LAKSHMI VILAS BANK

Secretarial Department CIN No. L65110TN1926PLC001377

Ref/Sec/205 & 266/ 61/2014-2015 July 16, 2014

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	**The General Manager** Department of Corporate Services **BSE Limited** Listing Department Phiroze Jeejeeboy Tower Dalal Street, Fort Mumbai - 400 001

Dear Sir,

Sub: Forwarding of Un-Audited Financial Results for QE 30.06.2014

Please find enclosed the Un-Audited Financial Results and Limited Review Report of the Bank for the First Quarter ended 30th June 2014, approved by the Board on 16.07.2014 for your records.

Thanking you,

Yours faithfully,

SECRETARIAL DEPARTMENT LVB A.O. CHENNAI-32

N. Ramanathan
Company Secretary

Encl: A/a

LAKSHMI VILAS BANK

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

(₹ in lakhs)

PARTICULARS	QUARTER-ENDED			YEAR ENDED
	30-Jun-14 (Reviewed)	31-Mar-14 (Audited)	30-Jun-13 (Reviewed)	31-Mar-14 (Audited)
1. INTEREST EARNED (a+b+c+d)	53039.33	51385.09	47792.46	198395.00
(a) Interest/discount on advances/bills	40633.71	41056.87	38547.89	159161.24
(b) Income on investments	11713.42	10212.55	8977.97	38266.81
(c) Interest on balances with RBI & Other inter- bank funds	159.78	101.50	231.40	365.78
(d) Others	532.42	14.17	35.20	601.17
2. Other Income	5673.41	6161.66	5453.01	21799.21
3. Total Income (1+2)	58712.74	57546.75	53245.47	220194.21
4. Interest expended	41419.75	38852.42	36156.95	149793.95
5. Operating Expenses (i) + (ii)	10316.74	10877.80	8663.68	39500.54
(i) Employees cost	5365.11	5156.98	4188.53	18787.65
(ii) Other operating expenses	4951.63	5720.82	4475.15	20712.89
6. Total Expenditure (excluding provisions and contingencies (4) + (5)	51736.49	49730.22	44820.63	189294.49
7. Operating Profit before provisions and contingencies (3) - (6)	6976.25	7816.53	8424.85	30899.72
8. Provisions (other than Tax) and Contingencies	3260.71	7638.49	4990.26	26859.17
9. Exceptional Items	0.00	0.00	0.00	0.00
10.Profit/Loss from ordinary activities before tax (7)-(8)-(9)	3715.54	178.04	3434.59	4040.55
11. Tax expense	900.00	-1925.00	900.00	-1925.00
12. Net Profit/Loss from Ordinary activities after tax (10) - (11)	2815.54	2103.04	2534.59	5965.55
13. Extra Ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00
14. Net Profit/Loss for the period (12+13)	2815.54	2103.04	2534.59	5965.55
15. Paid up equity share capital (Face Value ₹10/-)	9756.07	9756.07	9754.07	9756.07
16. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	87961.05	87961.05	83901.43	87961.05
17. Analytical Ratios				
i) Percentage of shares held by Govt. of India	NIL	NIL	NIL	NIL
ii) Capital Adequacy Ratio (%)				
(a) Basel - II	10.66	10.93	12.04	10.93
(b) Basel - III	10.49	10.90	11.52	10.90
iii) Earnings Per Share (EPS)(*Not Annualised)				
(a) Basic EPS - before/after extra ordinary items (Not annualised) (₹)	2.89	2.16	2.60	6.11
(b) Diluted EPS - before/after extra ordinary items (Not annualised) (₹)	2.89	2.16	2.60	6.12
iv) NPA RATIOS				
(a) Gross NPA	53111.15	54646.45	62483.48	54646.45
Net NPA	42331.97	44339.16	43462.28	44339.16
(b) % of Gross NPA	3.96	4.19	5.27	4.19
% of Net NPA	3.19	3.44	3.74	3.44
(c) Return on Assets (%) (Annualised)	0.53	0.43	0.56	0.32
18. Public Shareholding				
- No. of Shares (in lakhs)	881.78	880.17	878.57	880.17
- Percentage of shareholding	90.38	90.22	90.07	90.22
19. Promoters and promoter group shareholding				
(a) Pledged /Encumbered				
- Number of Shares	4181524	4584520	2358663	4584520
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	44.57	48.04	24.36	48.04
- percentage of shares (as a % of the total share capital of the company)	4.29	4.70	2.42	4.70
(b) Non-encumbered				
- Number of shares	5201329	4958333	7324762	4958333
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	55.43	51.96	75.64	51.96
- percentage of share (as a % of the total share capital of the company)	5.33	5.08	7.51	5.08

