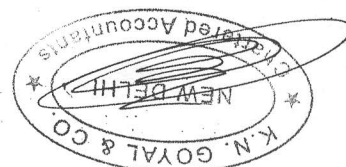
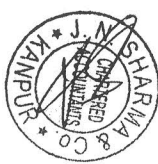




HEAD OFFICE : MANIPAL - 576 104 ; KARNATAKA
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2014

(₹ in Lakhs)

Particulars	Quarter Ended 31.03.2014 (Audited)	Quarter Ended 31.12.2013 (Reviewed)	Quarter Ended 31.03.2013 (Audited)	Year Ended 31.03.2014 (Audited)	Year Ended 31.03.2013 (Audited)	Year ended 31.03.2014 Consolidated (Audited)	Year ended 31.03.2013 Consolidated (Audited)
1 Interest Earned (a + b + c + d)	4,89,577	4,71,894	4,38,143	18,62,033	17,12,069	18,62,033	17,12,069
a) Interest / Discount on Advances / Bills	3,71,199	3,65,796	3,46,519	14,41,964	13,52,447	14,41,964	13,52,447
b) Income on Investments	1,04,041	95,093	83,075	3,78,139	3,23,115	3,78,139	3,23,115
c) Interest on balances with Reserve Bank of India and other Inter Bank Funds	5,220	9,073	8,549	29,490	28,703	29,490	28,703
d) Others	9,117	1,932	-	12,440	7,804	12,440	7,804
2 Other Income	46,163	29,234	39,932	1,32,488	1,17,436	1,46,739	1,37,509
3 TOTAL INCOME (1 + 2)	5,35,740	5,01,128	4,78,075	19,94,521	18,29,505	20,08,772	18,49,578
4 Interest Expended	3,46,311	3,36,041	3,03,710	13,08,051	11,66,663	13,08,000	11,66,623
5 Operating Expenses (i) + (ii)	89,668	84,524	84,252	3,30,175	3,17,883	3,30,062	3,17,737
i) Employees Cost	61,638	57,709	57,870	2,22,862	2,17,921	2,22,919	2,17,970
ii) Other Operating Expenses	28,030	26,815	26,382	1,07,313	99,962	1,07,143	99,767
6 TOTAL EXPENDITURE (4 + 5)	4,35,979	4,20,565	3,87,962	16,38,226	14,84,546	16,38,062	14,84,360
(excluding Provisions and Contingencies)							
7 OPERATING PROFIT (3 - 6)	99,761	80,563	90,113	3,56,295	3,44,959	3,70,710	3,65,218
(before Provisions and Contingencies)							
8 Provisions (other than tax) and Contingencies	63,149	45,893	36,379	1,91,954	1,88,618	1,91,954	1,88,618
9 Exceptional Items	-	-	-	-	-	-	-
10 Profit (+) / Loss (-) from Ordinary Activities before Tax (7 - 8 - 9)	36,612	34,670	53,734	1,64,341	1,56,341	1,78,756	1,76,600
11 Tax Expense	(4,318)	(3,306)	(5,500)	(6,805)	(44,101)	(6,752)	(44,039)
a) Provision for Taxes	(4,815)	2,216	4,916	7,503	36,353	7,556	36,415
b) DTA/DTL/MAT	497	(5,522)	(10,416)	(14,308)	(80,454)	(14,308)	(80,454)
12 Net Profit (+) / Loss (-) from Ordinary Activities after Tax (10 - 11)	40,930	37,976	59,234	1,71,146	2,00,442	1,85,508	2,20,639
13 Extraordinary items (net of Tax Expense)	-	-	-	-	-	-	-
14 Net Profit (+) / Loss (-) for the period (12 - 13)	40,930	37,976	59,234	1,71,146	2,00,442	1,85,508	2,20,639
15 Paid-up Equity Share Capital (Face value of ₹ 10/- per share)	62,458	60,195	60,195	62,458	60,195	62,458	60,195
16 Reserves excluding Revaluation Reserves (as per Balance Sheet of Previous Accounting Year)	10,27,304	8,96,364	8,96,364	10,27,304	8,96,364	11,38,725	10,28,943
17 Analytical Ratios							
i) Percentage of shares held by Government of India	67.39	66.17	66.17	67.39	66.17	67.39	66.17
ii) Capital Adequacy Ratio (%) :							
Basel II	12.01	11.55	12.59	12.01	12.59	NA	NA
Basel III	11.41	11.26	NA	11.41	NA	NA	NA
iii) Earning per Share (in ₹)							
Basic and diluted EPS before and after Extraordinary items, net of Tax Expense [not annualised]	6.58	6.31	9.84	28.21	33.30	30.57	36.65
iv) NPA Ratios:							
a) Gross NPA	4,61,113	4,40,098	2,97,850	4,61,113	2,97,850	4,61,113	2,97,850
b) Net NPA	2,72,060	2,56,667	1,12,477	2,72,060	1,12,477	2,72,060	1,12,477
c) Percentage of Gross NPA	2.62	2.80	1.99	2.62	1.99	2.62	1.99
d) Percentage of Net NPA	1.56	1.66	0.76	1.56	0.76	1.56	0.76
v) Return on Assets (Annualised) - %	0.70	0.68	1.19	0.78	1.07	0.78	1.07
18 Public Shareholding							
- Number of Shares	203664284	203664284	203664284	203664284	203664284	203664284	203664284
- Percentage of Shareholding	32.61	33.83	33.83	32.61	33.83	32.61	33.83
19 Promoters and Promoter Group Shareholding							
a) Pledged / Encumbered							
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of Shares (as a % of the total share capital of the Bank)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Non - Encumbered							
- Number of Shares	420920347	398285671	398285671	420920347	398285671	420920347	398285671
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the Bank)	67.39	66.17	66.17	67.39	66.17	67.39	66.17



