

इलाहाबाद बैंक
विश्वास की परंपरा**ALLAHABAD BANK**

A tradition of trust

www.allahabadbank.in

Share Deptt. & Investors' Grievances Cll
Head Office

Ref. No.- HO/SD/125

Dated: 25.07.2014

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
ended 30th June 2014**

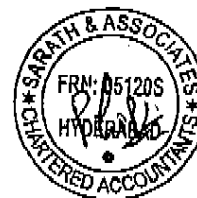
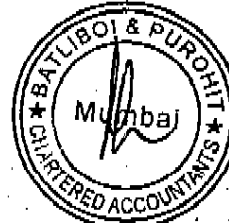
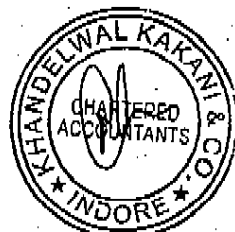
In terms of Clause 41 of the Listing Agreement, we enclose a copy of Unaudited Financial Results of the Bank including Segment Results for the quarter ended on 30th June 2014, which have been reviewed by the Statutory Central Auditors of the Bank. The Financial Results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in its meeting held on date i.e. 25.07.2014 at Kolkata.

Yours faithfully,

(A.K. Goel)

General Manager (F & A),
CFO and Compliance Officer**Encl:** As stated

 ALLAHABAD BANK REVIEWED FINANCIAL RESULTS for the quarter ended 30 th June 2014		(₹ In lakh)			
PARTICULARS		Quarter Ended (Reviewed)	Quarter Ended (Audited)	Quarter Ended (Reviewed)	Year Ended (Audited)
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
1.	Interest Earned (a) + (b) + (c) + (d)	504906	481152	456366	1874668
	(a) Interest/discount on advances/bills	380775	355011	340668	1391182
	(b) Income on investments	118056	121193	105826	456255
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	5766	2043	3782	11567
	(d) Others	309	2905	6090	15664
2.	Other Income	46894	42616	50129	216575
3.	TOTAL INCOME (1)+(2)	551800	523768	506495	2091243
4.	Interest Expended	343940	345876	325182	1343536
5.	Operating Expenses (I) + (II)	85907	94376	79121	345664
	(i) Employee Cost	54340	59985	52570	224504
	(ii) Other operating expenses	31567	34391	26551	121160
6.	Total Expenditure (4+5) excluding provisions and contingencies	429847	440252	404303	1689200
7.	Operating Profit (3-6) before Provisions and contingencies	121953	83516	102192	402043
8.	Provisions (other than tax) and contingencies	85194	63931	44550	238390
9.	Exceptional Items	0.00	0.00	0.00	0.00
10.	Profit (+) / Loss (-) from Ordinary Activities before tax (7-8-9)	36759	19585	57642	163653
11.	Tax Expenses	25487	3810	16333	46451
12.	Net Profit(+) / Loss (-) from Ordinary Activities after tax (10-11)	11272	15775	41309	117202
13.	Extraordinary Items (net of tax expenses)	0.00	0.00	0.00	0.00
14.	Net Profit (+) / Loss (-) for the period (12-13)	11272	15775	41309	117202
15.	Paid-up equity share capital / (Face Value @ Rs. 10 per Share)	54461	54461	50003	54461
16.	Reserves excluding Revaluation Resorvos (as per balance sheet of previous accounting year)	1040400	1040400	999650	1040400
17.	Analytical Ratios				
	(i) Percentage of shares held by Government of India	58.90	58.90	55.24	58.90
	a. Capital Adequacy Ratio (%) As per Basel II	10.25	10.26	11.07	10.26
	b. Capital Adequacy Ratio (%) As per Basel III	9.99	9.96	10.60	9.96
	(iii) Earning per share (Rs.)				
	a. Basic and diluted EPS before Extraordinary items (net of tax expenses) for the period and for the previous year (not annualised)	2.07	2.90	8.26	22.89
	b. Basic and diluted EPS after Extraordinary items for the period and for the previous year (not annualised)	2.07	2.90	8.26	22.89
	(iv) NPA Ratios				
	a) (i) Gross NPA	761906	806804	616447	806804
	(ii) Net NPA	527174	572181	492174	572181
	(b) (i) % of Gross NPA	5.48	5.73	4.78	5.73
	(ii) % Net NPA	3.88	4.15	3.87	4.15
	(c) Return on Assets (Annualised) (%)	0.21	0.29	0.83	0.57
18.	Public Shareholding				
	-- Number of shares	223810771	223810771	223810771	223810771
	--Percentage of share holding	41.10	41.10	44.76	41.10



