

INDEPENDENT AUDITOR'S REPORT

To,
The State Bank of India

REPORT ON THE FINANCIAL STATEMENTS

1. We, the undersigned Auditors of State Bank of Bikaner & Jaipur, appointed under section 41(1) of the State Bank of India (Subsidiary Banks) Act, 1959, do hereby report on the Balance Sheet as at 31st March, 2015, the Profit and loss account and the Cash flow Statement for the year ended on that date.

We have audited the accompanying financial statements of State Bank of Bikaner & Jaipur as at 31st March, 2015, which comprise the Balance Sheet as at March 31, 2015, and Profit and Loss Account and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information. Incorporated in these financial statements are the returns of 20 branches audited by us and 661 branches and 61 processing centers audited by branch auditors. The branches audited by us and those audited by other auditors have been selected by the Bank in accordance with the guidelines issued to the Bank by the Reserve Bank of India. Also incorporated in the Balance Sheet and the Statement of Profit and Loss are the returns from 580 branches and 14 other offices which have not been subjected to audit. These unaudited branches account for 6.84 per cent of advances, 18.90 per cent of deposits, 4.62 per cent of interest income and 16.01 per cent of interest expenses.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS :

2. Management is responsible for the preparation of these financial statements in accordance with The Banking Regulation Act, 1949, State Bank of India (Subsidiary Banks) Act, 1959 and regulation framed thereunder and prescribed accounting standards to the extent they are not inconsistent with accounting policies and comply with Reserve Bank of India Guidelines from time to time. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY :

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

6. In our opinion, as shown by books of bank, and to the best of our information and according to the explanations given to us:

(i) the Balance Sheet, read with the notes thereon is a full and fair Balance Sheet containing all the necessary particulars, is properly drawn up so as to exhibit a true and fair view of state of affairs of the Bank as at 31st March 2015 in conformity with accounting principles generally accepted in India;

(ii) the Profit and Loss Account, read with the notes thereon shows a true balance of profit in conformity with accounting principles generally accepted in India, for the year covered by the account; and

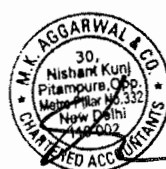
(iii) the Cash Flow Statement gives a true and fair view of the cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

7. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949.

8. Subject to the limitations of the audit indicated in paragraph 1 to 5 above read with disclosures in notes to accounts and as required by the State Bank of India (Subsidiary Banks) Act, 1959 with the limitations of disclosure required therein, we report that:

(a) We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory.

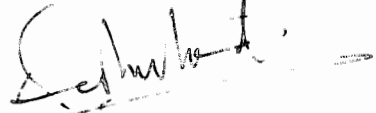


(b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank.

(c) The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit.

9. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the applicable accounting standards.

For **Chaturvedi & Co.**
Chartered Accountants
FR NO.302137 E



(CA Satish Chandra
Chaturvedi)
(M.No.12705)
Partner



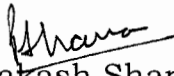
For **M. K. Aggarwal & Co.**
Chartered Accountants
FR NO. 01411N



(CA M.K. Aggarwal)
(M.No.14956)
Partner



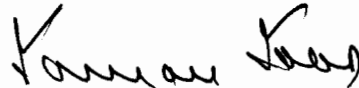
For. **P S D & Associates.**
Chartered Accountants
FR NO. 004501 C



