

इलाहाबाद बैंक

विश्वास की परंपरा



ALLAHABAD BANK

A tradition of trust

www.allahabadbank.in

Share Deptt. & Investors' Grievances Cell
Head Office

Ref. No. HO/SD/435

Dated: 27.01.2014

The Vice President
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra- Kurla Complex
Bandra East,
Mumbai-400 051

The Secretary
Bombay Stock Exchange Ltd.
25, P. J. Towers
Dalal Street
Mumbai-400001

Dear Sir,

**Sub: Financial Results of the Bank for the quarter and
nine months period ended December 31st, 2013**

In terms of Clause 41 of the Listing Agreement, we enclose a copy of Unaudited Financial Results of the Bank including Segment Results for the quarter and nine months period ended December 31st, 2013, which has been reviewed by the Statutory Central Auditors of the Bank. The Financial Results has been approved by the Board of Directors in its meeting held on date i.e. 27.01.2014 at Kolkata.

Yours faithfully,

(A.K. Goel)

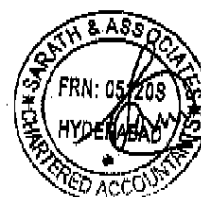
General Manager (F &A)
CFO and Compliance Officer

Encl: As stated



ALLAHABAD BANK
UNAUDITED FINANCIAL RESULTS
for the Quarter & Nine Months period ended 31st December, 2013

PARTICULARS		Quarter Ended			Nine Months Ended		(Rs. in lakhs)
		31.12.2013 Reviewed	30.09.2013 Reviewed	31.12.2012 Reviewed	31.12.2013 Reviewed	31.12.2012 Reviewed	Year Ended 31.03.2013 Audited
1.	Interest Earned (a) + (b) + (c) + (d)	476443	460707	444486	1393516	1318333	1743669
(a)	Interest/Discount on advances/bills	363262	342242	323371	1036171	961884	1274503
(b)	Income on Investments	116103	113132	116104	335082	317540	447332
(c)	Interest on balances with Reserve Bank of India and other Inter Bank funds	2899	2843	2831	9524	4136	15944
(d)	Others	4179	2490	2080	12759	4773	5790
2.	Other Income	54231	69599	34068	173959	85237	147691
3	TOTAL INCOME (1)+(2)	630674	630306	478634	1567475	1413570	1891280
4	Interest Expended	342678	329800	311444	997660	937294	1256929
5	Operating Expenses (I) + (II)	87016	85162	81086	251288	214482	295810
(I)	Employees' Cost	56903	55046	58349	164519	140096	198594
(II)	Other operating expenses	30112	30106	24737	86769	74386	97216
6	Total Expenditure (4+5) (excluding provisions and contingencies)	429693	414952	392530	1248948	1151776	1652738
7	Operating Profit(3-6) before Provisions and contingencies	100981	115354	88004	318527	261794	338522
8	Provisions (other than tax) and contingencies	55691	74219	43243	174459	120005	183254
9	Exceptional Items	0	0	0	0	0	0
10	Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)	45290	41136	42761	144068	140789	155268
11	Tax Expenses	12754	13554	11678	42841	34383	36747
12	Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)	32536	27581	31083	101427	106406	118521
13	Extraordinary Items (net of tax expenses)	0	0	0	0	0	0
14	Net Profit(+)/Loss(-) for the period (12-13)	32536	27581	31083	101427	106406	118521
15	Paid-up equity share capital (Face Value @ Rs. 10/-per Share)	54461	50003	50003	54461	50003	50003
16	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)	999650	999650	914659	999650	914659	999650
17	Analytical Ratios						
(i)	Percentage of shares held by Government of India	58.90	55.24	55.24	58.90	55.24	55.24
(ii)	a. Capital Adequacy Ratio (Basel-II)	10.82	11.07	11.96	10.82	11.96	11.03
	b. Capital Adequacy Ratio(Basel-III)	10.46	10.72	N.A.	10.46	N.A.	N.A.
(iii)	Earning Per Share(EPS)						
	a. Basic and diluted EPS before extraordinary items/ Net of Tax expense) for the quarter, for the year to date and for the previous year (not annualised)	6.46	5.52	6.22	20.23	21.18	23.70
	b. Basic and diluted EPS after extraordinary items for the quarter for the year to date and for the previous year (not annualised)	6.46	5.52	6.22	20.23	21.18	23.70
(iv)	NPA Ratios						
	a) (i) Gross NPA	751214	661328	363160	751214	363160	613699
	(ii) Net NPA	565050	504776	247750	565050	247750	412676
	(b) (i) % of Gross NPA	6.47	4.94	2.91	6.47	2.91	3.92
	(ii) % of Net NPA	4.19	3.83	2.08	4.19	2.08	3.19
	(c) Return on Assets (Annualised)%	0.60	0.54	0.67	0.66	0.57	0.64
18	Public Shareholding						
	- Number of shares	223810771	223810771	223810771	223810771	223810771	223810771
	-Percentage of share holding	41.10	44.76	44.76	41.10	44.76	44.76



PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
19 Promoters and promoter group Shareholding	320798565	276215418	276215418	320798565	276215418	276215418
a) Pledged/Encumbered						
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of share (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of share (as a % of the total share capital of the Bank)	NIL	NIL	NIL	NIL	NIL	NIL
b) Non-encumbered						
- No of Shares	320798565	276215418	276215418	320798565	276215418	276215418
- Percentage of share (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of share (as a % of the total share capital of the Bank)	58.90	55.24	55.24	58.90	55.24	55.24
Items of other operating Expenses Exceeded 10% of total expenditure excluding Interest Expenditure						
Rent, Taxes & Lighting	7404*	8547	7019*	23706*	19765*	27507*

* Not exceeding 10% of total expenditure excluding Interest Expenditure

Notes on Accounts as per Annexure

(Shubhashishini Panse)
Chairman & Managing Director

(T.R.Chawla)
Executive Director

(A.K.Goel)
General Manager (F & A)

(P.L.Pradhan)
Dy. General Manager (F & A)

(Sanjeev Kumar Sharma)
Director

(J.K.Singh Kharb)
Executive Director

(Bhavesh Mishra)
Asst. General Manager (F & A)

In terms of our review report of even date

For M/S N.K.Bhargava & Co
Chartered Accountants

(N.K.Bhargava)
Partner
Membership No. - 090624
FR No.-000428N

For M/S Raghu Nath Rai & Co.
Chartered Accountants

(Sarat Prakash)
Partner
Membership No.-096267
FR No.-000451N

For M/S Khandelwal Karam & Co.
Chartered Accountants

(N.C.Purandara)
Partner
Membership No. - 072084
FR No.-01311C

For M/S Batliboi & Pundit
Chartered Accountants

(Raman Paragkar)
Partner
Membership No. - 30615
FR No.-101048W

KOLKATA
Dated: 27.01.2014

For M/S Sarath & Associates.
Chartered Accountants

(P.Sarath Kumar)
Partner
Membership No. - 021755
FR No.-05120S

ALLAHABAD BANK
SEGMENT-WISE REVENUE, RESULTS, AND CAPITAL EMPLOYED
FOR THE QUARTER & NINE MONTHS PERIOD ENDED 31-12-2013

Particulars	Quarter ended			Nine Months Period ended		(Rs in lakh)
	31.12.2013 (Reviewed)	30.09.2013 (Reviewed)	31.12.2012 (Reviewed)	31.12.2013 (Reviewed)	31.12.2012 (Reviewed)	Year ended 31.03.2013 (Audited)
PART - A Business Segment						
a) Segment Revenue						
i) Treasury Operations	138076	128988	130787	387248	383382	809730
ii) Corporate/Wholesale Banking	235974	242055	228557	720860	667491	897215
iii) Retail Banking	136598	122650	111117	379428	349811	454763
iv) Other Banking Business / Unallocated	29827	38783	7063	8643	12888	28562
Total	530874	530306	478534	1567478	1413670	1891280
Less: Inter Segment Revenue	0	0	0	0	0	0
Net Sales/Income from Operation	530874	530306	478534	1567478	1413670	1891280
b) Segment Results (Profit)						
i) Treasury	7945	4347	5757	32840	11198	14460
ii) Corporate/Wholesale Banking	24299	35482	31003	96172	107114	131918
iii) Retail Banking	45168	40231	42810	128709	131693	158135
iv) Other Banking Business / Unallocated	23585	35314	6434	63700	11796	26961
Total (Operating Profit)	100981	118354	86004	318527	261794	338622
Less:						
i) Interest	0	0	0	0	0	0
ii) Other Un-allocable Expenditure	55890	74219	43248	174459	121005	183259
iii) Other Un-allocable Income	0	0	0	0	0	0
Total Profit Before Tax	45091	44135	42756	144068	140789	155363
c) Capital Employed						
Segment Assets - Segment Liabilities						
i) Treasury	338898	297250	329038	336896	328038	293817
ii) Corporate/Wholesale Banking	564722	556404	514853	684722	514853	644565
iii) Retail Banking	229414	216709	192656	229414	192656	171688
iv) Other Banking Business / Unallocated	129403	128093	121696	129403	121696	125162
Total Capital Employed	1260438	1208453	1158243	1280435	1158243	1136262
PART - B Geographic Segment						
a. Revenue						
i. Domestic	525183	525553	479716	1552475	1396486	1871327
ii. International	6491	4763	4817	18090	15102	19933
iii. Total	530874	530306	478538	1567475	1413670	1891280
b. Assets						
i. Domestic	20844507	19924883	18824480	20844507	18824480	18578487
ii. International	1117021	935048	884130	1117021	884130	781832
iii. Total	21781528	20860729	19688590	21781528	19688590	20437319