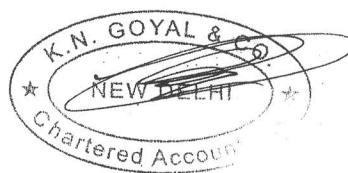
SEGMENT WISE REPORTING FOR THE YEAR ENDED MARCH 31, 2014

(₹ in Crores)

PARTICULARS	Quarter Ended 31.03.2014 (Audited)	Quarter Ended 31.12.2013 (Reviewed)	Quarter Ended 31.03.2013 (Audited)	Year Ended 31.03.2014 (Audited)	Year Ended 31.03.2013 (Audited)	Year ended 31.03.2014 Consolidated (Audited)	Year ended 31.03.2013 Consolidated (Audited)
Part A: Business Segment							
Segment Revenue							
a) Treasury Operations	1131	1070	958	4241	3649	4241	3649
b) Corporate / Wholesale Banking Operations	2687	2481	2885	10270	10068	10270	10068
c) Retail Banking Operations	1343	1357	828	4935	4165	4935	4165
d) Other Banking Operations	196	103	110	499	413	642	614
Less : Inter Segment Revenue	0	0	0	0	0	0	0
Net Sales / Income from operation	5357	5011	4781	19945	18295	20088	18496
Segment Results							
(Profit before tax and after interest)							
a) Treasury Operations	144	112	393	536	683	536	683
b) Corporate / Wholesale Banking Operations	543	499	411	2051	1863	2051	1863
c) Retail Banking Operations	249	175	82	844	771	844	771
d) Other Banking Operations	62	20	15	132	132	276	335
Operating Profit:	998	806	901	3563	3449	3707	3652
Less:							
I) Interest		0			0		
II) Other Un - Allocated Expenditure	632	459	364	1920	1886	1920	1886
III) Other Un - Allocable Income		0			0		
Profit Before Tax:	366	347	537	1643	1563	1787	1766
Income Tax (Net)	-43	-33	-55	-68	-441	-68	-440
Extraordinary Profit / (Loss)	0	0	0	0	0	0	0
Net Profit	409	380	592	1711	2004	1855	2206
Capital employed:							
(Segment Assets-Segment Liabilities)							
a) Treasury Operations	2301	2314	1946	2301	1946	2301	1946
b) Corporate / Wholesale Banking Operations	5055	4782	4359	5055	4359	5055	4359
c) Retail Banking Operations	2152	2164	1930	2152	1930	2152	1930
d) Other Banking Operations	868	979	873	868	873	868	873
e) Unallocated Assets	1468	1441	1433	1468	1433	2582	2759
Total	11844	11680	10541	11844	10541	12958	11867
Part B: Geographic Segment							
Revenue:							
Domestic Operations	5150	4812	4624	19197	17667	19340	17868
Foreign Operations	207	199	157	748	628	748	628
Total	5357	5011	4781	19945	18295	20088	18496
Assets:							
Domestic Operations	217488	196766	191058	217488	191058	218596	192379
Foreign Operations	34373	33201	24064	34373	24064	34373	24064
Total	251861	229967	215122	251861	215122	252969	216443

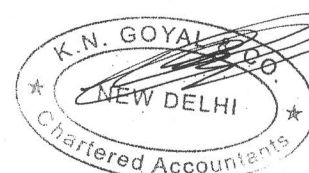
(₹ in Crores)

SUMMARISED BALANCE SHEET	As on 31.03.2014 (Stand Alone Audited)	As on 31.03.2013 (Stand Alone Audited)	As on 31.03.2014 (Consolidated Audited)	As on 31.03.2013 (Consolidated Audited)
CAPITAL AND LIABILITIES:				
Capital	625	602	625	602
Reserves and Surplus	11220	9939	12333	11265
Deposits	212343	185356	212337	185351
Borrowings	19224	12814	19225	12814
Other Liabilities and Provisions	8449	6411	8449	6411
TOTAL	251861	215122	252969	216443
ASSETS:				
Cash and Balances with Reserve Bank of India	12712	8095	12712	8095
Balances with Banks and Money at Call and Short Notice	2295	8489	2295	8489
Investments	55539	45648	56647	46968
Advances	173912	147569	173912	147569
Fixed Assets	1469	1434	1469	1434
Other Assets	5934	3887	5934	3888
TOTAL	251861	215122	252969	216443



NOTES:

