

STATE BANK OF INDIA

Corporate Centre, Mumbai - 400 021

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31st MARCH 2015

(Rs. in crores)

Particulars	Standalone					Consolidated	
	Quarter ended		31.03.2014	Year ended		Year Ended	
	31.03.2015	31.12.2014		31.03.2015	31.03.2014	31.03.2015	31.03.2014
	Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1 Interest Earned (a)+(b)+(c)+(d)	40101.16	38546.18	35857.62	152397.07	136350.80	207974.34	189062.43
(a) Interest/discount on advances/bills	28268.54	28646.37	26949.22	112343.91	102484.10	153144.59	141382.60
(b) Income on Investments	9982.75	9484.73	8228.20	37087.77	31941.87	51002.02	44855.68
(c) Interest on balances with Reserve Bank of India and other interbank funds	158.90	151.51	98.37	505.12	409.31	1159.94	1144.71
(d) Others	1690.97	263.57	581.83	2460.27	1515.52	2667.79	1679.44
2 Other Income	8515.25	5237.80	6585.65	22575.89	18552.92	49315.17	37882.13
3 TOTAL INCOME (1+2)	48616.41	43783.98	42443.27	174972.96	154903.72	257289.51	226944.56
4 Interest Expended	25389.40	24769.54	22954.81	97381.82	87068.63	133178.64	121479.04
5 Operating Expenses (i) + (ii)	10817.65	9719.97	8860.64	38677.64	35725.85	73848.01	63368.74
(i) Employee cost	6566.54	5842.03	5279.16	23537.07	22504.28	31117.61	29868.36
(ii) Other Operating Expenses	4251.11	3877.94	3581.48	15140.57	13221.57	42730.40	33500.38
6 TOTAL EXPENDITURE (4) + (5) (excluding Provisions and Contingencies)	36207.05	34489.51	31815.45	136059.46	122794.48	207026.65	184847.78
7 OPERATING PROFIT (3 - 6) (before Provisions and Contingencies)	12409.36	9294.47	10627.82	38913.50	32109.24	50262.86	42096.78
8 Provisions (other than tax) and Contingencies	6592.91	5234.91	5891.12	19599.54	15935.35	24408.29	20771.24
— of which provisions for Non-Performing Assets	4635.43	4717.44	5883.75	17284.28	14223.57	21574.54	18337.30
9 Exceptional Items	-	-	-	-	-	-	-
10 PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (7-8-9)	5816.45	4059.56	4736.70	19313.96	16173.89	25854.57	21325.54
11 Tax Expense	2074.43	1149.50	1695.96	6212.39	5282.72	8337.20	6836.07
12 NET PROFIT FROM ORDINARY ACTIVITIES AFTER TAX (10-11)	3742.02	2910.06	3040.74	13101.57	10891.17	17517.37	14489.47
13 Extraordinary items (net of tax expense)	-	-	-	-	-	-	-
14 NET PROFIT FOR THE PERIOD (12-13)	3742.02	2910.06	3040.74	13101.57	10891.17	17517.37	14489.47
15 Share in profit of Associates	-	-	-	-	-	314.44	317.73
16 Share of Minority	-	-	-	-	-	837.51	633.43
17 NET PROFIT AFTER MINORITY INTEREST (14+15-16)	3742.02	2910.06	3040.74	13101.57	10891.17	16994.30	14173.77
18 Paid-up equity Share Capital (Face Value of Rs.1 per share)	746.57	746.57	746.57	746.57	746.57	746.57	746.57
19 Reserves excluding Revaluation Reserves	-	-	-	127691.65	117535.68	160640.97	146623.96
20 Analytical Ratios							
(i) Percentage of shares held by Government of India	58.60%	58.60%	58.60%	58.60%	58.60%	58.60%	58.60%
(ii) Capital Adequacy Ratio							
Basel II	12.79%	12.54%	12.96%	12.79%	12.96%		
Basel III	12.00%	12.03%	12.44%	12.00%	12.44%		
(iii) Earnings Per Share (EPS) (in Rs.)*							
(a) Basic and diluted EPS before Extraordinary items (net of tax expenses) (Quarter numbers are not annualised)	5.01	3.90	4.18	17.55	15.68	22.76	20.40
(b) Basic and diluted EPS after Extraordinary items (Quarter numbers are not annualised)	5.01	3.90	4.18	17.55	15.68	22.76	20.40
(iv) NPA Ratios							
(a) Amount of gross non-performing assets	56725.34	61991.45	61605.35	56725.34	61605.35		
(b) Amount of net non-performing assets	27590.58	34468.74	31096.07	27590.58	31096.07		
(c) % of gross NPAs	4.25%	4.90%	4.95%	4.25%	4.95%		
(d) % of net NPAs	2.12%	2.80%	2.57%	2.12%	2.57%		
(v) Return on Assets (Annualised)	0.76%	0.62%	0.69%	0.68%	0.65%		
21 Public Shareholding							
No. of shares*	3091132670	3091132670	3091132670	3091132670	3091132670		
Percentage of Shareholding	41.40%	41.40%	41.40%	41.40%	41.40%		
22 Promoters and Promoter Group Shareholding							
(a) Pledged/Encumbered							
Number of Shares							
Percentage of Shares (as a percentage of the total shareholding of promoter and promoter group)							
Percentage of Shares (as a percentage of the total share capital of the company)							
(b) Non-encumbered							
Number of Shares*	4374598250	4374598250	4374598250	4374598250	4374598250		
Percentage of Shares (as a percentage of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%		
Percentage of Shares (as a percentage of the total share capital of the company)	58.60%	58.60%	58.60%	58.60%	58.60%		

