



ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್ ಆಫ್ ಮೈಸೂರು
ಪ್ರಧಾನ ಕಛೇರಿ, ಬೆಂಗಳೂರು
ಶೇರುಗಳು ಮತ್ತು ಬಾಂಡುಗಳ ವಿಭಾಗ

स्टेट बैंक ऑफ मैसूर
प्रधान कार्यालय, बेंगलूर
शेयर एवं बांड विभाग

STATE BANK OF MYSORE
HEAD OFFICE, BANGALORE
SHARES & BONDS DEPARTMENT

S & B/AGM-2014/

04.08.2014

Symbol	Series
MYSOREBANK	EQ

The Asst. Vice President,
National Stock Exchange of India Ltd.,
Exchange Plaza, C-1, Block-G,
Bandra-Kurla Complex,
BANDRA (E)
MUMBAI-400 051

Clause-31(d) – Filing of Proceedings of the 54th Annual General Meeting of the Shareholders held on 04.06.2014

In terms of Clause-31(d) of the Listing Agreement, please find enclosed a copy of the proceedings of the 54th Annual General Meeting of the Shareholders held on 04th June 2014 for reference and needful.

Yours faithfully,

Deputy General Manager (F&A)

PROCEEDINGS OF THE 54TH ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF THE BANK HELD AT JNANA JYOTHI AUDITORIUM, CENTRAL COLLEGE CAMPUS, PALACE ROAD (OPP. CAUVERY GUEST HOUSE), BENGALURU ON 04TH JUNE 2014 AT 11.30 A.M.

The meeting commenced with the traditional lighting of the lamp and paying floral tributes to Sir.M.Visvesaraiah by the Chairman and other Directors of the Bank. After ascertaining the quorum, the Chairman called to order the 54th Annual General Meeting of the Shareholders of State Bank of Mysore.

2. The Chairman introduced all the Directors of the Board to the shareholders and requested Shri. Sharad Sharma, Managing Director of the Bank, to read the notice convening the meeting of the shareholders for conduct of the following business:
"Discuss and adopt the report of the Board of Directors on the working and activities of the Bank and the Bank's Profit and Loss Account and the Balance Sheet as at 31st March 2014 and Auditors' Report on the Balance Sheet and Accounts."

3. Chairman greeted the shareholders and spoke briefly on the Global and Domestic Economic Scenario. Explaining the salient features of the Bank's performance, Chairman touched upon certain parameters like ROA, ROE, Net Worth etc. (stood at 0.40%, 6.84% and Rs.3,988 crores respectively for FY14). The Bank's conscious decision to reduce bulk deposits, its impressive growth under non-bulk deposits (20%), share of CASA to total deposits (33%) and CRAR as per Basel III norms (11.08%) were also highlighted.

4. Chairman informed that the asset quality witnessed deterioration in the first three quarters of FY14 due to the sluggish performance of the Banks in general, consequent to economic slowdown. By adopting better recovery proceedings, the Bank could arrest the NPA growth and achieve higher recovery percentage during the last quarter. The shareholders were also informed about the various measures initiated in the technology front with specific reference to enhancements in alternative channels like installation of Cash Deposit Machines, Multi Functional Kiosks, Self Service Kiosks, Point of Sale machines, etc.

5. Chairman informed the house about opening of 101 new Bank Branches/Offices on completion of 100 years of Bank's existence (02nd October 2013) by the then Honorable Finance Minister Shri.P.Chidambaram. Honorable Chief Minister Shri.Siddaramaiah also participated in the celebrations organized, commemorating the historic occasion. The Bank has deployed its entire budget approved for CSR activities through its several Branch and made valuable donations for worthy causes in the fields of education, health and benevolent activities. Shri.Guruswamy.K., non-workman Director of the Bank, was then requested to read out the remaining portion of her speech in Kannada, which included, the changes that were effected to the Bank's Board during the year, for the benefit of shareholders.



6. The shareholders were then invited to raise their views/observations, in brief, on the Balance Sheet, Profit and Loss account, Directors Report and Report of the Auditors.

7. Presentation of the views/observations/submissions orally made by the shareholders:

Smt. May Rose Steele :

- Complimented the Chairman on being included in the Forbes list of top women achievers.
- The share transfer deeds of Associate Banks including SBM, do not have any time limit and hence were being misused by money launderers for investing unaccounted money. She requested the Govt. nominee Director to take note of her observation.
- An option may be provided to the shareholders to select the language in which he/she wishes to receive the Annual Report.
- She appealed to the Chairman for installation of ATMs at important tourist centers.

