KVB Karur Vysya Bank
Smart way to bank

IRC:F48:65: 553 :2015 20.08.2015

The Manager
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No.C/1
G Block, Bandra-Kurla Complex,
Bandra (E), Mumbai 400051.

Fax : 022 – 26598237/8238

Dear Sir,

Reg: Minutes of the 96th Annual General Meeting of the Bank – Clause 31(d) of the Listing Agreement

We enclose a copy of the minutes of the 96th Annual General Meeting of the Bank held on 22nd July 2015 at the Registered and Central Office of the Bank at Karur.

Please acknowledge.

Yours faithfully,

R.Kannan
Company Secretary &
Deputy General Manager

Encl: a.a.

THE KARUR VYSYA BANK LIMITED
INVESTOR RELATIONS CELL
Registered & Central Office,
Erode Road, Karur - 639 002
✆ : (04324) G: 269440,41,42,44
Fax: 225700/205595 D: 227133
Email: kvbshares@kvbmail.com
CIN : L65110TN1916PLC001295

MINUTES OF THE 96th ANNUAL GENERAL MEETING OF THE BANK HELD AT THE REGISTERED OFFICE OF THE BANK ON WEDNESDAY, THE 22nd JULY 2015 AT 10.00 A.M.

The 96th Annual General Meeting of the bank presided over by the Chairman Shri K P Kumar, was attended by 314 Shareholders in person.

As directed by the Chairman, Company Secretary informed the shareholders that proxies accounting for 7,70,964 shares were lodged and on scrutiny all proxies were found to be valid.

Shri A.P. Ramasamy, a shareholder garlanded the Chairman, Shri K.P. Kumar and Shri CA R. Srinivasan, another shareholder garlanded our MD & CEO, Shri K. Venkataraman.

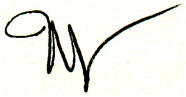
Shri N. Saiprasad and Shri K Ravindrakumar, Ex-directors of M/s Lakshmi Vilas Bank Ltd honoured our Chairman and MD & CEO by presenting bouquets on behalf of their Bank.

Shri K P Kumar, Chairman of the bank welcomed the shareholders. He has sought the permission of the members to take the Annual Report as read as the same was with them for some time.

After the welcome address, the Chairman had taken the Notice convening the 96th Annual General Meeting as read after taking permission of the members.

Chairman informed the meeting that as per Secretarial Standards reading of the entire text of Auditors' Report be it a Statutory Auditors' Report or the Secretarial Audit Report was not mandatory, unless the said Reports had certain qualifications, observations and Comments, if any, made thereon and the members attention was also to be drawn to the explanations and comments given by the Board for the audit qualifications /observations. There were no qualifications in the reports of the Statutory Auditors' as well as in the Secretarial Audit. However since it was the good governance practice, we would continue to read the entire report.

The Chairman then called upon the Company Secretary to read the Statutory Auditors' Report. After completion of reading of the Auditors Report by the Company Secretary, the Managing Director & Chief Executive Officer addressed the shareholders.



The Managing Director in his address to the shareholders, touched upon the Economic background which prevailed globally as also in the country during the fiscal 2014-15. The following were salient points of his speech.

Global economy grew by 2.8% and was expected to pick up to 3.2% in a couple of years. While US showed positive signs of growth, there were concerns on Greek default, weak consumption in Japan and decline in investment growth in China.

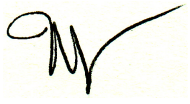
The year gone by witnessed gradual improvement in the growth outlook, supported by a number of factors such as political stability, improved policy environment, increasing pace of reforms and a firm commitment towards fiscal consolidation. The sharp fall in the international crude oil prices had a positive impact on the economy, inflationary pressures eased out and to a large extent current account deficit was contained. However there was no significant improvement in economic growth. GDP growth had been 7.3%, agricultural sector grew by 0.2% predominantly due to deficient rain during kharif and unseasonal rains during rabi seasons. The manufacturing sector grew by 7.1%. The services sector performed better with trade, hotel and communication sector growing by 10.7% while financial, real estate and professional sector clocked 11.5% growth. Subdued export growth and moderate imports helped in narrowing trade deficit.

Reserve Bank of India reduced SLR by 150 bps and bench mark repo rate by 50 bps due to easing of inflation and weak growth outlook.