* The face value of shares of the Bank was split from Rs. 10 per share to Rs. 1 per share w.e.f. 22.11.2014. All the shares and per share information reflect the effect of the split for each period presented.

Summarised Balance Sheet

Particulars	Standalone			Consolidated		
	As at 31.03.2015 (Audited)	As at 31.12.2014 (Unaudited)	As at 31.03.2014 (Audited)	As at 31.03.2015 (Audited)	As at 31.12.2014 (Unaudited)	As at 31.03.2014 (Audited)
Capital and Liabilities						
Capital	746.57	746.57	746.57	746.57	746.57	746.57
Reserves & Surplus	127691.65	127804.61	117535.68	160640.97	159975.76	146623.96
Minority Interest	-	-	-	5497.12	5362.74	4909.15
Deposits	1576793.25	1510076.93	1394408.51	2052960.79	1969677.94	1838852.36
Borrowings	205150.29	181674.78	183130.88	244663.46	220061.88	223759.71
Other liabilities and provisions	137698.04	83759.59	96926.65	235601.11	173570.01	181603.55
Total Capital and Liabilities	2048079.80	1904062.48	1792748.29	2700110.02	2529394.90	2396495.30
Assets						
Cash and Balances with RBI	115883.84	69825.14	84955.66	144287.55	92056.96	114095.60
Balances with Banks and money at call and short notice	58977.46	56397.51	47593.97	64299.02	64182.20	53065.74
Investments	495027.40	489734.95	398799.57	695691.75	688809.88	579401.26
Advances	1300026.39	1232544.86	1209828.72	1692211.33	1607986.40	1578276.69
Fixed Assets	9329.16	8756.67	8002.16	12379.30	11627.84	10559.78
Other Assets	68835.55	46803.35	43568.21	91241.07	64731.62	61096.23
Total Assets	2048079.80	1904062.48	1792748.29	2700110.02	2529394.90	2396495.30



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Audited Segment-wise Revenue, Results and Capital Employed
Part - A - Primary Segment

(Rs. in crores)