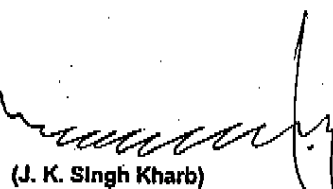
		ALLAHABAD BANK REVIEWED FINANCIAL RESULTS for the quarter ended 30th June 2014			
		(₹ In lakh)			
PARTICULARS		Quarter Ended (Reviewed)	Quarter Ended (Audited)	Quarter Ended (Reviewed)	Year Ended (Audited)
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
19	Promoters and promoter group Shareholding	320798565	320798565	276215418	320798565
a)	Pledged/Encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	-Percentage of share (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	-Percentage of share (as a % of the total share capital of the Bank)	NIL	NIL	NIL	NIL
b)	Non-encumbered				
	- Number of Shares	320798565	320798565	276215418	320798565
	-Percentage of share (as a % of the total shareholding of promoter and promoter group)	100	100	100	100
	-Percentage of share (as a % of the total share capital of the Bank)	58.90	58.90	55.24	58.90

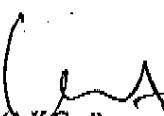
Notes on Accounts as per Annexure

DIRECTORS

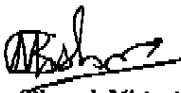

 (Rakesh Sethi)
 Chairman & Managing Director


 (Ashok Vij)
 Director


 (J. K. Singh Kharb)
 Executive Director


 (A.K. Goel)
 General Manager
 (Finance & Accounts and CFO)


 (P.L. Pradhan)
 Dy. General Manager
 (Finance & Accounts)


 (Bhavesh Mishra)
 Asst. General Manager
 (Finance & Accounts)

In terms of our review report of even date

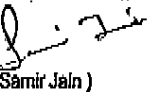
For M/s N.K. Bhargava & Co.
 Chartered Accountants



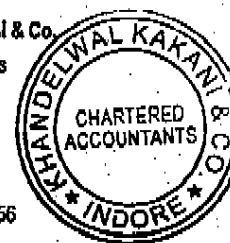

 (N. K. Bhargava)
 Partner
 Membership No. - 080624
 FRN 000428N

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



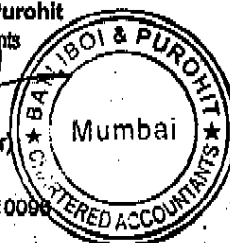

 (Samir Jain)
 Partner
 Membership No. - 077010
 FRN 000451N

For M/s Khandelwal Kakani & Co.
 Chartered Accountants



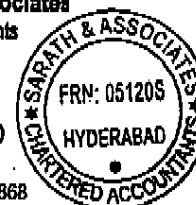

 (Piyush Khandelwal)
 Partner
 Membership No. - 403556
 FRN 001311C

For M/s Batliboi & Purohit
 Chartered Accountants




 (Parag Hangekar)
 Partner
 Membership No. - 110099
 FRN 101048W

For M/s Sarath & Associates
 Chartered Accountants

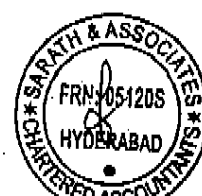
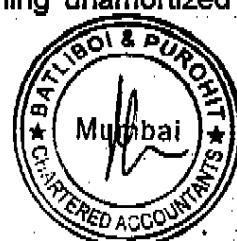



