STATE BANK OF INDIA

Corporate Centre, Mumbai - 400 021

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH 2014

(Rs. in crores)

	Particulars	Standalone					Consolidated	
		Quarter ended			Year ended		Year ended	
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013	31.03.2014	31.03.2013
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	**Interest Earned (a)+(b)+(c)+(d)**	**35857.62**	**34853.11**	**30784.19**	**136350.80**	**119655.10**	**189062.43**	**167976.14**
	(a) Interest/discount on advances/bills	26949.22	26309.65	23064.21	102484.10	90537.10	141382.60	126442.18
	(b) Income on Investments	8228.20	8215.97	7035.03	31941.87	27198.63	44855.68	38701.23
	(c) Interest on balances with Reserve Bank of India and other interbank funds	98.37	92.03	166.14	409.31	545.14	1144.71	1338.70
	(d) Others	581.83	235.46	518.81	1515.52	1374.23	1679.44	1494.03
2	**Other Income**	6585.65	4214.79	5546.68	18552.92	16036.84	37882.13	32583.69
3	**TOTAL INCOME (1+2)**	**42443.27**	**39067.90**	**36330.87**	**154903.72**	**135691.94**	**226944.56**	**200559.83**
4	**Interest Expended**	22954.81	22236.66	19705.77	87068.63	75325.80	121479.04	106817.91
5	**Operating Expenses** (i) + (ii)	8860.64	9212.77	8864.46	35725.85	29284.42	63368.74	52819.80
	(i) Employee cost	5279.16	5867.13	5612.36	22504.28	18380.90	29868.36	24401.09
	(ii) Other Operating Expenses	3581.48	3345.64	3252.10	13221.57	10903.52	33500.38	28418.71
6	**TOTAL EXPENDITURE (4) + (5)** (excluding Provisions and Contingencies)	**31815.45**	**31449.43**	**28570.23**	**122794.48**	**104610.22**	**184847.78**	**159637.71**
7	**OPERATING PROFIT (3 - 6)** (before Provisions and Contingencies)	10627.82	7618.47	7760.64	32109.24	31081.72	42096.78	40922.12
8	**PROVISIONS** (other than tax) and Contingenecies (net-of write-backs)	5891.12	4149.61	4180.99	15935.35	11130.83	20771.24	15040.31
	--- of which provisions for Non-Performing Assets	5883.75	3428.59	3974.15	14223.57	11367.79	18337.30	14906.56
9	Exceptional Items	-	-	-	-	-	-	-
10	PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (7-8-9)	4736.70	3468.86	3579.65	16173.89	19950.89	21325.54	25881.81
11	Tax Expenses	1695.96	1234.52	280.43	5282.72	5845.91	6836.07	7558.82
12	NET PROFIT FROM ORDINARY ACTIVITIES AFTER TAX (10-11)	**3040.74**	**2234.34**	**3299.22**	**10891.17**	**14104.98**	**14489.47**	**18322.99**
13	Extraordinary items (net of tax expenses)	-	-	-	-	-	-	-
14	**NET PROFIT FOR THE PERIOD (12-13)**	**3040.74**	**2234.34**	**3299.22**	**10891.17**	**14104.98**	**14489.47**	**18322.99**
15	Share in profit of Associates						317.73	231.68
16	Share of Minority						633.43	638.44
17	**NET PROFIT AFTER MINORITY INTEREST (14+15-16)**	**3040.74**	**2234.34**	**3299.22**	**10891.17**	**14104.98**	**14173.77**	**17916.23**
18	**Paid-up equity Share Capital**	746.57	684.03	684.03	746.57	684.03	746.57	684.03
	(Face Value of Rs.10 per share)							
19	**Reserves excluding Revaluation Reserves**				117535.68	98199.65	146623.96	124348.99
	(As per the Balance Sheet of previous accounting year)							
20	**Analytical Ratios**							
	(i) Percentage of shares held by Government of India	58.60%	62.31%	62.31%	58.60%	62.31%	58.60%	62.31%
	(ii) Capital Adequacy Ratio							
	Basel II	12.96%	11.88%	12.92%	12.96%	12.92%		
	Basel III	12.44%	11.59%	-	12.44%	-		
	(iii) Earnings Per Share (EPS) (in Rs.)							
	(a) Basic and diluted EPS before Extraordinary items (net of tax expenses) (not annualised for three months)	41.79	32.66	49.13	156.76	210.06	204.00	266.82
	(b) Basic and diluted EPS after Extraordinary items (net of tax expenses) (not annualised for three months)	41.79	32.66	49.13	156.76	210.06	204.00	266.82
	(iv) NPA Ratios							
	(a) Amount of gross non-performing assets	61605.35	67799.33	51189.39	61605.35	51189.39		
	(b) Amount of net non-performing assets	31096.07	37167.35	21956.48	31096.07	21956.48		
	(c) % of gross NPAs	4.95%	5.73%	4.75%	4.95%	4.75%		
	(d) % of net NPAs	2.57%	3.24%	2.10%	2.57%	2.10%		
	(v) Return on Assets (net assets basis - Annualised)	0.69%	0.52%	0.81%	0.65%	0.97%		
21	**Public Shareholding**							
	..... No. of shares	309113267	257792831	257792831	309113267	257792831		
	..... Percentage of Shareholding	41.40%	37.69%	37.69%	41.40%	37.69%		
22	**Promoters and Promoter Group Shareholding**							
	(a) Pledged/Encumbered							
	Number of Shares	NIL						
	Percentage of Shares (as a percentage of the total shareholding of promoter and promoter group)							
	Percentage of Shares (as a percentage of the total share capital of the company)							
	(b) **Non-encumbered**							
	Number of Shares	437459825	426241140	426241140	437459825	426241140		
	Percentage of Shares (as a percentage of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%		
	Percentage of Shares (as a percentage of the total share capital of the company)	58.60%	62.31%	62.31%	58.60%	62.31%		

