone financial results (“the Statement”) of The Lakshmi Vilas Bank Limited (“the Bank”) for the three-month period ended 31st December 2019 and year to date results for the period from 1st April 2019 to 31st December 2019, prepared by the Bank pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The disclosures relating to “Pillar 3 under Basel III Capital Regulations”, “Leverage Ratio” and “Liquidity Coverage Ratio” as have been disclosed on the Bank’s website in respect of which a link has been provided in the Statement have not been reviewed by us. This Statement is the responsibility of the Bank’s Management and has been approved by the Board of Directors in their meeting held on 14th February 2020. It has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder in so far as they apply to Banking Companies, circulars and guidelines issued by the Reserve Bank of India from time to time and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*” issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

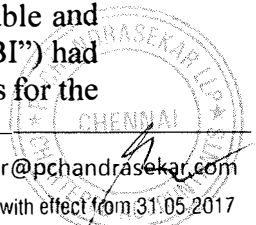
In the conduct of our review, we have relied on the reports in respect of non-performing assets received from concurrent auditors of 124 branches. These reports cover 72.58 per cent of the advances portfolio of the Bank. Apart from these reports, in the conduct of our review, we have also relied upon various returns received from the Branches of the Bank.

Basis of Qualified Conclusion

We draw attention to Note no. 4 of the unaudited financial statements.

During the financial year 2017-18, the Bank had adjusted loans aggregating to Rs.794 crore extended to M/s.RHC Holding Private Limited and M/s.Ranchem Private Limited against deposits of M/s.Religare Finvest Limited. The said adjustment has been contested by M/s.Religare Finvest Limited and a suit has been filed against the Bank in May 2018 before the Honourable High Court of Delhi. The matter still remains sub-judice. Further, the Economic Offence Wing, Delhi (“EOW”) has initiated proceedings against the Directors of the Bank and SEBI has sought clarification on the above matter. However as per the Bank, based on legal opinions obtained against the suit, the said appropriation is lawful and tenable and hence not made any specific provision on this score. The Reserve Bank of India (“RBI”) had advised the Bank to maintain provisions, on a prudential basis, to cover potential losses for the

Bangalore Chennai



'Claim against the Bank not acknowledged as debt' in respect of the above-mentioned matter. In case of adverse judgment, the management need to provide an additional amount of Rs.594 crores after considering the available contingent provision of Rs.200 crores provided in the books. Considering the above, the Provisions (other than Tax) and Contingencies would have been increased, net loss for the period would have been increased, shareholders' funds would have been reduced, by Rs.594 crores respectively and the Capital Adequacy Ratio (Basel III) would have been reduced by 4.10%.

The audit opinion on the financial statements for the year ended 31st March 2019 was also qualified in respect of this matter.

Other Matter

Reserve Bank of India ("RBI") has initiated Prompt Corrective Action vide letter dated 27th September 2019. Certain actions have been prescribed, such as bringing in additional capital, restricting further lending to corporates, reducing NPAs and improving the Provision Coverage Ratio to 70%. The Bank is obliged to carry out the actions prescribed by RBI.

Qualified Conclusion

Based on our review, with the exception of the matter described in the "Basis of Qualified Conclusion" paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Accounting Standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For P.CHANDRASEKAR LLP
Chartered Accountants
(Firm Regn. No.000580S/S200066)

Chandrasekaran

P.Chandrasekaran
Partner
Membership No. 026037
UDIN: 20026037AAAAAR7368
Place: Chennai
Date: 14th February 2020

