



HEAD OFFICE : MANIPAL - 576 104 ; KARNATAKA
UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

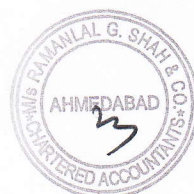
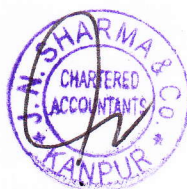
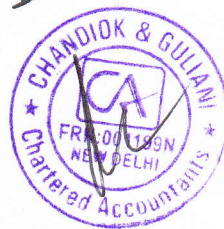
(₹ in Lakhs)

Particulars	Quarter Ended 30.06.2014 (Reviewed)	Quarter Ended 31.03.2014 (audited)	Quarter Ended 30.06.2013 (Reviewed)	Year Ended 31.03.2014 (Audited)
1 Interest Earned (a + b + c + d)	506674	489577	443166	1862033
a) Interest / Discount on Advances / Bills	392571	371199	347967	1441964
b) Income on Investments	107374	104041	86332	378139
c) Interest on balances with Reserve Bank of India and other Inter Bank Funds	6418	5220	7476	29490
d) Others	311	9117	1391	12440
2 Other Income	45634	46163	29452	132488
3 TOTAL INCOME (1 + 2)	552308	535740	472618	1994521
4 Interest Expended	371581	346311	309433	1308051
5 Operating Expenses (i) + (ii)	79338	89668	68330	330175
i) Employees Cost	51867	61638	43923	222862
ii) Other Operating Expenses	27471	28030	24407	107313
6 TOTAL EXPENDITURE (4 + 5)	450919	435979	377763	1638226
(excluding Provisions and Contingencies)				
7 OPERATING PROFIT (3 - 6)	101389	99761	94855	356295
(before Provisions and Contingencies)				
8 Provisions (other than tax) and Contingencies	46783	63149	48916	191954
9 Exceptional Items	0	0	0	0
10 Profit (+) / Loss (-) from Ordinary Activities before Tax (7 - 8 - 9)	54606	36612	45939	164341
11 Tax Expense	6064	-4318	711	-6805
a) Provision for Taxes	9163	-4815	15599	7503
b) DTA/DTL/MAT	-3099	497	-14888	-14308
12 Net Profit (+) / Loss (-) from Ordinary Activities after Tax (10 - 11)	48542	40930	45228	171146
13 Extraordinary items (net of Tax Expense)				
14 Net Profit (+) / Loss (-) for the period (12 - 13)	48542	40930	45228	171146
15 Paid-up Equity Share Capital (Face value of ₹ 10/- per share)	62458	62458	60195	62458
16 Reserves excluding Revaluation Reserves (as per Balance Sheet of Previous Accounting Year)	1027304	1027304	896364	1027304
17 Analytical Ratios				
i) Percentage of shares held by Government of India	67.39	67.39	66.17	67.39
ii) Capital Adequacy Ratio (%) :				
Basel II	11.18	12.01	11.93	12.01
Basel III	10.80	11.41	11.49	11.41
iii) Earning per Share (in ₹)				
Basic and diluted EPS before and after Extraordinary items, net of Tax Expense [not annualised]	7.77	6.58	7.51	28.21
iv) NPA Ratios:				
a) Gross NPA	524338	461113	355426	461113
b) Net NPA	327149	272060	175883	272060
c) Percentage of Gross NPA	2.97	2.62	2.38	2.62
d) Percentage of Net NPA	1.88	1.56	1.19	1.56
v) Return on Assets (Annualised) - %	0.81	0.70	0.89	0.78
18 Public Shareholding				
- Number of Shares	203664284	203664284	203664284	203664284
- Percentage of Shareholding	32.61	32.61	33.83	32.61
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 promoter and promoter group)	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total share capital of the Bank)	NIL	NIL	NIL	NIL
b) Non - Encumbered				
- Number of Shares	420920347	420920347	398285671	420920347
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the Bank)	67.39	67.39	66.17	67.39

(₹ in lakhs)

SEGMENT WISE REPORTING FOR THE QUARTER ENDED 30th JUNE 2014

PARTICULARS	Quarter Ended 30.06.2014 (Reviewed)	Quarter Ended 31.03.2014 (Audited)	Quarter Ended 30.06.2013 (Reviewed)	Year Ended 31.03.2014 (Audited)
Part A: Business Segment				
Segment Revenue				
a) Treasury Operations	124327	113091	102556	424091
b) Corporate / Wholesale Banking Operations	260070	268686	249117	1026986
c) Retail Banking Operations	158099	134328	111235	493528
d) Other Banking Operations	9812	19635	9710	49916
Less : Inter Segment Revenue				
Net Sales / Income from operation	552308	535740	472618	1994521
Segment Results				
(Profit before tax and after interest)				
a) Treasury Operations	17749	14411	14761	53558
b) Corporate / Wholesale Banking Operations	48565	54312	53437	205130
c) Retail Banking Operations	32413	24911	22968	84432
d) Other Banking Operations	2662	6127	3689	13175
Operating Profit:	101389	99761	94855	356295
Less:				
I) Interest				
II) Other Un - Allocated Expenditure	46783	63149	48916	191954
III) Other Un - Allocable Income				
Profit Before Tax:	54606	36612	45939	164341
Income Tax (Net)	6064	-4318	711	-6805
Extraordinary Profit / (Loss)				
Net Profit	48542	40930	45228	171146
Capital employed:				
(Segment Assets-Segment Liabilities)				
a) Treasury Operations	237731	230135	188963	230135
b) Corporate / Wholesale Banking Operations	530118	505477	540232	505477
c) Retail Banking Operations	224583	215153	213721	215153
d) Other Banking Operations	88702	86771	16727	86771
e) Unallocated Assets	152642	146884	144675	146884
Total	1233776	1184420	1104318	1184420
Part B: Geographic Segment				
Revenue:				
Domestic Operations	528225	515093	456250	1919745
Foreign Operations	24083	20647	16368	74776
Total	552308	535740	472618	1994521
Assets:				
Domestic Operations	21370286	21748836	18681802	21748836
Foreign Operations	3716148	3437311	2630996	3437311
Total	25086434	25186147	21312798	25186147