Summarised Balance Sheet

Particulars	Standalone			Consolidated		
	As at 31.03.2014 Audited	As at 31.12.2013 Unaudited	As at 31.03.2013 Audited	As at 31.03.2014 Audited	As at 31.12.2013 Unaudited	As at 31.03.2013 Audited
Capital and Liabilities						
Capital	746.57	684.03	684.03	746.57	684.03	684.03
Reserves & Surplus	117535.68	108232.21	98199.65	146623.96	136570.43	124348.99
Minority Interest				4909.15	4876.22	4253.86
Deposits	1394408.51	1349939.54	1202739.57	1838852.36	1793135.78	1627402.61
Borrowings	183130.88	189969.23	169182.72	223759.71	231412.45	203723.20
Other liabilities and provisions	96412.96	88886.31	95405.30	181089.86	164159.46	172695.88
Total Capital and Liabilities	1792234.60	1737711.32	1566211.27	2395981.61	2330838.37	2133108.57
Assets						
Cash and Balances with RBI	84955.66	64386.54	65830.41	114095.60	86387.20	89574.03
Balances with Banks and money at call and short notice	47593.97	40265.34	48989.75	53065.74	49900.55	55653.70
Investments	398308.19	426727.69	350877.50	578793.09	611213.41	519343.42
Advances	1209828.72	1148900.95	1045616.55	1578276.69	1506209.63	1392608.03
Fixed Assets	8002.16	7799.12	7005.02	10559.78	10430.11	9369.93
Other Assets	43545.90	49631.68	47892.04	61190.71	66697.47	66559.46
Total Assets	1792234.60	1737711.32	1566211.27	2395981.61	2330838.37	2133108.57

Segment-wise Revenue, Results and Capital Employed

Part A : Primary Segment

(Rs.in crores)

