SOUTH INDIAN Bank

UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 30th JUNE 2013

(₹ in Lakhs)

Particulars	3 months ended			Year ended
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
	Unaudited	Audited #	Unaudited	Audited
1. Interest earned (a) + (b) + (c) + (d)	122514	116541	106943	443429
(a) Interest/discount on advances/bills	96623	94314	85798	357594
(b) Income on investments	21942	19709	18140	74639
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	3949	2518	3005	11196
(d) Others	-	-	-	-
2. Other Income	11774	12096	7498	33493
3. Total income (1+2)	134288	128637	114441	476922
4. Interest Expended	89757	83171	77265	315346
5. Operating Expenses (i) + (ii)	19375	24856	16427	76717
(i) Employees cost	11716	16269	10017	47251
(ii) Other operating expenses	7659	8587	6410	29466
6. Total expenditure (4) + (5) excluding provisions and contingencies	109132	108027	93692	392063
7. Operating Profit before Provisions and Contingencies (3) - (6)	25156	20610	20749	84859
8. Provisions (other than tax) and Contingencies	10535	6589	2539	16101
9. Exceptional Items	-	-	-	3172
10. Profit from Ordinary Activities before tax (7)-(8)-(9)	14621	14021	18210	65586
11. Tax expense	3137	(1362)	5906	15359
12. Net Profit from Ordinary Activities after tax (10)-(11)	11484	15383	12304	50227
13. Extra ordinary items (Net of Tax Expense)	-	-	-	-
14. Net Profit for the period (12+13)	11484	15383	12304	50227
15. Paid-up Equity Share Capital (Face Value ₹ 1)	13403	13385	11350	13385
16. Reserves excluding Revaluation Reserves				273178
17. Analytical Ratios				
i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - BASEL II	13.66	13.91	13.16	13.91
iii) Earning Per Share (EPS)				
(a) Basic EPS - before and after Extraordinary items (₹)	0.86 *	1.15 *	1.08 *	4.03
(b) Diluted EPS - before and after Extraordinary items (₹)	0.85 *	1.14 *	1.07 *	3.99
iv) NPA Ratios (a) Gross NPA	49260	43387	29469	43387
Net NPA	34840	24953	9515	24953
(b) % of Gross NPA	1.57	1.36	1.08	1.36
% of Net NPA	1.12	0.78	0.35	0.78
v) Return on Assets (Annualised)	0.94	1.35	1.22	1.17
18. Public Shareholding				
- No.of Shares (in Lakhs)	13403	13385	11350	13385
- Percentage of Shareholding	100%	100%	100%	100%
19. Promoters and promoter group Shareholding				
(a) Pledged/ Encumbered				
- Number of shares	NIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the Company]	NIL	NIL	NIL	NIL
(b) Non Encumbered				
- Number of shares	NIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the Company]	NIL	NIL	NIL	NIL

* *Not annualised* # Refer note 8

The South Indian Bank Ltd. CFM DEPT. H.O. Thrissur

S.R. Batliboi & Associates LLP Chennai Chartered Accountants

SOUTH INDIAN Bank

Segmentwise Results

(₹ in Lakhs)

Particulars	3 months ended			Year ended
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
	Unaudited	Audited #	Unaudited	Audited
1. Segment Revenue				
a) Treasury	32205	23855	24185	93901
b) Corporate/ Wholesale Banking	52674	51182	42665	188799
c) Retail Banking	47868	50129	46222	185256
d) Other Banking Operations	1541	3471	1369	8966
Total	134288	128637	114441	476922
Less : Inter segment Revenue	-	-	-	-
Net Income from Operations	134288	128637	114441	476922
2. Segment Results				
Profit(+)/Loss (-) before tax and after interest from each segment				
a) Treasury	2939	(7620)	(594)	(9854)
b) Corporate/ Wholesale Banking	2157	2895	4472	15639
c) Retail Banking	8206	15926	13126	52277
d) Other Banking Operations	1319	2820	1206	7524
Total	14621	14021	18210	65586
Less: unallocated expenditure	-	-	-	-
Profit Before Tax	14621	14021	18210	65586
3.Capital Employed				
a) Treasury	88878	88351	70887	88351
b) Corporate/ Wholesale Banking	99947	109896	80990	109896
c) Retail Banking	76282	79410	66828	79410
d) Other Banking Operations	-	-	-	-
e) Un allocated	46838	22704	10354	22704
Total	311945	300361	229059	300361

Refer note 8

Notes:

1 The above financial results for the period ended June 30, 2013 reviewed by the Audit Committee of the Board have been approved by the Board of Directors at their meeting held on July 12, 2013 and subjected to limited review by the Statutory Central Auditor.