 (P. Gopi Krishna)
 Partner
 Membership No. - 225868
 FRN 005120S

Place: Kolkata
 Date: 25th July, 2014

Notes on Accounts forming part of Un-audited Financial Results
For the Quarter ended 30th June 2014

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 2014.
2. The financial results for the Quarter ended 30th June 2014 have been arrived at after considering provisions for Non-performing assets, Standard Assets, Restructured Advances, Investment Depreciation and provision for exposure to entities with Unhedged Foreign Currency Exposure 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 subject to adjustment at the year-end.
3. The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in its meeting held on 25th July 2014. The results have also been subjected to Limited Review by the Statutory Central Auditors, in terms of RBI guidelines and the Listing Agreement.
4. Reconciliation and clearance of outstanding entries in inter branch adjustments are in progress and especially initial matching of debit and credit entries in various heads has been done upto 30.06.2014. Further, balancing/reconciliation of accounts relating to balances with Banks and Nostro Accounts are in progress. Pending final clearance, the overall impact, if any, on the accounts, in the opinion of the management will not be significant.
5. 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 ₹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 ₹3.50 lacs to ₹10.00 lacs. Accordingly, a sum of ₹37.40 crore has been charged to Profit & Loss Account during the current quarter (corresponding quarter of the previous year ₹37.40 crore). Remaining unamortized pension and

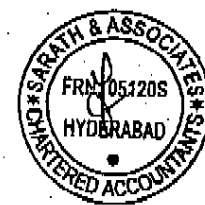
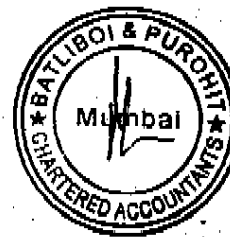
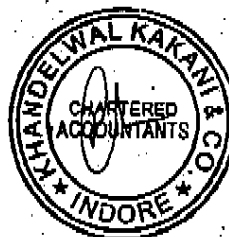


gratuity liability of ₹111.96 Crore will be amortized during the subsequent quarters of the current financial year 2014-15.

6. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated the liability of ₹7.55 crore on Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular DBOD. No.BP.BC.85/21.06.200/2013-14 dated 15th January 2014 and subsequent clarification vide circular no. DBOD. No.BP.BC.116/21.06.200/2013-14 dated 3rd June 2014. The entire estimated amount is fully provided for.
7. 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 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.
8. During the current quarter Bank has made provision of ₹96.00 crore (corresponding quarter of the previous year ₹60 crore) towards arrears for wage revision, which will be effective from 1st November, 2012, pending negotiation by IBA. The Bank has made total provision of ₹478.00 crore up to 30th June 2014.
9. In accordance with Reserve Bank of India Notification No. DBOD No. BP.BC.77/21.04.018/2013-14 dated 20.12.2013, the Bank has provided Deferred Tax Liability (DTL) of ₹30.08 Crore during the quarter ended on 30th June 2014 (corresponding quarter of previous year - Nil) on account of Special Reserve created under section 36(1)(viii) of the Income Tax Act, 1961.
10. Status of Investor's Complaints:
As on 1st April, 2014, the Bank had no pending investor's complaints. During the quarter, the Bank received 453 nos. of complaints, which were suitably resolved and no complaint was pending as on 30th June, 2014.
11. Provision coverage ratio as on 30th June 2014 is 50.00%.



2



12. The figures of previous period have been regrouped and reclassified wherever considered necessary in order to make them comparable.