Notes on Accounts as per Annexure

Directors

(Shubhankshi Parise)
Chairman & Managing Director

(T. R. Chatterjee)
Executive Director

(A. K. Goel)
General Manager (F&A)

(P. L. Pradhan)
Dy. General Manager (F&A)

(Sanjeev Kumar Sharma)
Director

(J. K. Singh Kharb)
Executive Director

(Shavesh Mishra)
Asst. General Manager (F&A)

In terms of our review report of even date

For N.K.Bhargava & Co
Chartered Accountants

(N.K.Bhargava)
Partner

Membership No. - 0060824
FRN 0004281

For Batlibol & Purohit
Chartered Accountants

(Raman Hangekar)
Partner

Membership No. - 30815
FRN 101048W

Place: Kolkata
Date: 27.01.2014

For Raghu Natha Rao & Co
Chartered Accountants

(Sharat Prakash)
Partner

Membership No. - 090862
FRN 000451N

For Khandelwal Khandelwal & Co
Chartered Accountants

(N. C. Buradare)
Partner

Membership No. - 072804
FRN 01311C

For Sarath & Associates
Chartered Accountants

(R. Sarath Kumar)
Partner

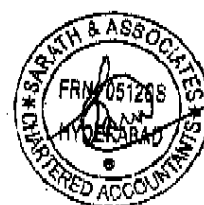
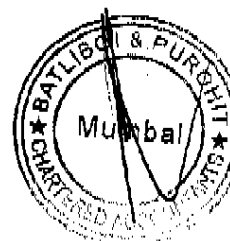
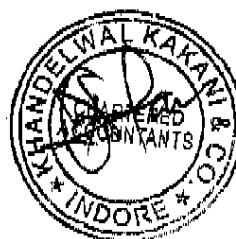
Membership No. - 001258
FRN 051208

Notes on Accounts Forming Part of Reviewed Un-audited Financial Results For the Quarter and Nine Months Period Ended 31st December, 2013.

1. The Bank is following the same Accounting Policies in preparation of these Financial Results as were followed in the annual financial statements for the year ended 31st March, 2013.
2. The financial results for the quarter and nine months period ended 31st December, 2013 have been arrived at after considering provisions for Non-performing Assets, Standard Assets, Restructured Advances and Investment Depreciation on the basis of prudential norms and specific guidelines issued by Reserve Bank of India. Provision for Taxes and other usual and necessary provisions including employee benefits have been made on estimated / proportionate basis and are subject to adjustment at the year-end.
3. The above financial results have been approved and taken on record by the Board of Directors in its meeting held on 27th January, 2014 and has been subjected to Limited Review by the Statutory Central Auditors, in terms of RBI guidelines and the Listing Agreement.
4. In terms of RBI circular DBOD No. BP.BC. 80/21.4.018/2010-11 dated 9th February, 2011 issued on reopening of Pension Option to employees of Public Sector Banks and enhancement in Gratuity Limits Prudential Regulatory Treatment, Bank is permitted to amortize in 5 years with effect from 2010-11, a total sum of Rs 747.70 crore being the total liability on account of one more option for pension to the employees and for enhancement of upper ceiling of gratuity under Gratuity Act from Rs 3.50 lacs to Rs 10.00 lacs. Accordingly a sum of Rs 37.40 crore (Rs 37.40 crore for quarter ended 31.12.2012) is charged to Profit & Loss Account for the current quarter ended 31.12.2013 and Rs 112.20 crore (Rs 112.20 crore for nine months ended 31.12.2012) for the nine months ended 31.12.2013. Remaining unamortized pension fund and gratuity liability carried forward as on 31.12.2013 is Rs 186.76 Crore.
5. In terms of RBI circular DBOD No. BP.BC.88/21.06.201/2012-13 dated 28 March, 2013, banks have been advised to disclose Capital adequacy ratio computed under Basel-III regulations from the quarter ended June-2013. Accordingly corresponding details for the previous year/periods are not furnished.
6. In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 1st July, 2013, banks are required to make half yearly



