LAKSHMI VILAS BANK

Secretarial Department

Ref/Sec/205/172/2013-2014 November 13, 2013

To
The Manager
Listing Department
M/s.National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051.

Symbol	Series
LAKSHVILAS	EQ

Dear Sir,

Sub: Forwarding of Un-Audited Financial Results for QE 30.09.2013

Please find enclosed the Un-Audited Financial Results and Limited Review Report of the Bank for the Second Quarter ended 30th September 2013, approved by the Board on 13.11.2013 for your records.

Thanking you,

Yours faithfully,

SECRETARIAL DEPARTMENT LVB A.O KARUR-6

N. Ramanathan
Company Secretary

Encl: A/a

LAKSHMI VILAS BANK

REGD. & ADMN. OFFICE, SALEM ROAD, KARUR 639 006

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2013

(₹ in lakhs)

PARTICULARS	QUARTER-ENDED			HALF-YEAR ENDED		YEAR ENDED
	30-Sep-13 (Reviewed)	30-Jun-13 (Reviewed)	30-Sep-12 (Reviewed)	30-Sep-13 (Reviewed)	30-Sep-12 (Reviewed)	31-Mar-13 (Audited)
1. INTEREST EARNED (a+b+c+d)	48567.18	47792.46	42984.40	96359.64	84889.89	176054.81
(a) Interest/discount on advances/bills	38793.16	38547.89	34351.14	77341.05	67710.46	139345.44
(b) Income on investments	9428.87	8977.97	8607.20	18406.84	17102.03	34078.20
(c) Interest on balances with RBI & Other inter- bank funds	13.87	231.40	26.06	245.27	37.75	78.48
(d) Others	331.28	35.20	0.00	366.48	39.65	2552.69
2. Other Income	5109.60	5453.01	4716.97	10562.61	8936.32	19706.63
3. Total Income (1+2)	53676.78	53245.47	47701.37	106922.25	93826.21	195761.44
4. Interest expended	36666.58	36156.95	33915.86	72823.53	67894.84	136854.98
5. Operating Expenses (i) + (ii)	9861.31	8663.68	8331.47	18524.99	15814.98	33791.77
(i) Employees cost	4516.20	4188.53	3852.73	8704.73	7653.22	15761.95
(ii) Other operating expenses	5345.11	4475.15	4478.74	9820.26	8161.76	18029.82
6. Total Expenditure (excluding provisions and contingencies (4) + (5)	46527.89	44820.63	42247.33	91348.52	83709.82	170646.74
7. Operating Profit before provisions and contingencies (3) - (6)	7148.88	8424.85	5454.04	15573.73	10116.39	25114.70
8. Provisions (other than Tax) and Contingencies	7463.54	4990.26	2860.72	12453.80	4699.92	11337.25
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)	-314.66	3434.59	2593.32	3119.93	5416.47	13777.45
11. Tax expense	-900.00	900.00	800.00	0.00	1100.00	4620.00
12. Net Profit/Loss from Ordinary activities after tax (10) - (11)	585.34	2534.59	1793.32	3119.93	4316.47	9157.45
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)	585.34	2534.59	1793.32	3119.93	4316.47	9157.45
15. Paid up equity share capital (Face Value ₹10/-)	9756.07	9754.07	9754.07	9756.07	9754.07	9754.07
16. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	83901.43	83901.43	78161.65	83901.43	78161.65	83901.43
17. Analytical Ratios						
i) Percentage of shares held by Govt. of India	NIL	NIL	NIL	NIL	NIL	NIL
ii) Capital Adequacy Ratio (%)						
(a) Basel - II	11.29	12.04	13.68	11.29	13.68	12.32
(b) Basel - III	10.98	11.52	NA	10.98	NA	NA
iii) Earnings Per Share (EPS)(*Not Annualised)						
(a) Basic EPS - before/after extra ordinary items (Not annualised) (₹)	0.60	2.60	1.84	3.20	4.43	9.39
(b) Diluted EPS - before/after extra ordinary items (Not annualised) (₹)	0.60	2.60	1.84	3.20	4.44	9.39
iv) NPA RATIOS						
(a) Gross NPA	64412.99	62483.48	49061.53	64412.99	49061.53	45990.78
Net NPA	45735.84	43462.28	31625.56	45735.84	31625.56	28380.90
(b) % of Gross NPA	5.22	5.27	4.50	5.22	4.50	3.87
% of NET NPA	3.77	3.74	2.95	3.77	2.95	2.43
(c) Return on Assets (%) (Annualised)	0.13	0.56	0.43	0.34	0.52	0.54
18. Public Shareholding						
- No. of Shares (in lakhs)	878.77	878.57	867.17	878.77	867.17	878.57
- Percentage of shareholding	90.07	90.07	88.90	90.07	88.90	90.07
19. Promoters and promoter group shareholding						
(a) Pledged /Encumbered						
- Number of Shares	3028509	2358663	3392250	3028509	3392250	2978628
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	31.28	24.36	31.34	31.28	31.34	30.76
- percentage of shares (as a % of the total share capital of the company)	3.10	2.42	3.48	3.10	3.48	3.05
(b) Non-encumbered						
- Number of shares	6654916	7324762	7430665	6654916	7430665	6704797
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	68.72	75.64	68.66	68.72	68.66	69.24
- percentage of share (as a % of the total share capital of the company)	6.82	7.51	7.62	6.82	7.62	6.87