2 In respect of a non performing advance of ₹ 150 crores bank had obtained a special dispensation from Reserve bank of India (RBI) vide RBI letter DBS (T) No 674/02.05.06/2012-13 dated December 31,2012 from complying with the " Prudential Norms on Income recognition ,asset classification and provisioning pertaining to advances" issued by the RBI. Based on such dispensation the bank had provided ₹ 90 crores up to March 31,2013 in respect of such advance and the balance provision , if required , was to be provided as permitted by RBI during the financial year ending March 31,2014.
In the current quarter, based on anticipated delays in the ultimate recoverability of the advance, the bank has decided to make the balance of ₹ 60 Crore provision fully during the quarter under review and to technically write off the advance of ₹ 150 crores instead of phasing it out over the financial year March 31, 2014 as permitted by RBI.

3 During the quarter ended June 30, 2013, the Bank allotted 17,87,796 shares, pursuant to the exercise of stock option by certain employees.

4 The Reserve Bank of India vide its letter dated April 8, 2011 has permitted the bank to amortize over a period of five years, beginning with the financial year ended March 31, 2011, the additional liability of ₹ 156.53 Crores on account of reopening of pension option and enhancement in gratuity limit to its existing employees. Accordingly, the results for the quarter ended June 30, 2013 are after considering a provision of ₹ 8.87 Crores being the proportionate charge for the quarter towards the deferred pension and gratuity costs and the balance unamortized deferred expenditure is ₹ 41.85 Crores.

5 In computing the segment information certain estimates and assumptions have been made by our management which have been relied upon by the Statutory Central Auditor of the Bank.

6 Details of Investor complaints received and disposed off:

Complaints at the beginning of the quarter	Received during the quarter	Redressed during the quarter	Unresolved at the end of the quarter
0	69	69	0

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

8 The figures of the last quarter of FY 2012-13 are the balancing figures between audited figures in respect of the full financial year upto March 31, 2013 and the unaudited published year to date figures upto the December 31, 2012 being the date of the end of the third quarter of the financial year which were subject to Limited Review.

Thrissur
12th July 2013

S.R. Batliboi & Associates LLP ★ Chartered Accountants ★ Chennai

DR. V. A. JOSEPH
(Managing Director & C E O)

The South Indian Bank Ltd. ★ CFM DEPT. ★ H.O. Thrissur

S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants

6th & 7th Floor- "A" Block
Tidel Park, (Module 601, 701 & 702)
No. 4, Rajiv Gandhi Salai, Taramani
Chennai-600 113, India
Tel : +91 44 6654 8100
Fax : +91 44 2254 0120

Limited Review Report

Review Report to
The Board of Directors
The South Indian Bank Limited

1. We have reviewed the accompanying statement of unaudited financial results of The South Indian Bank Limited ('the Company') for the quarter ended June 30, 2013 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company 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.

3. In the conduct of our review as stated above, we have relied on the review reports in respect of non-performing assets received from concurrent auditors of 114 branches. These review reports of the concurrent auditors' are estimated to cover 66 % percent 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 of the bank.

4. Without qualifying our conclusion, we draw attention to note 4 to the statement, which describes deferment of pension and gratuity liability relating to existing employees of the Bank to the extent of Rs. 156.53 Crores and the unamortized liability of Rs 41.85 crores as at June 30, 2013 pursuant to the exemption granted by the Reserve Bank of India and made applicable to the Bank vide letter No. DBOD No. BP.BC.15896/21.04.018/2010-11 dated April 8, 2011 from the application of the provisions of Accounting Standard (AS) 15, Employee Benefits.

5. 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 recognition and measurement principles laid down in Accounting Standard 25 Interim Financial Reporting, notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) 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 S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W

per Subramanian Suresh
Partner
Membership No.:083673

S.R. Batliboi & Associates LLP Chennai Chartered Accountants

Place: Chennai
Date: July 12, 2013