Banking sector faced many challenges during the fiscal 2014-15 with subdued credit growth, heightening asset quality concerns, weak corporate balance sheets and maintaining capital. The credit growth remains subdued at 9.52% and the deposit growth touched 11.42% in FY15. Banks faced many challenges in efficient utilization of capital in view of stringent BASEL III norms, asset quality issues and higher provisions. Profitability of banks was affected adversely with weakening return ratios. In such an environment your bank adopted consolidation and strengthening of its Balance Sheet.

The Performance Highlights in 2014-15 outlined by MD & CEO were given below:

- Total business mix of the bank grew by 4.36% from ₹ 77984 Cr as on 31.03.2014 to ₹ 81381 Cr as on 31.03.2015.



- Gross Deposits of the Bank were at ₹ 44690 Cr as on 31.03.2015 as against ₹ 43758 Cr as on 31.03.2014 registering a growth of 2.13%.

- Gross advances increased from ₹ 34226 Cr as on 31.03.2014 to ₹ 36691 Cr as at 31.03.2015, recording a growth of 7.20%.

- CASA increased from ₹ 8989 Cr as at the end of FY14 to ₹ 9842 Cr as at the end of FY15, showing a growth of 9.49%. CASA deposits constitute 22% of the gross deposits. Term Deposits rose from ₹ 34769 Cr as on 31.03.2014 to ₹ 34848 Cr as on 31.03.2015.

- The advances portfolio of the Bank remains well diversified and the thrust areas for credit have been retail, commercial and Agriculture which together constitutes 62.8% of the gross advances and the balance 37.2% is corporate credit.

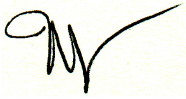
- The priority sector advances of your bank were at 41.43% of the Bank's Adjusted Net Bank Credit (ANBC) of the previous fiscal as against the stipulated 40%. Your Bank's agricultural credit was at ₹ 6448 Cr as at the end of FY15, representing 18.72% of ANBC, as against the regulatory norm of 18%. Your Bank has also achieved weaker section advances target which was 10.20% as against the mandatory requirement of 10%.

- The net interest income rose from ₹ 1283.70 Cr in FY14 to ₹ 1465.90 Cr in FY15, registering an increase of 14.19%. Non-Interest income rose by 2.90% to ₹ 580.84 Cr in FY15 from ₹ 564.45 Cr in FY14. The operating expenses for the year 2014-15 were at ₹ 1103.46 Cr up 9.21% from ₹ 1010.36 Cr during the previous fiscal 2013-14.

- During the fiscal 2014-15, the operating revenue grew by 10.73% from ₹ 1848.15 Cr in FY 14 to ₹ 2046.48 cr. The operating profits sequentially increased by 12.59% and stood at ₹ 943.29 Cr for the fiscal 2014-15.

- Net Profit of the Bank for the year ended 31.03.2015 was ₹ 464.28 Cr up by 8.07% from ₹ 429.60 Cr registered in 2013-14.

- Net Interest Margin (NIM) improved to 2.91% for the year ended 31.03.2015 as against 2.64% for the year ended 31.03.2014.



- The Return on Assets showed a marginal increase from 0.86% in FY 2014 to 0.88% in FY15.

- The Capital Adequacy Ratio stood at 14.62% under BASEL III (14.63% under BASEL II), which is well above the regulatory prescription of 9%.

- The Net worth of the bank as at the end of the fiscal 2014-15 was ₹ 4246 cr.

- Dividend: ₹ 13/- per share of ₹ 10/- each i.e. 130%. Your Bank was proud that the Bank has been paying 100% or more dividend since the year 2004 onwards.

- Recovery: In view of the general economic slowdown, the asset quality of the Banks was under stress. Your Bank has also not been immune to this challenging environment. However the Bank continued to adopt strong recovery measures throughout the fiscal.

- Gross NPAs increasing from ₹ 279.18 Cr as at 31.03.2014 to ₹ 677.78 Cr as at 31.03.2015. The gross NPAs stood at 1.85% up from 0.82% a year ago. The Net NPA of the Bank stood at 0.78% to ₹ 280.97 Cr at the end of the fiscal 2014-15 as against 0.41% (₹ 139.91 Cr) at the end of previous fiscal 2013-14. The Bank's Provision Coverage Ratio (PCR) remained at 75.20%.

- Financial inclusion: The Bank had covered all the 117 villages spread over Tamil Nadu, Andhra Pradesh, Telangana and Karnataka States allocated to it under Rural Financial Inclusion Plan..

- Bank had also opened 14 Ultra Small Branches (USBs), with these 14 branches, the Bank has 42 USBs as on 31.03.2015. Your Bank had also conducted Financial Literacy Campaigns through our Rural/unbanked branches and also through our metro, urban and semi-urban branches.