SAGAR & ASSOCIATES * CHARTERED ACCOUNTANTS * HYDERABAD

THE LAKSHMI VILAS BANK LTD * ACCOUNTS DEPT * CHENNAI-32

LAKSHMI VILAS BANK

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

NOTES:

1	The working results for the quarter ended 30th June 2014 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 ₹11.67 crores is carried forward to be charged to Profit & Loss Account during the year. b) a sum of ₹0.77 crores has been charged to profit & loss account during the quarter on proportionate basis towards gratuity liability. The balance amount of ₹2.29 crores is carried forward to be charged to Profit & Loss Account during the year.
3	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.
4	Status of Investor Complaints for the quarter ended 30th June 2014
	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
5	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 16th July, 2014.
6	The figures of the previous period/year have been regrouped/rearranged, wherever necessary.

Place: Chennai
Date: 16/07/2014

RAKESH SHARMA
MD & CEO

SAGAR & ASSOCIATES CHARTERED ACCOUNTANTS HYDERABAD

THE LAKSHMI VILAS BANK LTD ACCOUNTS DEPT CHENNAI-34

SEGMENT REPORTING - JUNE 2014

(₹ IN CRORE)

PART A: BUSINESS SEGMENTS	QUARTER ENDED			YEAR ENDED
PARTICULARS	30/06/2014	31/03/2014	30/06/2013	31/03/2014
1. *SEGMENT REVENUE* :	(Reviewed)	(Audited)	(Reviewed)	(Audited)
a. Treasury operations	125.04	104.62	105.30	403.65
b. Corporate/wholesale banking operations	177.30	182.44	180.51	715.29
c. Retail banking operations	279.11	287.06	245.99	1074.23
d. Other banking operations	5.68	1.35	0.65	8.77
TOTAL	**587.13**	**575.47**	**532.45**	**2201.94**
2. *SEGMENT RESULTS* (Profit/loss before Tax)				
a. Treasury operations	19.24	-7.63	13.88	-9.17
b. Corporate/wholesale Banking operations	3.18	0.85	4.99	7.33
c. Retail banking operations	10.47	8.46	15.45	38.13
d. Other banking operations	4.27	0.10	0.03	4.11
TOTAL	**37.16**	**1.78**	**34.35**	**40.41**
PROFIT BEFORE TAX	**37.16**	**1.78**	**34.35**	**40.41**
Less : Tax expenses	9.00	-19.25	9.00	-19.25
NET PROFIT	**28.16**	**21.03**	**25.35**	**59.66**
3. SEGMENT ASSETS :				
a. Treasury operations	6055.73	5814.38	4643.88	5814.38
b. Corporate/wholesale banking operations	5715.55	5286.10	4980.15	5286.10
c. Retail banking operations	8168.95	8486.06	7129.39	8486.06
d. Other banking operations	1205.32	1066.52	1038.12	1066.52
TOTAL	**21145.55**	**20653.06**	**17791.54**	**20653.06**
4. SEGMENT LIABILITIES:				
a. Treasury operations	23.86	24.46	17.39	24.46
b. Corporate/wholesale banking operations	5076.62	5982.87	3483.60	5982.87
c. Retail banking operations	14505.33	13178.22	12866.17	13178.22
d. Other banking operations	457.99	413.90	384.69	413.90
TOTAL	**20063.80**	**19599.46**	**16751.85**	**19599.46**
CAPITAL AND RESERVES	1081.75	1053.60	1039.69	1053.60
TOTAL	**21145.55**	**20653.06**	**17791.54**	**20653.06**

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 ★ CHENNAI-32

SAGAR & ASSOCIATES
CHARTERED ACCOUNTANTS

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Service Tax Regn. No. AAJFS7295N ST001

To
The Board of Directors,
Lakshmi Vilas Bank Ltd.,
Chennai.

Review Report to the Board of Directors of Lakshmi Vilas Bank Limited

We have reviewed the accompanying statement of unaudited financial results of Lakshmi Vilas Bank Limited for the quarter ended June 30, 2014. 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 statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagement to Review Financial Statements 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 the 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 concurrent audit reports received from other firms of auditors of 100 branches. These concurrent audit reports of the 100 branches reviewed by us cover 80% of the advances portfolio and 91% of the Non-performing Assets of the Bank. Apart from these, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.

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, has 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 SAGAR & ASSOCIATES
CHARTERED ACCOUNTANTS
F. R. NO:003510S

(CA.D.Manohar)
PARTNER
M.No: 029644
Station: Chennai
Date: 16th July, 2014