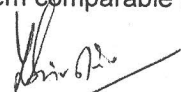
1. The above financial results were reviewed by the Audit Committee of the Bank at the meeting held on May 6, 2014 and approved by the Board of Directors of the Bank at the meeting held on May 7, 2014.
2. There is no change in the Accounting Policies adopted during the year ended March 31, 2014 as compared to those followed in the annual financial statements for the year ended March 31, 2013.
3. Financial results for the period ended March 31, 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 provisions have been made on actual basis.
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 ₹ 145.38 Crores for the year ended on March 31, 2013 (₹ 36.35 Crores for the quarter ended on March 31, 2013) to Profit and Loss Account and the balance amount of ₹ 145.38 Crores will be absorbed in subsequent periods / future years.
5. Pending finalisation of wage revision with effect from November 1, 2012, Bank has made provision of ₹ 240 Crores during the current year on estimated basis
6. Banks are required to disclose Capital Adequacy Ratio under Basel III capital Regulations from the quarter ended June 30, 2013. Accordingly, comparative details for previous periods are not applicable.
7. 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 audit by the Auditors.
8. During the year, the Bank has allotted on preferential basis 2,26,34,676 equity shares of face value of ₹ 10 each at a premium of ₹ 78.36 aggregating ₹ 200 Crores to Government of India. Consequently, the Government of India's shareholding has increased from 66.17% to 67.39%.
9. The NPA Provision Coverage ratio stands at 70.02% as on 31.03.2014 as against 83.41% as on 31.03.2013.
10. Number of Investors complaints pending at the beginning of the Quarter were 8, complaints received during the quarter were 637, resolved during the quarter are 625 and the complaints pending at the end of the Quarter are 20.
11. Board of Directors of the Bank has recommended a final dividend of % (₹ per share) for the year 2013-14.
12. Consolidated figure as on 31.03.2014 includes unaudited profit of ₹142.52 Crores of RRBs (Associates).
13. Pursuant to RBI Circular No. DBOD NO. BP.BC.77/21.04.018/2013-14 dated 20.12.2013, Deferred Tax Liability of ₹ 270.28 Crores on Special Reserve under section 36(1)(viii) of the Income Tax Act, 1961 has been created directly through Revenue Reserves on the amount outstanding as at 31.03.2013.



During the current year, ₹ 280 Crores have been transferred to Special Reserve under section 36 (1) (viii) of the Income Tax Act, 1961 and Deferred Tax liability of ₹ 95.17 Crores has been provided on the same by debiting the Profit and Loss Account.

14. Provision for Income Tax for the current year of ₹ (-) 69.56 Crores (Previous Year ₹ (-) 441.01 Crores) is made net of DTA / DTL on the basis of Regular Tax, as in the opinion of the Management, based on the opinion of Tax Consultant, Minimum Alternate Tax (MAT) in accordance with Section 115JB of the Income Tax Act, 1961 is not applicable to the public sector banks.
15. The Bank has reversed Deferred Tax Liability of Rs.109.30 Crores created on claim of marked to market loss of investments in tax computation and has also not recognized the same in the current year, as in the Bank's opinion, the difference arising out of the treatment as per books and the Income Tax Act, 1961 is a permanent difference. Pursuant to the Opinion of the Expert Advisory Council of the Institute of Chartered Accountants of India on the subject, the matter is being referred to the Indian Banks Association for their guidance on the matter.
16. As permitted by Reserve Bank of India vide its circular no. RBI/2013-14/485/DBOD No.BP.95/21.04.048/2013-14 dated 07-02-2014 and also pursuant to Bank's Board approved policy, the Bank has during the year utilised a sum of ₹ 102.21 Crores from Floating Provisions / Counter Cyclical Provisioning buffer towards specific provision for Non Performing Assets.
17. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date figure upto the third quarter of the present financial year.
18. Figures of previous period / year have been reclassified / regrouped wherever considered necessary to make them comparable with the period under review.

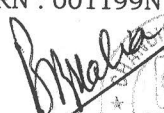

I P NAGARAJA RAO
GENERAL MANAGER


T K SRIVASTAVA
EXECUTIVE DIRECTOR


M ANJANEYA PRASAD
EXECUTIVE DIRECTOR


SUDHIR KUMAR JAIN
CHAIRMAN AND MANAGING DIRECTOR

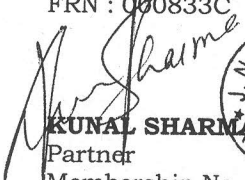
For CHANDIOK & GULIANI
Chartered Accountants
FRN : 001199N


B B KALIA
Partner
Membership No. 085772

For SAMBHU N DE & CO
Chartered Accountants
FRN : 307055E


S N MITTRA
Partner
Membership No. 011678
Place : **Bengaluru**
Date : **07.05.2014**

For J N SHARMA & CO
Chartered Accountants
FRN : 000833C


J N SHARMA
Partner
Membership No. 405919

For K N GOYAL & CO
Chartered Accountants
FRN : 001084N

K N GOYAL
Partner
Membership No. 011939

For RAMANLAL G SHAH & CO
Chartered Accountants
FRN : 108517W


VIVEK S SHAH
Partner
Membership No. 112269