- Your Bank implemented the 'Pradhan Mantri Jan-Dhan Yojana' (PMJDY) launched by the Honorable Prime Minister of India and undertaking the PMJDY in all 409 wards in semi urban and urban

- areas, apart from the 117 villages already allotted under rural financial inclusion plan. As at the end of the fiscal 2014-15 the bank has opened 108502 basic Savings Bank Accounts and 104889 Rupay cards were issued. The Bank conducted survey of all households in the 409 wards and ensured that the unbanked household has at least one bank account.
- Risk Management: The Bank had put in place adequate Risk Management Systems which are reviewed and updated periodically in the light of changing economic scenario and guidelines received from RBI from time to time.

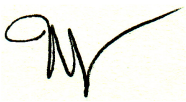
- Net work expansion: As on 31.03.2015 your Bank had 629 branches and 1645 ATMs. The Bank had opened 56 branches in 6 states, besides upgrading one Satellite branch to full fledged branch, added 28 ATMs during the year and thus improved its footprint in many parts of the country.

Your Bank had been using Information and Communication Technology (ICT) not only to improve its own internal processes but also to increase facilities and services to its customers. During the year the Bank had undertaken several technology initiatives, details of which were given in the Annual Report.

After briefly touching the Golden Vision Initiatives and Corporate Social Responsibility initiatives during the fiscal under report, he had detailed the Road Ahead for the current fiscal 2016.

The Banking space is expected to widen with the new market participants such as Small Banks and Payment Banks entering in near future.

Against this backdrop your bank intends to intensify focus on improving the CASA ratio, increase in the share of retail credit portfolio focus on MSME advances, improvement in recovery, utilization of alternate channels for delivery of better returns etc in the current fiscal FY16. Bank's focus would be on improvement in profitability and efficiency parameters.

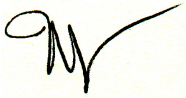


He was sure that during this Centenary year, your Bank with strategic focus of people, processes and technology already in place and geared, would post improved results and maintain its tradition of improving sustainable business and posting healthy profits.

In the concluding part of his speech he expressed deep sense of gratitude to the shareholders, customers and to all other stakeholders for their support and patronage. He thanked the Government of India, State Governments, Reserve Bank of India, SEBI and other Regulatory authorities for their wise counsel and guidance. He acknowledged the contributions made by auditors, legal advisors, consultants and correspondents. While acknowledging the sense of commitment on the part of the employees at all levels, he had also placed on record the contributions made by the Directors on the Board in guiding him in steering the course of the Bank.

Chairman announced that all the eight resolutions are the resolutions proposed by the management of the Bank and in view of the fact that voting had taken place through e-voting & postal ballot processes for the resolutions proposed in the Notice, the need for any one proposing and another person seconding does not arise and hence the draft resolutions will be read out for deliberations. Chairman further announced that if any member wanted to discuss any of the agenda items, the member concerned may come to the mike or ask for hand mike which would be provided to enable the shareholders to initiate discussions.

Shareholders were informed that in compliance of the provisions of The Companies Act, 2013 as also the provisions contained in the Listing Agreement entered into with the Bank provided e-voting facility as also the postal ballot voting facility for all the 8 resolutions slated in the Notice of the AGM. Chairman further informed the members that in compliance of the provisions of the Companies (Management & Administration) Rules, 2015, the Bank had provided the voting facility at the venue of AGM and issued ballot papers to all the members who have not already voted either through e-voting or postal ballot voting. Members and proxies were advised to vote on all or any of the resolutions as per their wish by making a tick mark (√) in the column either 'for' or 'against' provided along side of the resolutions contained in ballot forms, sign the form and place the ballot paper in any one of the ballot boxes placed at the entrance of the meeting hall.



After the announcement Chairman took up the agenda items in seriatim.

ORDINARY BUSINESS

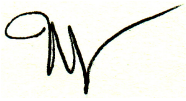
Item No.1 ADOPTION OF ACCOUNTS AND REPORTS OF DIRECTORS AND AUDITORS

Chairman informed the members that the first item of business was the adoption of Accounts, Reports of the Directors and Auditors thereon. He called upon the members to seek clarification if any, on the financial accounts.