		Particulars	Standalone					Consolidated	
			Quarter ended			Year ended		Year ended	
			31.03.2014 Audited	31.12.2013 Unaudited	31.03.2013 Audited	31.03.2014 Audited	31.03.2013 Audited	31.03.2014 Audited	31.03.2013 Audited
1		Segment Revenue (income)							
	a	Treasury Operations	9099.89	8679.56	7728.14	34763.95	29467.67	42418.29	33722.31
	b	Corporate / Wholesale Banking Operations	14988.36	13918.06	12422.07	54180.43	46453.57	73300.30	65688.06
	c	Retail Banking Operations	18085.88	16442.26	15922.17	65543.48	59427.06	89329.62	82613.11
	d	Insurance Business						18066.15	15264.65
	e	Other Banking Operations						3388.22	2798.89
	f	Add / (Less) : Unallocated	269.14	28.02	258.49	415.86	343.64	441.98	472.81
		Total	42443.27	39067.90	36330.87	154903.72	135691.94	226944.56	200559.83
2		Results (Profit before tax)							
	a	Treasury Operations	1026.36	-577.88	69.70	1508.29	4782.29	847.54	3909.10
	b	Corporate / Wholesale Banking Operations	-1842.91	427.44	719.45	2176.59	7315.21	4945.83	10440.31
	c	Retail Banking Operations	6234.45	4509.53	3427.82	15762.74	11215.21	18007.47	14161.86
	d	Insurance Business						718.43	560.15
	e	Other Banking Operations						948.79	900.09
		Segment Results Total	5417.90	4359.09	4216.97	19447.62	23312.71	25468.06	29971.51
	f	Add / (Less) : Unallocated	-681.20	-890.23	-637.32	-3273.73	-3361.82	-4142.52	-4089.70
		Total Profit Before Tax	4736.70	3468.86	3579.65	16173.89	19950.89	21325.54	25881.81
		Less : Income Tax	1695.96	1234.52	280.43	5282.72	5845.91	6836.07	7558.82
		Less : Extraordinary Profit / Loss	-	-	-	-	-	-	-
		Net Profit before share of profit in Assocoates/ Minority Interest	3040.74	2234.34	3299.22	10891.17	14104.98	14489.47	18322.99
		Add: Share in profit of Associates						317.73	231.68
		Less: Minority Interest						633.43	638.44
		Net Profit*	3040.74	2234.34	3299.22	10891.17	14104.98	14173.77	17916.23
3		Capital Employed (Segment Assets - Segment Liabilities)							
	a	Treasury Operations	208469.35	200983.27	173535.69	208469.35	173535.69	280549.50	206637.41
	b	Corporate / Wholesale Banking Operations	87054.37	90105.70	90669.52	87054.37	90669.52	128678.74	147117.19
	c	Retail Banking Operations	-141191.90	-140946.58	-132934.13	-141191.90	-132934.13	-220907.68	-192649.14
	d	Insurance Business						3859.39	3087.76
	e	Other Banking Operations						3735.90	3315.48
	f	Unallocated	-36049.57	-41226.15	-32387.40	-36049.57	-32387.40	-48545.32	-42475.68
		Total	118282.25	108916.24	98883.68	118282.25	98883.68	147370.53	125033.02

* Segments Net Results are arrived after taking the effects of Transfer Pricing

Part B : Secondary Segments

(Rs. in crores)

	Geographic Segments	Domestic Operation		Foreign Operation		Total	
		Year ended (Audited)		Year ended (Audited)		Year ended (Audited)	
	Particulars	31.03.2014	31.03.2013	31.03.2014	31.03.2013	31.03.2014	31.03.2013
1	Revenue	145647.12	127139.47	8840.74	8208.83	154487.86	135348.30
2	Results	16377.14	20026.46	3070.48	3286.25	19447.62	23312.71
3	Assets	1524746.71	1339476.62	267487.89	226734.65	1792234.60	1566211.27
4	Liabilities	1406464.46	1240592.94	267487.89	226734.65	1673952.35	1467327.59

The above results have been approved by the Central Board of the Bank at the meeting held on 23rd May, 2014

i. The above results have been reviewed by the Audit Committee of the Board at their meeting held on May 22, 2014 and approved by the Board of Directors at their meeting held on May 23, 2014.

ii. The financial results for the year ended March 31, 2014 have been arrived at after considering necessary provisions for NPAs, Standard Assets, Standard Derivative Exposures, and depreciation on Investment on the basis of prudential norms issued by RBI. Provisions for contingencies, Employee Benefits, Income Tax (after adjustment for deferred tax), Wealth Tax and for other items/assets are on estimated basis.

iii. There is no material change in the accounting policies adopted during the year ending March 31, except (a) change in the rate of depreciation on software forming integral part of hardware which has been aligned with the rate of depreciation charged on hardware and (b) change in the method of assessment of liability on account of reward points on Debit Cards to actuarial method. The impact of change in the year being ₹ 20.41 crores and ₹.55.48 crores increase in profit respectively. The information presented above is extracted from the audited financial statements of the Bank.

iv. The figures for the quarter ended March 31, 2014 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the year to date figures up to the end of the third quarter of the relevant financial year.

v. Banks are required to disclose Capital Adequacy Ratio under Basel – III capital regulations from the current year only. Hence, comparative details for previous periods are not disclosed. Pillar 3 (Market Discipline) disclosures (unaudited) as per RBI guidelines on Composition of Capital Disclosure Requirements as at March 31, 2014 for the Group can be accessed at the Bank's website http://www.sbi.co.in.

vi. The Central Board has declared a dividend of ₹ 30.00 per share (@300%) for the year ended March 31, 2014 inclusive of an interim dividend already paid of ₹15.00 per share (@150%).