Particulars	Standalone					Consolidated	
	Quarter ended		Year ended			Year Ended	
	31.03.2015 Audited	31.12.2014 Unaudited	31.03.2014 Audited	31.03.2015 Audited	31.03.2014 Audited	31.03.2014 Audited	
1 Segment Revenue (income)							
a Treasury Operations	11804.91	10439.83	9099.89	41095.95	34763.95	51867.83	42418.29
b Corporate / Wholesale Banking Operations	16072.75	15591.92	14988.36	61445.90	54180.43	85230.94	73300.30
c Retail Banking Operations	19668.71	17749.81	18085.88	71248.38	65543.48	90340.03	89329.62
d Insurance Business	-	-	-	-	-	24476.88	18066.15
e Other Banking Operations	-	-	-	-	-	4144.11	3388.22
f Add / (Less) : Unallocated	1070.04	2.42	269.14	1182.73	415.86	1229.72	441.98
Total	48616.41	43783.98	42443.27	174972.96	154903.72	257289.51	226944.56
2 Segment Results (Profit before tax)							
a Treasury Operations	2738.73	1861.16	1256.33	7554.38	2800.61	7331.87	2139.86
b Corporate / Wholesale Banking Operations	-1209.54	436.08	-2072.88	-308.47	884.27	1945.87	3653.51
c Retail Banking Operations	4207.95	2726.03	6234.45	14758.80	15762.74	17914.50	18007.47
d Insurance Business	-	-	-	-	-	843.39	718.43
e Other Banking Operations	-	-	-	-	-	1361.91	948.79
Total	5737.14	5023.27	5417.90	22004.71	19447.62	29397.54	25468.06
f Add / (Less) : Unallocated	79.31	-963.71	-681.20	-2690.75	-3273.73	-3542.97	-4142.52
Operating Profit	5816.45	4059.56	4736.70	19313.96	16173.89	25854.57	21325.54
Less : Income Tax	2074.43	1149.50	1695.96	6212.39	5282.72	8337.20	6836.07
Less : Extraordinary Profit / Loss	-	-	-	-	-	-	-
Net Profit before share of profit in Associates/ Minority Interest	3742.02	2910.06	3040.74	13101.57	10891.17	17517.37	14489.47
Add: Share in profit of Associates						314.44	317.73
Less: Minority Interest						837.51	633.43
Net Profit*	3742.02	2910.06	3040.74	13101.57	10891.17	16994.30	14173.77
3 Capital Employed (Segment Assets - Segment Liabilities)							
a Treasury Operations	204598.36	212482.07	208469.35	204598.36	208469.35	277106.91	280549.50
b Corporate / Wholesale Banking Operations	95049.62	97831.98	87054.37	95049.62	87054.37	76998.14	128678.74
c Retail Banking Operations	-133522.45	-134190.05	-141191.90	-133522.45	-141191.90	-152229.55	-220907.68
d Insurance Business	-	-	-	-	-	4875.56	3859.39
e Other Banking Operations	-	-	-	-	-	4358.30	3735.90
f Unallocated	-37687.30	-47572.82	-36049.57	-37687.30	-36049.57	-49721.82	-48545.32
Total	128438.23	128551.18	118282.25	128438.23	118282.25	161387.54	147370.53

* Segments Net Results are arrived after taking the effects of Transfer Pricing

Part B : Secondary Segments

(Rs. in crores)

Geographic Segments	Domestic Operation		Foreign Operation		Total	
	Year ended (Audited)		Year ended (Audited)		Year ended (Audited)	
Particulars	31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014
1 Revenue	164304.43	145647.12	9485.80	8840.74	173790.23	154487.86
2 Net Profit	17746.10	16377.14	4258.61	3070.48	22004.71	19447.62
3 Assets	1747311.56	1525258.51	300768.24	267489.78	2048079.80	1792748.29
4 Liabilities	1618873.33	1406976.28	300768.24	267489.78	1919641.57	1674466.06



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Notes

- i. The above results have been reviewed by the Audit Committee of the Board at their meeting held on May 21, 2015 and approved by the Board of Directors at their meeting held on May 22, 2015.
- ii. The working results have been arrived at after considering provisions for Non-Performing Advances, Non Performing Investments, Standard Advances, Restructured Advances, Provision for exposure to entities with Unhedged Foreign Currency Exposure, Depreciation on Investments, Income Tax (including Deferred Taxes) and other usual and necessary provisions. Provision for employee benefits pertaining to Pension, Gratuity and Leave Encashment has been made on the basis of actuarial valuation.
- iii. The figures for the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- iv. During the year, the Bank received application money of Rs.2,970 crores from Government of India against preferential issue on March 31, 2015. The equity shares were allotted on April 01, 2015.
- v. In terms of the provisions of Section 4 of the State Bank of India Act, 1955, the Central Board of the Bank at its meeting held on September 24, 2014 had considered and approved reduction of the face value of equity shares of the Bank from Rs.10 per share to Re.1 per share and to increase the number of issued shares in proportion thereof. The share split was done on November 21, 2014. All the shares and per share information in the financial result reflect the effect of subdivision for each period presented.
- vi. During the year, the rate of depreciation on Fixed Assets has been changed to straight line method determined on the basis of useful life as against WDV method being used hitherto. Consequent to the change, the fixed assets and Profit Before Tax of the current year are higher by Rs.420.76 crores.
- vii. During the year, the Bank aligned its method with regard to valuation of Plan Assets (from Book Value to Fair Value) with Accounting Standard 15 issued by the ICAI. As a result of the change, the value of Plan Assets of superannuation funds has increased by Rs. 2183 crores.
- viii. The Bank has provided a sum of Rs.2,946 Crores during the year towards the Xth Bipartite Wage Settlement which will be effected from November 01, 2012.
- ix. The shortfall on account of sale of assets to Ass et Reconstruction Companies amounting to Rs.2803.19 crores is being amortized over a period of two years, in terms of RBI guidelines. Consequently, Rs.623.78 crores has been charged to the Profit & Loss Account for the current year. The amount unamortised as at March 31, 2015 is Rs. 2179.42 crores.
- x. The Bank in accordance with the RBI guidelines has provided a sum of Rs.293.08 crores towards Unhedged Foreign Currency Exposure during the current year.
- xi. In terms of RBI guidelines, the Bank utilised Rs.382 Crores of Counter Cyclical Provisioning Buffer during the current financial year (Previous Year : Rs. 750 Crores) for making specific provision for NPAs.