1

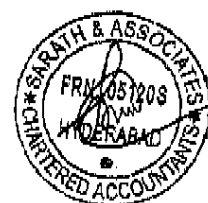
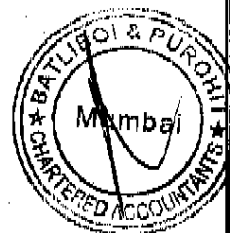
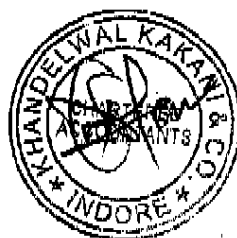


Pillar 3 disclosures under Basel III capital requirements with effect from 30th September, 2013. The disclosures have been made available on Bank's website at the following link (<https://www.allahabadbank.in/english/home.aspx>). The disclosures have not been subjected to limited review by the statutory auditors of the bank.

7. In terms of RBI circular DBOD.DP.BC.No.41/21.04.141/2013-14 dated August 23, 2013 on 'Investment Portfolio of Banks - Classification, Valuation and Provisioning', the bank had transferred SLR securities having book value of Rs.7,961.10 crore from AFS category to HTM category and had fully recognized the category transfer loss of Rs.61.35 crore during the quarter ended September 30, 2013. The aforesaid circular further gave banks the option of distributing the net depreciation of the entire AFS & HFT portfolios on each of the valuation dates in the current financial year in equal installments during FY 2013-14. However, the Bank has fully recognized/provided the net depreciation of Rs. 22.51 crore on the AFS and HFT investment portfolio as at 31st December, 2013 in the profit and loss account.
8. Provision coverage ratio as on 31st December, 2013 is 42.93%.
9. Provision of Rs 60.00 crore has been made during the quarter towards arrears for wage revision, which will be effective from 1st November, 2012, pending negotiation by IBA. Bank has made provision of Rs 280.00 crore up to 31st December, 2013 (up to 30th September, 2013 of Rs 220.00 crore).
10. The Bank has allotted 4,45,83,147 (Four Crore Forty Five Lac Eighty Three Thousand One Hundred and Forty Seven) equity shares of face value of Rs 10.00 (Rupees Ten only) at a premium of Rs 79.72 (Rupees Seventy Nine and Paise Seventy Two only) per equity share to Govt. Of India (President of India) on preferential basis on 24.12.2013 for a total consideration of Rs 399,99,99,948.84 (Rupees Three Hundred Ninety Nine Crore Ninety Nine Lac Ninety Nine Thousand Nine Hundred Forty Eight and Paise Eighty Four only). Accordingly the EPS has been calculated on weighted average number of equity shares as specified in AS-20 Issued by the Institute of Chartered Accountants of India.
11. The Board of Directors of the Bank in its meeting dated 11th January, 2014 declared an Interim dividend of Rs.2.50 per equity share i.e. @



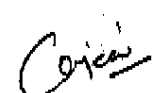
2



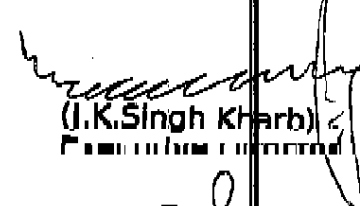
25% of the paid up capital of the Bank subject to necessary permission/approval from the Government of India. The Government of India vide its Notification No.F No. 10/3/2010-BOA dated 15th January, 2014 notified that the provisions of Section 15(1) of the Banking Regulation Act, 1949 shall not apply to Public Sector Banks for the Financial Year 2013-14. The Dividend payment date is 30th January, 2014.

12. As per Reserve Bank of India notification DBOD.No.BP.BC.77/21.04.018/2013-14 dated 20.12.2013, the Bank has recognized and charged to Profit & Loss Account a sum of Rs 63.73 crore towards Deferred Tax Liability on account of deduction in respect of Special Reserve to be created under Section 36(1) (viii) of the Income Tax Act, 1961, for the nine months period ending 31st December, 2013.
13. Status of Investor's Complaints:
As on 1st October, 2013, the Bank had no pending investors' complaints. During the quarter, the Bank received 384 complaints, which were suitably resolved and no complaint was pending as on 31st December, 2013.
14. The figures of previous period have been regrouped/reclassified wherever necessary in order to make them comparable.