vii. In accordance with RBI Circular No. DBOD.BP.BC.80/21.04.018/2010-11 dated February 9, 2011 the Bank had opted to amortise the additional liability on account of enhancement in Gratuity limit over a period of 5 years beginning with the financial year ended March 31, 2011. However, the Bank in the current year has decided to provide in full the balance un-recognised liability and accordingly, the Bank has charged a sum of ₹ 200 crores to the Profit and Loss Account for the financial year ended March 31, 2014.

viii. On January 2, 2014, the Bank has issued and allotted 1,12,18,685 equity shares, ranking pari-passu with the existing equity shares of the Bank in all respects, including dividend, on preferential basis to Government of India, at an Issue Price of ₹1782.74 per share (face value of ₹10/- each and premium of ₹1772.74 per equity share) aggregating ₹1,999.99 crores. On February 3, 2014, the Bank issued and allotted 5,13,20,436 equity shares at a price of ₹1,565 per equity share (face value of ₹10/- each and a premium of ₹1,555/- per equity share) aggregating ₹ 8,031.65 crores to Qualified Institutional Buyers in terms of Chapter VIII of the ICDR Regulations. These shares shall rank pari-passu with the existing equity shares of the Bank and shall be entitled to such dividends and corporate benefits, if any, declared by the Bank.

ix. On January 2, 2014 the Bank issued Basel III compliant Tier 2 bonds of ₹2,000 crores with a tenor of 120 months (10 year bullet), at an annually payable coupon of 9.69% by way of private placement.

x. During the year, the Bank has utilized the specific provisions of ₹ 2056.26 crores made during previous years (2011-12 and 2012-13) against certain non performing domestic advances to provide for estimated loss in the collectible amounts of such advances.

xi. The Ninth Bipartite Settlement entered into by the Indian Banks' Association on behalf of the member Banks with the All India Unions of Workmen expired on 31st October 2012. Pending execution of agreement for wage revision, to be effective from 1st November 2012, a provision of ₹ 1814 Crores (previous year ₹720 crores) has been made during the year. Considering the above the Bank, on estimated basis, has made a provision of ₹ 540 crores (previous year ₹ 225 crores) towards Superannuation and other long term employee benefits.

xii. The provision towards Sick Leave and Casual Leave has been assessed based on the actuarial valuation considering the past behavioural pattern as on 31st March 2014 as ₹ Nil. Accordingly, the existing provision of ₹ 474.97 crores has been reversed during the year.

xiii. RBI vide Circular No DBOD.No.BP.BC.77/21.04.018/2013-14 dated December 20, 2013 on 'Deferred Tax Liability on Special Reserve created under Section 36(1)(viii) of the Income Tax Act, 1961', has advised that , as a matter of prudence, Deferred Tax Liability (DTL) should be created on Special Reserve. Further, RBI has allowed the banks to adjust the provision for DTL on Special Reserve as at 31st March 2013 against the Reserves and the provision for DTL on Special Reserve created from the year 2013-14 should be charged to the profit and loss account. Accordingly, an amount of ₹ 1,525.13 crores has been adjusted from the reserves for creation of DTL on Special Reserve of ₹ 4,487 crores as on 31st March 2013. Further, an amount of ₹ 359.61 crores has been charged to Profit and Loss Account for creation of DTL on Special Reserve u/s 36(1)(viii) of the Income Tax Act, 1961 for the year.

xiv. RBI vide Circular No. DBOD.No.BP.95/21.04.048/2013-14 dated February 7, 2014 on 'Utilisation of Floating Provisions/Counter Cyclical Provisioning Buffer' has allowed the banks, to utilise up to 33 per cent of Counter Cyclical Provisioning Buffer (CCPB) held by them as on March 31, 2013, for making specific provisions for Non-Performing Assets (NPAs) as per the policy approved by the Bank's Board of Directors'. Accordingly, the Bank has utilized the CCPB of ₹ 750 crores (as against the maximum permissible limit of ₹ 1,132 crores i.e. 33% of ₹ 3,430 crores the balance as on 31.03.2013) for making specific provision for NPAs.

xv. Provision Coverage Ratio as on March 31, 2014 works out to 62.86% (Previous Year 66.58%).

xvi. The Bank has received 53 Investors' complaints during the quarter ended March 31, 2014 which have been disposed off. There were no pending Investors' Complaints either at the beginning or end of the quarter. Previous period figures have been regrouped/reclassified, wherever necessary, to conform to current period classification.

P Pradeep Kumar	**A Krishna Kumar**	**Arundhati Bhattacharya**
MD & GE (CB)	**MD & GE (IB)**	**CHAIRMAN**

Place : Kolkata

Date : 23.05.2014