(Rakesh Sethi)
Chairman & Managing Director

(Ashok Vij)
Director

(J. K. Singh Kharb)
Executive Director

(A. K. Goel)
General Manager
(Finance & Accounts and CFO)

(P. L. Pradhan)
Dy. General Manager
(Finance & Accounts)

(Bhavesh Mishra)
Asst General Manager
(Finance & Accounts)

Statutory Central Auditors

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

(N. K. Bhargava)
Partner

Membership No.-080624
FRN:000429N



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

(Samir Jain)
Partner

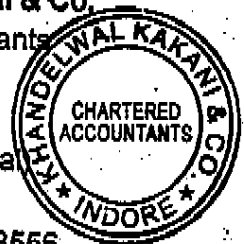
Membership No.-077010
FRN:000451N



For M/s Khandelwal Kakani & Co.
Chartered Accountants

(Piyush Khandelwal)
Partner

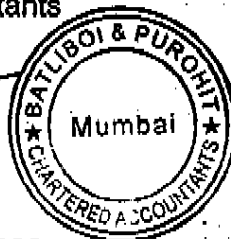
Membership No.-403556
FRN:001311C



For M/s Batliboi & Purohit
Chartered Accountants

(Parag Hangekar)
Partner

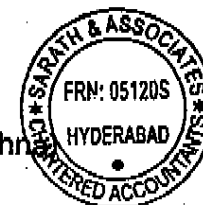
Membership No.-110096
FRN:101048W



For M/s Sarath & Associates
Chartered Accountants

(P. Gopi Krishna)
Partner

Membership No. -225868
FRN:005120S



Place: Kolkata.

Date : 25.07.2014

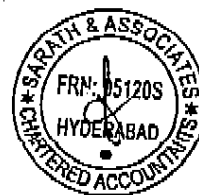
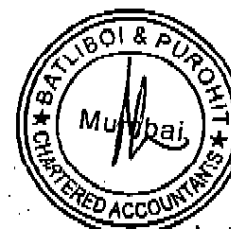
**LIMITED REVIEW REPORT ON THE FINANCIAL RESULTS
FOR THE QUARTER ENDED 30TH JUNE 2014**

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 ended 30th June 2014 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 Forex Cum Treasury branch and relied on the review reports in respect of non-performing assets received from concurrent auditors of 25 branches and 1 foreign branch. These review reports cover 53.84% 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.



1



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.

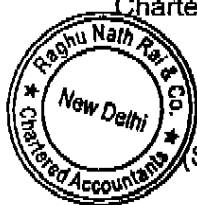
For M/s N.K.Bhargava & Co.
Chartered Accountants



(N. K. Bhargava)
Partner

Membership No.-080624
FRN:000429N

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



(Samir Jain)
Partner

Membership No.-077010
FRN:000451N

For M/s Khandelwal Kakani & Co.
Chartered Accountants



(Ajayush Khandelwal)
Partner

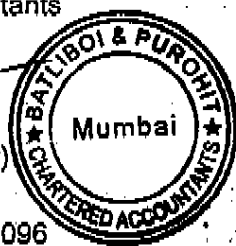
Membership No.-403556
FRN:001311C

For M/s Batliboi & Purohit
Chartered Accountants

(Parag Hangekar)

Partner

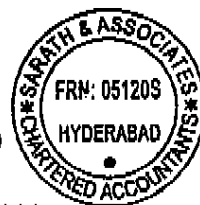
Membership No.-110096
FRN:101048W



For M/s Sarath & Associates
Chartered Accountants

(P. Gopi Krishna)
Partner

Membership No 225868
FRN:005120S



Place: Kolkata.