(CA Prakash Sharma)
(M.No.072332)
Partner



For **Uberoi Sood & Kapoor**
Chartered Accountants
FR NO. 001462 N



(CA Sanjay Sood)
(M.No.80527)
Partner



Place : Mumbai
06th May, 2015

STATE BANK OF BIKANER AND JAIPUR
(ASSOCIATE OF THE STATE BANK OF INDIA)
HEAD OFFICE : TILAK MARG
JAIPUR

AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2015
₹ in crores

S. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	2242.75	2283.40	2117.47	9005.45	8168.56
	(a) Interest/discount on advances/bills	1748.66	1794.85	1699.22	7120.41	6562.46
	(b) Income on investments	486.62	468.65	399.63	1824.34	1550.56
	(c) Interest on balances with RBI and other Inter Bank Funds	2.78	17.89	2.57	49.01	30.76
	(d) Others	4.69	2.01	16.05	11.69	24.78
2	Other Income	391.91	193.29	336.47	926.39	876.34
3	Total Income (1+2)	2634.66	2476.69	2453.94	9931.84	9044.90
4	Interest Expended	1542.02	1535.80	1377.01	6064.02	5344.78
5	Operating Expenses (i) + (ii)	477.78	453.20	572.74	1763.71	2005.46
	(i) Employees cost	272.75	257.38	348.08	1012.92	1295.64
	(ii) Other Operating Expenses	205.03	195.82	224.66	750.79	709.82
6	Total Expenditure (4+5) excluding provisions and contingencies	2019.80	1989.00	1949.75	7827.73	7350.24
7	Operating Profit before provisions and contingencies (3-6)	614.86	487.69	504.19	2104.11	1694.66
8	Provisions (other than tax) and Contingencies	221.01	244.51	242.44	969.03	683.74
9	Exceptional Items	0.00	0.00	0.00	0.00	0.00
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	393.85	243.18	261.75	1135.08	1010.92
11	Tax Expense	113.60	79.79	24.12	358.21	279.23
12	Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)	280.25	163.39	237.63	776.87	731.69
13	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00
14	Net Profit(+)/Loss(-) for the period (12-13)	280.25	163.39	237.63	776.87	731.69
15	Paid-up equity share capital (Face Value of the Share : Rs.10/- each)	70.00	70.00	70.00	70.00	70.00
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	5942.68	5285.92	5285.92	5942.68	5285.92



₹ in crores

S. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
17	Analytical Ratios					
	i) Percentage of shares held by Government of India	NIL	NIL	NIL	NIL	NIL
	ii) Capital Adequacy Ratio Basel - II	11.69%	10.50%	11.71%	11.69%	11.71%
	: Basel - III	11.57%	10.48%	11.55%	11.57%	11.55%
	iii) Earning Per share (in Rupees)					
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (not to be annualised) (in Rupees)	40.04	23.34	33.95	110.98	104.53
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised) (in Rupees)	40.04	23.34	33.95	110.98	104.53
	iv) NPA Ratios					
	a) Gross non-performing assets	2945.14	2959.96	2732.78	2945.14	2732.78
	Net non-performing assets	1769.17	1745.25	1770.85	1769.17	1770.85
	b) % of Gross NPAs	4.14%	4.38%	4.18%	4.14%	4.18%
	% of Net NPAs	2.54%	2.64%	2.76%	2.54%	2.76%
	c) Return on Assets	1.17%	0.69%	1.08%	0.84%	0.87%
18	Public Shareholding					
	- No. of shares	17450076	17450076	17450076	17450076	17450076
	- Percentage of Shareholding	24.93%	24.93%	24.93%	24.93%	24.93%
19	Shareholding					
	Promoters and promoter group					
	a) Pledged/ Encumbered					
	- Number of shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Company)	NIL	NIL	NIL	NIL	NIL
	b) Non-encumbered					
	- Number of shares	52549924	52549924	52549924	52549924	52549924
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the Company)	75.07%	75.07%	75.07%	75.07%	75.07%



AUDITED SEGMENTAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2015

₹ in crores

S. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2015	31.12.2014	31.03.2014	31.03.2015	31.03.2014
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
1	Segmental Revenue (Income)					
	a. Treasury	530.31	543.73	435.65	2027.03	1719.76
	b. Corporate / Wholesale Banking	1090.16	1416.37	1187.35	5014.43	4637.94
	c. Retail Banking	1466.13	990.89	1191.58	4621.32	4220.22
	Total	3086.60	2950.99	2814.58	11662.78	10577.92
	Less : Inter Segment Revenue	451.94	474.31	360.64	1730.95	1533.03
	Income from Operations	2634.66	2476.68	2453.94	9931.83	9044.89
2	Segmental Results after Provisions and before Tax					
	a. Treasury	(26.21)	(12.20)	(19.18)	(114.39)	(98.51)
	b. Corporate / Wholesale Banking	207.89	177.85	163.51	742.58	681.42
	c. Retail Banking	254.49	121.93	165.45	684.37	620.04
	Total	436.17	287.58	309.78	1312.56	1202.95
	Less : Unallocated Expenses	42.32	44.40	48.00	177.50	192.02
3	Operating Profit (Profit before tax)	393.85	243.18	261.78	1135.08	1010.93
	Provision for Taxes	113.61	79.79	24.12	358.21	279.23
	Extraordinary Profit / Loss	0.00	0.00	0.00	0.00	0.00
4	Net Profit	280.24	163.39	237.66	776.87	731.69
	OTHER INFORMATION					
5	Capital Employed (Segment Assets - Segment Liabilities)					
	a. Treasury	(16.49)	1200.08	7.58	(16.49)	7.58
	b. Corporate / Wholesale Banking	4150.62	3551.72	4345.26	4150.62	4345.26
	c. Retail Banking	3285.76	2734.99	3007.52	3285.76	3007.52
	d. Unallocated Capital	(1407.20)	(1634.27)	(2004.44)	(1407.20)	(2004.44)
	Total	6012.69	5852.52	5355.92	6012.69	5355.92



