SOUTH INDIAN Bank

UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 30th SEPTEMBER 2012

(₹ in Lakhs)

Particulars	3 months ended			6 months ended		Year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Interest earned (a) + (b) + (c) + (d)	107170	106943	87725	214113	164596	358343
(a) Interest/discount on advances/bills	85094	85798	70188	170892	131185	286808
(b) Income on investments	18459	18140	15153	36599	29557	62111
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	3617	3005	2384	6622	3854	9424
(d) Others	-	-	-	-	-	-
2. Other Income	7283	7498	5308	14781	10470	24707
3. Total income (1+2)	114453	114441	93033	228894	175066	383050
4. Interest Expended	77397	77265	61848	154662	118222	256169
5. Operating Expenses (i) + (ii)	17092	16427	14551	33519	25897	61729
(i) Employees cost	10145	10017	8771	20162	15675	37411
(ii) Other operating expenses	6947	6410	5780	13357	10222	24318
6. Total expenditure (4) + (5) excluding provisions and contingencies	94489	93692	76399	188181	144119	317898
7. Operating Profit before Provisions and Contingencies (3) - (6)	19964	20749	16634	40713	30947	65152
8. Provisions (other than tax) and Contingencies#	2374	2539	2383	4913	4467	7918
9. Exceptional Items#	3222	-	-	3222	-	-
10. Profit from Ordinary Activities before tax (7)-(8)-(9)	14368	18210	14251	32578	26480	57234
11. Tax expense - Current Tax	4861	6377	5049	11238	9484	19728
- Deferred Tax	(208)	(471)	(293)	(679)	(747)	(2659)
12. Net Profit from Ordinary Activities after tax (10)-(11)	9715	12304	9495	22019	17743	40165
13. Extra ordinary items (Net of Tax Expense)	-	-	-	-	-	-
14. Net Profit for the period (12+13)	9715	12304	9495	22019	17743	40165
15. Paid-up Equity Share Capital (Face Value ₹ 1)	13355	11350	11301	13355	11301	11337
16. Reserves excluding Revaluation Reserves						190949
17. Analytical Ratios						
i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - BASEL II	14.43	13.16	13.48	14.43	13.48	14.00
iii) Earning Per Share (EPS)						
(a) Basic EPS - before and after Extraordinary items (₹)	0.82 *	1.08 *	0.84 *	1.90 *	1.57 *	3.55
(b) Diluted EPS - before and after Extraordinary items (₹)	0.81 *	1.07 *	0.83 *	1.88 *	1.55 *	3.50
iv) NPA Ratios (a) Gross NPA	49579	29469	23051	49579	23051	26716
Net NPA	24188	9515	5831	24188	5831	7651
(b) % of Gross NPA	1.74	1.08	0.99	1.74	0.99	0.97
% of Net NPA	0.86	0.35	0.25	0.86	0.25	0.28
v) Return on Assets (Annualised)	0.92	1.22	1.09	1.06	1.05	1.12
18. Public Shareholding						
- No.of Shares (in Lakhs)	13355	11350	11301	13355	11301	11337
- Percentage of Shareholding	100%	100%	100%	100%	100%	100%
19. Promoters and promoter group Shareholding						
(a) Pledged/ Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the Company]	NIL	NIL	NIL	NIL	NIL	NIL
(b) Non Encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the Company]	NIL	NIL	NIL	NIL	NIL	NIL

 # Refer Note 6

** Not annualised*

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

FOR IDENTIFICATION PURPOSES ONLY S.R. BATLIBOI & ASSOCIATES CHARTERED ACCOUNTANTS SRBA CHENNAI

SOUTH INDIAN Bank

Segmentwise Results

(₹ in Lakhs)