Shri Sadananda Sastry

- Complained that there is a delay in dispatch of Annual Reports.
- He stressed on providing better infrastructure and improving the ambience at the Branches.

Shri D.R.Prakash

- Reasons for incurring loss on sale of Land and Building as informed in the Annual Report.
- Increase in provision for depreciation on investments.
- Schedule 17 is missing in the abridged version of the Annual Report.
- Reasons for change in the Bank's logo.

Shri Tandaveshwar

- The reasons for reduction in the payment of dividend from 115% to 30%.
- Wanted to know the efforts put in towards the recovery proceedings.

Shri Madhava Rao .

- While appreciating the contribution of the Bank towards CSR activity, requested the Chairman to diversify the activity further to entire Karnataka.
- Requested to provide adequate security to safe guard the Bank's ATMs.

Shri Gopalkrishna Rao

- Lockers be provided to the shareholders on priority.
- The position held by the Directors on the Board may be mentioned along with their names, in the Annual Report.



Shri T.N.Ramakrishna

- The Bank to help the weaker sections of the society under CSR activities.
- Wanted to know whether the Book value is exclusive or inclusive of revaluation reserve.

Shri.Manjunath

- Bank to present the key performance parameters for past 10 years

Shri.Srinivasan wanted to know the position of

- Rights Issue initiated by the Bank
- Position of Merger of State Bank of Mysore with SBI.

Shri.Ramanath.C.S.

- Position on the extension of Nomination facility to shareholders of State Bank of Mysore.

Shri.Ramakrishna

- Why 28 days notice is not given to shareholders as mandated by SEBI.

8. REPLIES GIVEN BY THE CHAIRMAN

- Income has come down due to higher provisioning for NPA as per RBI guidelines and increase in the superannuation and impending wage revision.
- The loss is due to sale of old furniture and fixtures and no loss was incurred under the head 'Land and Building'.
- The reduction in Dividend is on account of sluggish performance of Banks in general due to economic slowdown. Many peer Banks have declared even lower dividends.
- Book value of the shares is exclusive of the revaluation reserve.
- Nomination facility would take some more time as amendment in the legislation is required. As nomination facility is available for dematerialised shares, shareholders are encouraged to dematerialise their shares.
- The observation to diversify CSR activities is well taken. To benefit many, CSR activities like fixing of fans and tube lights and installation of water filters in schools, etc., have been implemented through Branches. The Management is advised to diversify the activities still further.
- The Bank will continue to give top priority for recovery proceedings. Action under SARFAESI, filing suit under DRT, e-auction, sale of stressed assets are some of the measures that will be pursued with vigour for early recovery.
- 28 days notice has been given in the Gazette of India and Newspapers as per State Bank General Regulations. While this is adequate as per requirements, Management is advised to send individual notices to shareholders as well at the time of publication of notice in newspapers/Gazette.



- As a onetime measure, Management was advised to seek the language preference of shareholders for the Annual Reports.
- The logo of SBI is commonly adopted by all Associate Banks and this gives an inherent strength to the group.
- Increase in the depreciation on investments is on account of M T M in respect of G.Sec. and other securities. This cannot be construed as actual loss as the MTM is on that particular day.
- Sch.17 deals with the significant accounting policies, and appears in the detailed Annual Report.
- The Bank is advised to examine the feasibility of installing ATMs at important tourist locations in Karnataka.
- Bank has provided security to ATMs in Bangalore. SBI is working towards provision of electronic surveillance devices in all the ATMs of the group across the country.
- Management is advised to mention the Director's category (independent, shareholder/workmen Director etc.) along with the respective names in the future Annual Reports.
- Management may consider the suggestion to provide Financial Highlights for the last 10 years in the Annual Report.
- Regarding the merger, a decision will be taken in due course, after taking into account the views of the new Government.
- Decision on the Rights Issue will be taken depending on the Capital Adequacy requirement of the Bank.

9. Thanking all the shareholders for their active participation in the meeting, Chairman declared that the report of the Board of Directors, the Profit and Loss Account of the Bank for the year ended 31st March 2014, together with the Auditors Report on Balance Sheet and accounts, has been discussed and adopted.

10. Smt. May Rose Steele, Shareholder from Mysore, Karnataka, proposed vote of thanks.

The Chairman thereafter declared the meeting as closed.

A. Bhattacharya
Arundhati Bhattacharya
(CHAIRMAN)

Date: 23.07.2014