Sri N Sai Prasad (IN30108022302394), a shareholder, while heaping praise on the institution which had withstood two world wars, great depression, nationalization, and economic meltdown in 2008 etc and entered into the centenary year in 2016 and saluted the founding fathers of the bank for having laid a solid foundation. It was evident from the Annual Report that the economic slowdown had affected the performance of the bank as the bank operates in pan India. The Gross NPA stood at 1.85% up from 0.82% and the net NPA stood at 0.78% up from 0.41%. The non performing assets had affected the NIM and the profit of the bank. He could find from the Annual Report that the NPA Management Committee met only 3 times during the last fiscal. He had requested the management to give top priority to recovery aspect in the days to come. He had suggested the frequency of the meeting be increased.

He further added that though there had been a marginal improvement in the NIM and ROA during the last two quarters of the fiscal 2014-15, yet it has to be improved further. He pleaded for a special dividend and bonus issue to reward the shareholders in the centenary year of the Bank.

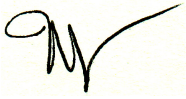
Shri K R Palaniappan (IN30243720001459), another shareholder, expressed concern over the business position of the bank with poor results in the fiscal 2014-15. He added that the results would have been worse had not the provisions under investments to the tune of ₹ 153 Cr were released. There was a slow growth in the system and we were much below the banking industry as regards top line growth. He queried as to whether the same was due to the inadequate staff position or staff not motivated. When the banking industry grew by 11.4% in deposits, we



grew by 2.13%. This was not a growth at all. Even with the interest accrual on deposits, the growth should have been much better and hence the growth of 2.1% is not a growth and it could be called a negative growth. Neither in the Directors' Report nor in the CEO's address, a proper explanation was offered for this low growth. This trend is dangerous and we would not be in a position to attain the Golden Vision target if the bank moves at such a pace. What had happened to the market share, with this growth he was afraid that the bank was losing its market share. He called upon the management to introspect.

From the decade of performance figures one could see that when the bank was small we were doing good. For example, in the recent past in 2012-13, when we had 500 branches we posted a profit of ₹ 550 Cr and when we had 629 branches, our profits were only ₹ 464 Cr. In the last couple of years we were struggling to cross the 500 Cr mark in net profits. The advances growth was also not along with the industry lines. When the industry's growth was 9.52% and our growth was only 7.20%. The asset quality was worsening year after year. The GNPA had increased from ₹ 279 Cr to ₹ 677 Cr in 2014-15. Though the banking system had undergone a stress and the NPAs have increased, in no other bank, the NPAs have increased to 140%, one had to introspect. Restructure of the advances was also much more and a disturbing factor was that the top 5 accounts constitute 50% under NPAs. How could this happen?. Whether the appraisal system was not adequate or no accountability was there. Recovery mechanism should be strengthened and appraisal standards have to be improved. For restructuring we had made more provisions and going forward there could be more provisions as per RBI norms. The NPAs were mainly on account of corporate lending and we had to go for retail lending as we are only a midsized bank. In MD's speech he mentioned that the cost of deposits had declined from 8.24% to 7.96%, which was good. But where does it reflect. The quantum of interest expended was the same. Operating expenses were increased. He also cited another peer group bank which had more number of branches and staff than in KVB but their operating expenses were less than that of our bank. He suggested closure of ATMs where required number of hits are not there.

Overall he urged the bank to arrest the slippages in to NPA, focus more on recovery of NPAs, retail lending to be increased and improve the asset quality. He wanted the bank to cross ₹ 1 Lakh Crore mark in business



figures and a profit of over ₹ 600 Cr in the centenary year which would make the shareholders happy.

There being no other members who had come forward to discuss or raise queries, the Chairman requested the Company Secretary to read the draft resolution. Company Secretary read the following resolution:

"**RESOLVED THAT** the Balance Sheet as at 31st March 2015 and the Profit and Loss Account for the year ended 31st March 2015 together with the Schedules attached thereto, Directors' Report and Auditors' Report thereon be and the same are hereby received, approved and adopted."

Item No.2 DECLARATION OF DIVIDEND

Chairman informed the members that he was glad that the Board of Directors of the Bank in the meeting held on 30th April 2015 recommended dividend at the rate of ₹ 13/- per share of face value of ₹ 10/- each. He further informed that this is the 12th year in succession in declaring dividend at 100% and above.

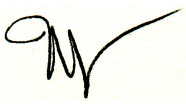
The following draft resolution was read by the Company Secretary

"Resolved that dividend at the rate of ₹ 13/- per share (tax free) on the paid up share capital of the bank be and is hereby declared to be paid for the financial year 2014-2015 to those members whose names appear on the Register of Members as at 13th July 2015 and to the beneficial owners as at the closure of the business hours on 13th July 2015 as per the details furnished by the Depositories".