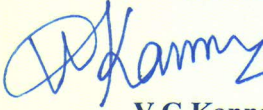


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- xii. Provision Coverage Ratio as on March 31, 2015 works out to 69.13% (Previous Year 62.86%).
- xiii. The Central Board has declared a dividend of Rs.3.50 per share (@ 350%) for the year ended March 31, 2015 including shares preferentially allotted on April 1, 2015, against money received on March 31, 2015.
- xiv. Pillar 3 (Market Discipline) disclosures (unaudited) as per RBI guidelines on Composition of Capital Disclosure Requirements as at March 31, 2015 for the Group can be accessed at the Bank's website <http://www.sbi.co.in>.
- xv. The Bank has received 282 Investors' complaints during the quarter ended March 31, 2015 which have been disposed off. There were no pending Investors' Complaints either at the beginning or end of the quarter.
- xvi. Previous period figures have been regrouped/reclassified, wherever necessary, to conform to current period classification.



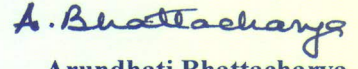
V G Kannan
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B Sriram
MD & GE (NB)



P Pradeep Kumar
MD & GE (CB)



Arundhati Bhattacharya
CHAIRMAN

Place : Kolkata

Date : 22.05.2015



INDEPENDENT AUDITOR'S REPORT

To
The President of India,

Report on the Financial Statements

1. We have audited the accompanying financial statements of State Bank of India ("the Bank") as at 31st March 2015, which comprises the Balance Sheet as at March 31, 2015, the 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
 - i) The Central Offices, **14** Local Head Offices, Global Market Group, International Business Group, Corporate Accounts Group (Central), Mid-Corporate Group (Central), Stressed Assets Management Group (Central) and **42** branches audited by us;
 - ii) **8928** Indian Branches audited by other auditors;
 - iii) **52** Foreign Branches audited by the local 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 Profit and Loss Account are the returns from **8144** Indian Branches (including other accounting units) which have not been subjected to audit. These unaudited branches account for **4.19%** of advances, **17.54%** of deposits, **5.30%** of interest income and **16.26%** of interest expenses.

Management's Responsibility for the Financial Statements

2. The Bank's management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the requirements of the Reserve Bank of India, the provisions of the Banking Regulation Act, 1949, the State Bank of India Act, 1955 and recognised accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI). This responsibility of the management includes the design, implementation and maintenance of internal controls and risk management systems relevant to the preparation of the financial statements that are free from material misstatement, whether



due to fraud or error. In making those risk assessments, the management has implemented such internal controls that are relevant to the preparation of the financial statements and designed procedures that are appropriate in the circumstances so that the internal control with regard to all the activities of the Bank is effective.

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 judgment, 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 Bank'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 the 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 the Bank, and to the best of our information and according to the explanations given to us:
 - (i) the Balance Sheet, read with the significant accounting policies and 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 significant accounting policies and 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.

Emphasis of Matter

7. We draw attention to Schedule 18: "Notes to Accounts" regarding:
- i) Notes 18.7 – para [a]: change in method/rate of depreciation on Fixed Assets resulting in an increase in profit by Rs.420.76 crores.
 - ii) Notes 18.7 – para [b(i)(1c)]: change in valuation of Plan Assets of long-term benefits from Book Value to Fair Value, resulting in increase in the value of Plan Assets by Rs. 2182.87 crores.
 - iii) Notes 18.8 – para 21: non-amortization of Rs. 2179.42 crores on account of loss on sale of assets to Reconstruction Companies.
 - iv) Notes 18.8 – para 22: utilization of Counter Cyclical Buffer of Rs.382 crores during the year.

Our opinion is not qualified in respect of the above stated matters.

Report on Other Legal and Regulatory Requirements

8. 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, and that these give information as required to be given by virtue of the provisions of the State Bank of India Act, 1955 and regulations there under.
9. Subject to the limitations of the audit indicated in paragraphs 1 to 5 above and as required by the State Bank of India Act, 1955, and subject also to the limitations of disclosure required there in, 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.