Particulars	3 months ended			6 months ended		Year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
a) Treasury	23686	24185	19459	47871	37352	78438
b) Corporate/ Wholesale Banking	45840	42665	31336	88505	60139	133803
c) Retail Banking	42340	46222	41285	88562	75808	166022
d) Other Banking Operations	2587	1369	953	3956	1769	4787
Total	114453	114441	93033	228894	175068	383050
Less : Inter segment Revenue	-	-	-	-	-	-
Net Income from Operations	114453	114441	93033	228894	175068	383050
2. Segment Results						
Profit(+)/Loss (-) before tax and after interest from each segment						
a) Treasury	75	(594)	(1,741)	(519)	(3205)	(1187)
b) Corporate/ Wholesale Banking	1727	4472	5615	6199	9831	7725
c) Retail Banking	10361	13126	9654	23487	18463	46781
d) Other Banking Operations	2205	1206	723	3411	1391	3915
Total	14368	18210	14251	32578	26480	57234
Less: unallocated expenditure	-	-	-	-	-	-
Profit Before Tax	14368	18210	14251	32578	26480	57234
3.Capital Employed						
a) Treasury	76594	70887	54681	76594	54681	57209
b) Corporate/ Wholesale Banking	98814	80990	52153	98814	52153	71537
c) Retail Banking	74249	66828	58096	74249	58096	63303
d) Other Banking Operations	-	-	-	-	-	-
e) Un allocated	33291	10354	36189	33291	36,189	24701
Total	282948	229059	201119	282948	201119	216750

Notes:

1. Statement of Assets and Liabilities as on 30th September 2012 is given below:

[₹ in Lakhs]

	As at		
	30.09.2012	30.09.2011	31.03.2012
	Reviewed	Reviewed	Audited
CAPITAL AND LIABILITIES			
Capital	13355	11301	11337
Share application money received pending allotment	-	-	1
Employees Stock Option Outstanding	313	289	290
Reserves and Surplus	269593	189819	205411
Deposits	3848973	3303828	3650053
Borrowings	73777	50229	58819
Other Liabilities and Provisions	97478	88386	111094
Total	4303489	3643852	4037005
ASSETS			
Cash and Balances with Reserve Bank of India	234633	205553	157184
Balances with Banks and money at call & short notice	130385	127631	106870
Investments	1028462	911860	939987
Advances	2815551	2301721	2728074
Fixed Assets	38127	36004	37750
Other Assets	56331	61083	67140
Total	4303489	3643852	4037005

2 The above financial results for the period ended September 30, 2012 reviewed by the Audit Committee of the Board have been approved by the Board of Directors at their meeting held on October 19, 2012 and subjected to limited review by the Statutory Central Auditor.

3 The financial results have been arrived at after providing for Standard/Non performing assets as per RBI norms, Taxes and other necessary provisions.

4 During the quarter ended September 30, 2012, the Bank allotted 5,65,440 shares, pursuant to the exercise of stock option by certain employees. Further, the Bank issued 20 crore equity shares of ₹ 1/- each at a premium of ₹ 21.13 per share aggregating to ₹ 442.60 crore to Qualified Institutional Investors.

5 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 September 30, 2012 are after considering a provision of ₹ 9.67 Crores being the proportionate charge for the quarter towards the deferred pension and gratuity costs and the balance unamortized deferred expenditure is ₹ 65.46 Crores.

6 During the quarter ended September 30, 2012, the Bank has identified certain acts of fraud committed by its employees at one of the Branches amounting to ₹ 34.15 Crores. Based on the Reserve Bank of India guidelines, the Bank has provided ₹ 32.22 Crores (net of recoveries), and disclosed as an exceptional item.

7 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.

8 Details of Investor complaints received and disposed off:

Complaints at the beginning of the	Received during the	Redressed during the	Unresolved at the end of the
0	47	47	0

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

Kochi
19th October 2012

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

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

FOR IDENTIFICATION PURPOSES ONLY
M/s. R. BATLIBOI & ASSOCIATES
CHARTERED ACCOUNTANTS
SRBA CHENNAI

S.R. BATLIBOI & ASSOCIATES
Chartered Accountants

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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 September 30, 2012 (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 5 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 65.46 Crores as at September 30, 2012 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 zpursuant 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.

SR Batliboi & Associates

For S.R. BATLIBOI & ASSOCIATES
Chartered Accountants
Firm registration number: 101049W

per Subramanian Suresh
Partner
Membership No.:083673

Place: Chennai
Date: October 19, 2012

S.R. BATLIBOI & ASSOCIATES ★ CHENNAI ★ CHARTERED ACCOUNTANTS