SUMMARISED BALANCE-SHEET AS ON 31ST MARCH, 2015

₹ in crores

	Schedule	As on 31.03.2015 (Audited)	As on 31.03.2014 (Audited)
<u>CAPITAL AND LIABILITIES</u>			
Capital	1	70.00	70.00
Reserves and Surplus	2	5942.68	5285.92
Deposits	3	84239.27	73874.72
Borrowings	4	7573.39	6706.36
Other liabilities and provisions	5	4476.20	4939.97
TOTAL		102301.54	90876.97
<u>ASSETS</u>			
Cash and balances with Reserve Bank of India	6	7787.20	6746.40
Balances with banks and money at call and short notice	7	149.66	260.27
Investments	8	22465.42	17750.28
Advances	9	69548.42	64172.09
Fixed Assets	10	392.71	264.19
Other Assets	11	1958.13	1683.74
TOTAL		102301.54	90876.97



Notes to Published Results

1. The financial results for the quarter and year ended 31st March 2015 have been arrived at after considering provisions for Gratuity, Pension & Leave Encashment on retirement on the basis of actuarial valuation, Provision on Income Tax, Wealth Tax, Bonus and also provisions for NPAs, Standard Assets and Investment Depreciation on the basis of prudential norms and specific guidelines issued by Reserve Bank of India.
2. In terms of RBI guidelines on provision for the sacrifice amount on restructured/rescheduled advances, erosion in fair value of advances has been provided for an amount of ₹.224.25 crores (Previous year ₹.85.47 crores).
3. (a) In case of restructured loans as standard assets under CDR/Non-CDR mechanism, classification of advances and consequent income recognition have been done based on major compliances of terms and conditions of restructured package including extension period wherever applicable.

(b) The classification of advances in respect of unaudited branches having sizeable agriculture loans is system driven. Discrepancies if any, are not material.
4. The Bank's operations are classified into four segments viz Treasury Operations, Corporate/Wholesale Banking Operations, Retail Banking Operations and Other Banking Operations. The Bank operates only in domestic geographic segment. The entire Indian Operations are being treated as a single reportable segment and hence secondary / geographic segment is not considered necessary.
5. During the year, in terms of RBI Circular No.DOBD.No.BP.BC.85/21.06.200/2013-14 dated 15.01.2014, the Bank has provided an amount of ₹.10.76 Crores towards Unhedged Foreign Currency Exposure based on the details furnished by the constituents.
6. During the year, the bank has provided an amount of Rs.72.22 crores towards pension and Rs.58.59 crores towards gratuity as estimated by the Actuary.
7. In terms of RBI Circular.DBOD.BP.BC.2/21.06.201/2013-14 dated 01.07.2013, Banks are required to make Pillar-3 disclosures under Basel III Capital Regulations. These details are being made available on our website www.sbbjbank.com.
8. Provision of ₹.113.70 Crore (Previous year ₹.115.70 crores) has been made during the year towards arrears for wage revision, which will be effective from 1st November, 2012.
9. Provision Coverage Ratio (PCR) to Gross Non-Performing Assets of the Bank (including AUCA) as on 31.03.2015 is 57.05%.
10. The Board of Directors have declared an interim dividend of 143% i.e. ₹.14.30 per share (face vale of share ₹.10.00 per share) during the FY 2014-15. Interim Dividend may be treated as final dividend.



11. Public disclosure of investor complaints for the quarter ended 31.03.2015: -

a) Pending at the beginning of the quarter	NIL	b) Received during the quarter	2
c) Disposed of during the quarter	2	d) Pending at the end of the quarter	NIL

12. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.

13. The figures of previous periods have been regrouped, wherever necessary.

14. The above financial results have been reviewed by the Audit Committee of the Board and have been approved by the Board of Directors of the Bank at its meeting held on 06th May 2015.

Mumbai
May 06, 2015

[Signature]
By Order of the Board
MANAGING DIRECTOR

For **Chaturvedi & Co.**
Chartered Accountants
FR NO.302137 E



[Signature]
(CA Satish Chandra
Chaturvedi) (M.No.12705)
Partner

For **M. K. Aggarwal & Co.**
Chartered Accountants
FR NO. 01411N



[Signature]
(CA M.K. Aggarwal)
(M.No.14956)
Partner

For **P S D & Associates.**
Chartered Accountants
FR NO. 004501 C



[Signature]
(CA Prakash Sharma)
(M.No.072332)
Partner

For **Uberoi Sood & Kapoor**
Chartered Accountants
FR NO. 001462 N



[Signature]
(CA Sanjay Sood)
(M.No.80527)
Partner

Place: Mumbai
Date : 06.05.2015