(Shubhalakshmi Panse)
Chairman & Managing Director


(Sanjeev Kumar Sharma)
Director

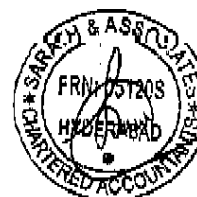
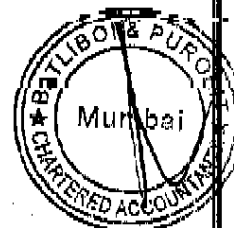
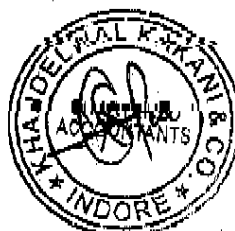
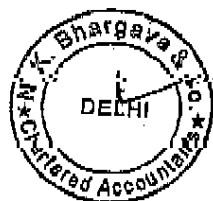

(T.R. Chawla)
Executive Director


(J.K. Singh Kharb)
Executive Director


(A.K. Goel)
General Manager (F&A)


(P.L. Pradhan)
Dy. General Manager (F&A)

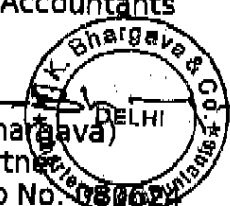

(Bhavesh Mishra)
Asst General Manager (F&A)



In terms of our review report of even date

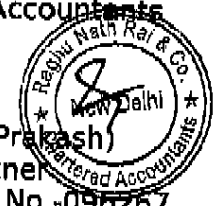
For M/s N.K.Bhargava & Co.
Chartered Accountants

(N.K.Bhargava)
Partner
Membership No. 050624
FRNo:000429N



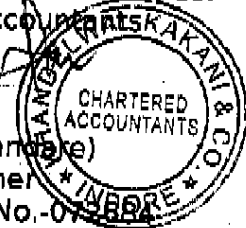
For M/s Raghu Nath Rai & Co.
Chartered Accountants

(Sharat Prakash)
Partner
Membership No. 096267
FRNo:000451N



For M/s Khandelwal Kakani & Co.
Chartered Accountants

(N.C. Purandare)
Partner
Membership No. 075894
FRNo:01311C



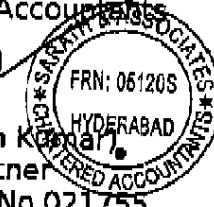
For M/s Batliboi & Purshit.
Chartered Accountants

(Raman Hardekar)
Partner
Membership No. 30618
FRNo:101048W



For M/s Sarath & Associates
Chartered Accountants

(P. Sarath Kumar)
Partner
Membership No 021755
FRNo:05120S

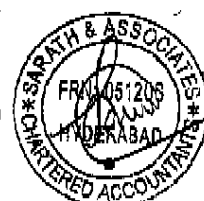
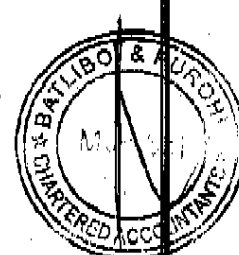
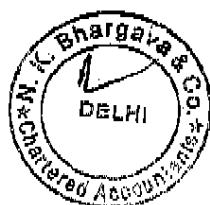


Place: Kolkata
Date: 27.01.2014

**LIMITED REVIEW REPORT ON THE FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31st DECEMBER, 2013**

To
The Board of Directors,
Allahabad Bank,
Kolkata.

1. We have reviewed the accompanying statement of unaudited financial results of Allahabad Bank for the Quarter and Nine months period ended 31st December, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "*Review of Interim Financial Information Performed by the Independent Auditors 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. In the conduct of our Review we have reviewed 20 branches including 1 Treasury branch and relied on the review reports in respect of non-performing assets received from concurrent auditors of 40 branches and 1 foreign branch. These review reports cover 56.83% of the advances portfolio of the Bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches and consolidated return from Head Office of the Bank.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices



and policies have not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement 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 the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For M/s N.K.Bhargava & Co. For M/s. Raghu Nath Rai & Co. For M/s. Khandelwal Kakani & Co.

Chartered Accountants


(N.K. Bhargava)
Partner
Membership No. 000224
FRNo: 000429N

Chartered Accountants


(Sharat Prakash)
Partner
Membership No.-096267
FRNo: 000451N

Chartered Accountants


(N.C. Purandara)
Partner
Membership No. 072684
FRNo: 0131 C

For M/s Batliboi & P. Bhat.

Chartered Accountants


(Raman Hangekar)
Partner
Membership No:30615
FRNo: 101048W

For M/s Sarath & Associates

Chartered Accountants


(P. Sarath Kumar)
Partner
Membership No. 021755
FRNo: 05120S

Kolkata
Dated 27.01.2014