SAGAR & ASSOCIATES * HYDERABAD * CHARTERED ACCOUNTANTS

THE LAKSHMI VILAS BANK LTD. ACCOUNTS DEPT. KARUR -6.

SEGMENT REPORTING - SEPTEMBER 2013

PART A: BUSINESS SEGMENTS	QUARTER ENDED			HALF YEAR ENDED		(₹ IN CRORE)
PARTICULARS	30/09/2013	30/06/2013	30/09/2012	30/09/2013	30/09/2012	YEAR ENDED 31/03/2013
1. *SEGMENT REVENUE* :	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
a. Treasury operations	95.45	105.30	90.06	200.75	179.44	366.35
b. Corporate/wholesale banking operations	174.94	180.51	164.83	355.45	324.26	690.08
c. Retail banking operations	262.50	245.99	221.53	508.49	433.37	873.04
d. Other banking operations	3.89	0.65	0.59	4.54	1.19	28.14
TOTAL	**536.77**	**532.45**	**477.01**	**1069.22**	**938.26**	**1957.61**
2. *SEGMENT RESULTS* (Profit/loss before Tax)						
a. Treasury operations	-5.77	13.88	7.11	8.11	11.05	20.39
b. Corporate/wholesale Banking operations	-3.97	4.99	7.80	1.02	17.65	38.82
c. Retail banking operations	4.05	15.45	10.89	19.50	24.77	53.42
d. Other banking operations	2.56	0.03	0.13	2.59	0.69	25.14
TOTAL	**-3.15**	**34.35**	**25.93**	**31.20**	**54.16**	**137.77**
PROFIT BEFORE TAX	**-3.15**	**34.35**	**25.93**	**31.20**	**54.16**	**137.77**
Less : Tax expenses	-9.00	9.00	8.00	0.00	11.00	46.20
NET PROFIT	**5.85**	**25.35**	**17.93**	**31.20**	**43.16**	**91.57**
3. SEGMENT ASSETS :						
a. Treasury operations	4928.08	4643.88	4495.05	4928.08	4495.05	4414.14
b. Corporate/wholesale banking operations	4819.11	4980.15	5322.77	4819.11	5322.77	5512.07
c. Retail banking operations	7858.29	7129.39	6049.66	7858.29	6049.66	6709.21
d. Other banking operations	1129.51	1038.12	963.42	1129.51	963.42	1031.26
TOTAL	**18734.99**	**17791.54**	**16830.90**	**18734.99**	**16830.90**	**17666.68**
4. SEGMENT LIABILITIES:						
a. Treasury operations	18.05	17.39	18.82	18.05	18.82	20.35
b. Corporate/wholesale banking operations	4006.04	3483.60	2475.06	4006.04	2475.06	3570.94
c. Retail banking operations	13216.18	12866.17	12953.31	13216.18	12953.31	12630.17
d. Other banking operations	448.93	384.69	382.11	448.93	382.11	430.88
TOTAL	**17689.20**	**16751.85**	**15829.30**	**17689.20**	**15829.30**	**16652.34**
CAPITAL AND RESERVES	1045.79	1039.69	1001.60	1045.79	1001.60	1014.34
TOTAL	**18734.99**	**17791.54**	**16830.90**	**18734.99**	**16830.90**	**17666.68**

PART B: GEOGRAPHICAL SEGMENTS

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

Previous period's figures have been regrouped, wherever necessary to conform to the current period's classification.

SAGAR & ASSOCIATES * HYDERABAD * CHARTERED ACCOUNTANTS

THE LAKSHMI VILAS BANK LTD. ACCOUNTS DEPT. KARUR-6.