Date : 25.07.2014

ALLAHABAD BANK
SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE QUARTER ENDED 30TH JUNE 2014

(₹ in lakhs)					
Sl. No.	Particulars	Quarter Ended			Year ended
		30.06.2014 (Reviewed)	31.03.2014 (Audited)	30.06.2013 (Reviewed)	31.03.2014 (Audited)
A. Business Segment					
1	Segment Revenue				
	i) Treasury Operations	143710	135288	137203	532534
	ii) Corporate/Wholesale Banking	263579	246151	242831	967011
	iii) Retail Banking	141457	133856	121178	518282
	iv) Other Banking Operations	3054	8473	5283	78416
	Total	551800	523768	508495	2091243
	Less: Inter Segment Revenue	0	0	0	0
	Net Sales/Income from Operation	551800	523768	508495	2091243
2	Segment Result				
	Profit (+) / Loss (-) before Tax & after Interest from each segment				
	i) Treasury Operations	20331	6419	20654	39365
	ii) Corporate/Wholesale Banking	49889	31284	38415	127458
	iii) Retail Banking	48983	38363	40321	164072
	iv) Other Banking Operations	2771	7450	4802	71150
	Total (Operating Profit)	121983	83516	102192	402043
	Less:				
	i) Interest	0	0	0	0
	ii) Other Un-allocable Expenditure	85194	83932	44550	238391
	iii) Other Un-allocable Income	0	0	0	0
4	Total Profit before Tax	36789	19584	57642	163652
Capital Employed					
Segment Assets-Segment Liabilities					
	i) Treasury	295776	310590	289326	310590
	ii) Corporate / Wholesale Banking	538744	548473	567307	548473
	iii) Retail Banking	225047	190041	185946	190041
	iv) Other Banking Business	0	0	0	0
	v) Unallocated Assets	133872	130959	128633	130969
	Total Capital Employed	1191439	1180073	1179212	1189073
B. Geographic Segment					
Revenue					
	i) Domestic	545058	517900	501739	2070375
	ii) International	6742	5868	4756	20888
	Total	551800	523768	508495	2091243
Assets					
	i) Domestic	20385428	21104805	19754385	21104805
	ii) International	942791	938823	923505	938823
	Total	21328219	22043628	20677891	22043628

Notes on Accounts as per Annexure

(Rakesh Sethi)

Chairman & Managing Director

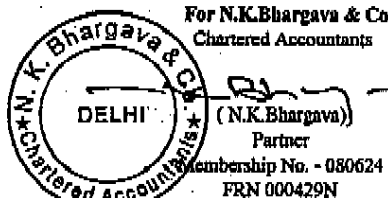
(Ashok Vij)

Director

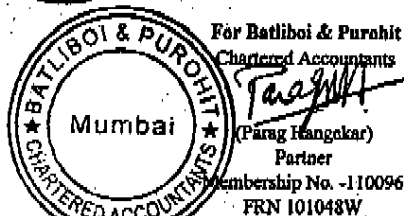
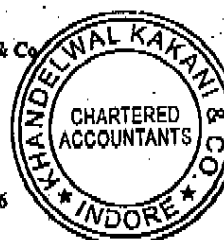
(A.K.Goel)

General Manager
(Finance & Accounts and CFO)(J. K. Singh Kharb)
Executive Director(P. L. Pradhan)
Dy. General Manager
(Finance & Accounts)

(Bhavesh Mishra)

Asst. General Manager
(Finance & Accounts)For N.K. Bhargava & Co.
Chartered Accountants

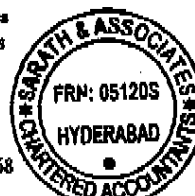
(N.K. Bhargava)

Partner
Membership No. - 080624
FRN 000429NFor Raghu Natha Rai & Co.
Chartered Accountants(Raghu Natha Rai)
Partner New Delhi
Membership No. - 077010
FRN 000441NFor Khandelwal Kakani & Co.
Chartered Accountants(Piyush Khandelwal)
Partner
Membership No. - 403556
FRN 001311CFor Batliboi & Purohit
Chartered Accountants

(Parag Hangekar)

Partner
Membership No. - 110096
FRN 101048WFor Sarath Associates
Chartered Accountants

(P. Gopi Krishna)

Partner
Membership No. - 225868
FRN 005120S

Date: 25/07/2014