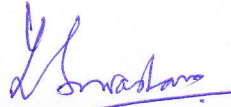


NOTES:

1. The above financial results were reviewed by the Audit Committee of the Bank at the meeting held on July 30, 2014 and approved by the Board of Directors of the Bank at the meeting held on July 31, 2014. The results are subjected to "Limited Review" by Statutory Central Auditors.
2. There is no change in the Accounting Policies adopted during the quarter ended June 30, 2014 as compared to those followed in the annual financial statements for the year ended March 31, 2014
3. Financial results for the period ended June 30, 2014 have been arrived at after considering provisions for Standard Assets, Non Performing Advances and Depreciation / Provision on Investments as per Reserve Bank of India guidelines. Provision for Income Tax (net of DTA / DTL), Depreciation on Fixed Assets and other necessary and usual provisions have been made on estimated basis and are subject to adjustment, if any, at the year end.
4. In accordance with the RBI guidelines, the Bank has amortized 1/5th (₹ 145.38 Crores) of the enhanced liability of ₹ 726.90 Crores in each of the years since 2010 - 11, in respect of second pension option and enhancement of ceiling of gratuity. Accordingly, the Bank has charged Rs.36.35 Crores for the three months quarter ended June 30, 2014 to Profit and Loss Account and the balance amount of ₹ 109.04 Crores will be absorbed in subsequent periods.
5. The bank has considered the difference between accounting income and taxable income on account of difference in valuation of securities as a permanent difference and accordingly recognition of deferred tax liability of ₹ 928.44 Crores as at March 31, 2014 has not been considered necessary.
6. In accordance with RBI guidelines, the bank has shifted the securities from AFS to HTM category amounting to ₹ 1012.08 Crores and HTM to AFS amounting to ₹ 642.58 Crores during the quarter and the resultant depreciation of ₹ 63 lacs has been accounted.
7. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated the liability of ₹ 27 Crores, on Unhedged Foreign Currency Exposure of its constituents in terms of RBI circular no. DBOD no.BP.85/21.06.200/2013-14 dated January 15, 2014 and as permitted by RBI vide circular no.DBOD.NO.BP.BC.116/21.06.200/2013-14 dated 03.06.2014 to distribute the amount of provision equally during 2014-15, an amount of ₹ 6.75 Crores has been provided during the quarter under review.
8. Pending settlement of the proposed wage revision effective from November, 2012, an adhoc provision of ₹ 400 Crores is held as at June 30, 2014, which includes ₹ 60 Crores for the quarter ended June 30, 2014.



9. In terms of RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated July 01, 2013 covering guidelines on Pillar 3 disclosures under Basel III capital requirements, banks are required to make disclosures relating to the composition of capital with effect from September 30, 2013. Accordingly, Pillar 3 disclosures under Basel III Capital Regulations shall be placed on the website of the Bank. These disclosures have not been subjected to a limited review by the Auditors.
10. Number of Investors complaints pending at the beginning of the Quarter were 20, complaints received during the quarter were 475, resolved during the quarter are 484 and the complaints pending at the end of the Quarter are 11.
11. Figures of previous period / year have been reclassified / regrouped wherever considered necessary to make them comparable with the period under review.

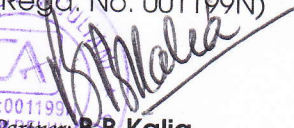

T K SRIVASTAVA
Executive Director


M ANJANEYA PRASAD
Executive Director


SUDHIR KUMAR JAIN
Chairman & Managing Director

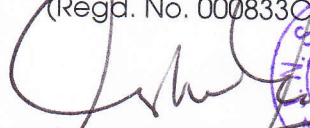

I P NAGARAJA RAO
Chief Financial Officer

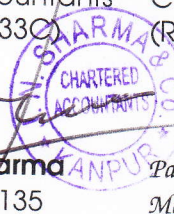
For CHANDIOK & GULIANI
Chartered Accountants
(Regd. No. 001199N)


Partner: B B Kalia
Membership No. 085772

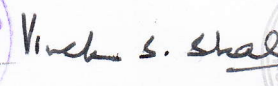


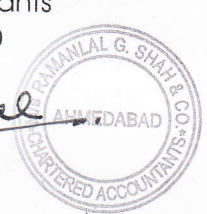
For J N SHARMA & CO
Chartered Accountants
(Regd. No. 000833C)


Partner: Ashok Sharma
Membership No. 070135



For RAMANLAL G SHAH & CO
Chartered Accountants
(Regd. No. 108517W)


Partner: Vivek S Shah
Membership No. 112269



For SAMBHU N DE & CO
Chartered Accountants
(Regd. No. 307055E)


Partner: S N Mitra
Membership No. 011678



For K N GOYAL & CO
Chartered Accountants
(Regd. No. 001084N)


Partner: K N Goyal
Membership No. 011939



Place : **New Delhi**
Date : **31.07.2014**