THE LAKSHMI VILAS BANK LIMITED

BALANCE SHEET AS AT 30th September 2013

(₹000's)

I. CAPITAL & LIABILITIES	AS AT 30/09/2013	AS AT 30/09/2012	AS AT 31/03/2013
a. Capital	975607	975407	975407
b. Reserves & Surplus	9482279	9040626	9168038
c. Deposits	164554522	146388910	156189779
d. Borrowings	6549477	5882327	4800000
e. Other Liabilities & Provisions	5787987	6021769	5533579
TOTAL	**187349872**	**168309039**	**176666803**
II. ASSETS			
a. Cash & Balances with Reserve Bank of India	9790797	9408227	7281507
b. Balances with Banks and Money at Call & Short Notice	495117	418292	1437991
c. Investments	48227415	44159145	43245468
d. Advances	121213271	107204005	117027956
e. Fixed Assets	1900745	1900179	1898202
f. Other Assets	5722527	5219191	5775679
TOTAL	**187349872**	**168309039**	**176666803**

SAGAR & ASSOCIATES * HYDERABAD * CHARTERED ACCOUNTANTS

THE LAKSHMI VILAS BANK LTD. ACCOUNTS DEPT. KARUR-6.

LAKSHMI VILAS BANK

REGD. & ADMN.OFFICE, SALEM ROAD, KARUR 639 006

NOTES:

1	The working results for the quarter ended 30th September 2013 have been arrived at after considering provision for Non Performing Assets and Depreciation on Investments. Provision for Employees Benefit, Income Tax and Other usual and necessary provisions are on an estimated and proportionate basis and are subject to adjustment at the year end.
2	In accordance with RBI Circular no. DBOD.BP.BC.80/21.04.018/10-11 dt:09.02.2011 a) a sum of ₹3.89 crores has been charged to profit & loss account during the quarter on proportionate basis towards pension liability. The balance amount of ₹23.34 crores is carried forward to be charged to Profit & Loss Account in future periods. b) a sum of ₹0.77 crores has been charged to profit & loss account during the period on proportionate basis towards gratuity liability. The balance amount of ₹4.59 crores is carried forward to be charged to Profit & Loss Account in future periods.
3	RBI vide its circular No.DBOD.BP.BC.No.41/21.04.141/2013-14 dated 23.08.2013 has allowed banks to transfer SLR securities from AFS/HFT categories to HTM category upto 24.50% of NDTL, as a one time measure. Accordingly, Bank has transferred SLR securities of book value Rs.587.36 crore from AFS to HTM and recognised a loss of Rs.7.09 crore. The said circular allowed banks to distribute the net depreciation on the entire AFS and HFT portfolio on the valuation date over the current financial year in equal instalments. Accordingly, out of the net depreciation of Rs.32.41crore as at 30.09.2013, bank has recognised Rs.4.63 crore in the current quarter.
4	In respect of certain non-performing advances, bank has obtained dispensation from Reserve Bank of India vide RBI letter DBS.CO.PvtSBMD.No.2116/15.01.067/2013-14 dated 08.08.2013 and accordingly the bank has provided Rs.45.80 crore up to Sep 2013 in respect of such advances and the balance provision of Rs.51.45 crore will be made as permitted by RBI during the financial year ending March 2014.
5	In accordance with RBI Circular no. DBOD.BP.BC.88/21.06.201/2013-14 dt:28.03.2013, banks have been advised to disclose capital adequacy ratio computed under Basel III regulations from the quarter ended 30.06.2013. Accordingly, corresponding details for the previous years/periods are not furnished.
6	In accordance with RBI Circular no. DBOD.BP.BC.2/21.06.201/2013-14 dt:01.07.2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirements w.e.f.30.09.2013. Bank has made these disclosures available on its website.
7	The above financial results were recommended by the Audit Committee and approved by the Board of Directors of the Bank at their meeting held on 13th Nov, 2013.
8	The figures of the previous period/year have been regrouped/rearranged, wherever necessary.
9	Status of Investor Complaints for the quarter ended 30th September 2013
	Complaints pending at the beginning of the Quarter : Nil
	Complaints received during the Quarter : 1
	Complaints disposed during the Quarter: 1
	Complaints unresolved at the end of the Quarter: Nil

Place: Karur
Place: 13/11/2013

K.S.R.ANJANEYULU
MD & CEO

SAGAR & ASSOCIATES * HYDERABAD * CHARTERED ACCOUNTANTS

THE LAKSHMI VILAS BANK LTD. ACCOUNTS DEPT. KARUR-6.