RE-APPOINTMENT OF DIRECTORS

Item No.3 RE-APPOINTMENT OF Shri G RAJASEKARAN AS DIRECTOR

Chairman informed that Shri G Rajesekaran was retiring by rotation at the Annual General Meeting and being eligible offered himself for re-appointment. He called upon the Company Secretary to present the recommendations of the Nomination Committee on the candidature of Shri G Rajasekaran.



Company Secretary apprised the members that the Nomination Committee of the Board in the meeting held on 28th May 2015 carried out scrutiny of the Declaration and Undertaking furnished by Shri G Rajasekaran and based on the other 'fit and proper' criteria confirmed the suitability of Shri G Rajasekaran for re-appointment as a director of the Bank.

The following draft resolution was read by the Company Secretary

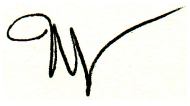
"**RESOLVED THAT** Shri G Rajasekaran be and is hereby appointed as a Director of the Bank, liable to retire by rotation."

Item No.4 APPOINTMENT OF STATUTORY AUDITORS

The retiring Statutory Auditors M/s Abarna & Ananthan, Chartered Accountants, Chennai have vide their letter dated 30.04.2015 expressed their willingness to get appointed as Statutory Auditors of the Bank to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting. RBI has vide its letter Ref DBS.ARS.No.518/08.12.005/2015-16 Dated July 10, 2015 accorded its approval for their re-appointment.

The following draft resolution was read by the Company Secretary

"**RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, applicable provisions of the Banking Regulation Act, 1949, including statutory modification(s) or re-enactment thereof for the time being in force and the Rules, Circulars, Guidelines issued by the Reserve Bank of India as applicable, M/s Abarna & Ananthan, Chartered Accountants, Bangalore, be and are hereby re-appointed as Statutory Auditors of the Bank to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Bank on such remuneration and reimbursement of out of pocket expenses as may be fixed by the Board of Directors on the recommendation of the Audit Committee of the Board."



SPECIAL BUSINESS

Item No.5 APPOINTMENT OF BRANCH AUDITORS

The members were informed that the Branch offices of the Bank had to be audited by qualified Auditors and the bank intended to entrust the Audit of the Branch Offices either to the Statutory Auditors or other qualified Auditors in consultation with Statutory Auditors on such remuneration and on such terms and reimbursement of out of pocket expenses incurred by them in connection with the Audit, based on the recommendation of the Audit Committee of the Board.

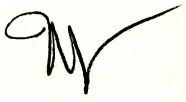
The following draft resolution was read by the Company Secretary

"RESOLVED THAT the Board of Directors of the Bank be and is hereby authorized to appoint, in consultation with Statutory Auditors, the Branch Auditors who are qualified to act as Auditors, including Statutory Auditors pursuant to Sec 139, 143(8) and other applicable provisions of the Companies Act, 2013 and the Rules made there under for the purpose of audit of the branches of the Bank and to decide the Branches and Offices to be audited by such Branch Auditors and to fix their remuneration and reimbursement of out of pocket expenses incurred in connection with the Audit, based on the recommendation of the Audit Committee of the Board".

Item No.6 APPOINTMENT OF SHRI M K VENKATESAN AS A DIRECTOR OF THE BANK

Chairman requested the Company Secretary to present the recommendations of the Nomination Committee on the candidature of Shri M K Venkatesan

Company Secretary apprised the members that the Nomination Committee of the Board in the meeting held on 28.05.2015 carried out scrutiny of the Declaration and Undertaking furnished by him and based on 'fit and proper' criteria confirmed the suitability of Shri M K Venkatesan for appointment as a Director of the Bank.



"RESOLVED THAT pursuant to the provisions of Sections 149, 152(6) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and pursuant to Sec 10 A(2A) of the Banking Regulation Act, 1949, Shri M K Venkatesan be and is hereby appointed as a Non-executive Director of the Bank, and his period of office is liable to determination by retirement of directors by rotation."

Item No.7 APPOINTMENT OF SHRI A K PRABURAJ AS A DIRECTOR OF THE BANK

Chairman requested the Company Secretary to present the recommendations of the Nomination Committee on the candidature of Shri A K Praburaj.

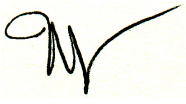
Company Secretary apprised the members that the Nomination Committee of the Board in the meeting held on 28.05.2015 carried out scrutiny of the Declaration and Undertaking furnished by him and based on 'fit and proper' criteria confirmed the suitability of Shri A K Praburaj for appointment as a Director of the Bank.

"RESOLVED THAT pursuant to the provisions of Sections 149, 152(6) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and pursuant to Sec 10 A(2A) of the Banking Regulation Act, 1949, Shri A K Praburaj be and is hereby appointed as a Non-executive Director of the Bank, and his period of office is liable to determination by retirement of directors by rotation."

Item No.8 APPOINTMENT OF SMT K L VIJAYALAKSHMI AS A DIRECTOR OF THE BANK

Chairman requested the Company Secretary to present the recommendations of the Nomination Committee on the candidature of Smt K L Vijayalakshmi

Company Secretary apprised the members that the Nomination Committee of the Board in the meeting held on 22.03.2015 carried out scrutiny of the Declaration and Undertaking furnished by her and based on 'fit and proper' criteria confirmed the suitability of Smt K L Vijayalakshmi for appointment as a Director of the Bank.



"RESOLVED THAT pursuant to the provisions of Sections 149, 152(6) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and pursuant to Sec 10 A(2A) of the Banking Regulation Act, 1949, Smt. CA K L Vijayalakshmi be and is hereby appointed as a Non-executive Director of the Bank, and her period of office is liable to determination by retirement of directors by rotation."

There being no further deliberations, Chairman requested MD & CEO to reply to the queries raised by the shareholders on the financial accounts.

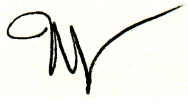
There after MD & CEO replied to the queries of the shareholders as under.

Two of the shareholders have expressed concern over the business growth and these concerns were also in our mind and we have been striving to address the concerns constantly.

Regarding our low growth in deposits and loss of market share, we had put in place a process whereby we had changed the complexion of the deposits completely from bulk and Certificate of Deposits (CDs) to retail deposits. Supposing we went for acquisition of deposits further the deployment would have been a problem when there was no credit demand and even the sanctioned limits were not utilized. The other avenue would be to place them in G-secs for such time till the credit demands pick up. In Government securities the interests rates were lower and volatility was there. Picking up high rate of deposits and deploying at lower yielding G-secs would not be a better option.

We have a CD ratio of 82.1%. We have replaced high cost excess deposits with retail deposits which has resulted in the bringing down of unnecessary outgo of income. This had resulted in improvement in margins. We have reduced high cost deposits from 23% to 13%, a reduction of 10% which had a direct effect on our margins. Our margins were 2.67% in March 2014 which was improved to 3.05% and 3.15% in the third and fourth quarter of 2014-15.

As regards the credit quality we had raised the appraisal standards. We have put the people and processes in place. We had taken a decision of not acquiring weak and unwanted assets. We are advancing small ticket sizes and reduced our consortium entries and even in consortium we get



into smaller consortiums. For the past couple of years we were in consolidation phase. Especially when the markets were not good, we slowly reduced the aggressiveness in booking assets on one side. Since then we have made our credit norms slightly stricter so that we may filter out the weaker accounts. Going forward when the economy picks up we would definitely go a bit more aggressive than what we were doing in the last two years. As we go forward the growth will be mainly from SME segment so that the risk distribution would be better.

Our major problem is recoveries. We have initiated many actions on recovery and apart from the NPA Committee, the Board was reviewing the recovery under NPA in all its meetings. We would also increase the NPA Committee meetings. Constant monitoring and review are taking place in the area. Though actions were initiated unfortunately the system was such that the recovery and resolution were taking quite a lot of time because of delay in judicial system.

We seek continued blessings of our shareholders and we assure that we would deliver. We had maintained the dividend as the dividend payout ratio had not come in our way of rewarding the shareholders.

After MD & CEO's reply, Chairman made the following announcement:

As advised during the commencement of the meeting, the members who have not already participated in the e-voting or postal ballot voting earlier for the above mentioned resolutions, may cast their vote at this meeting in the ballot mode provided to them at the time of registration. He requested the members to put tick mark for each of the resolutions at the columns either 'for' or 'against' as their choice and drop the ballot papers on the boxes provided at the entrance of the hall, before leaving. He further announced that the results of the voting under all the three modes viz: e-voting, postal ballot voting and the voting done at the AGM venue will be announced on 23rd July 2015, after receiving the report of the scrutinizer and will be put on the website of the Bank and NSE/BSE etc.

Dr. V G Mohan Prasad, Director proposed the vote of thanks.

After National Anthem, Chairman declared that the meeting was concluded.

Chairman