

## STATE BANK OF MYSORE

HEAD OFFICE, BANGALORE

REVIEWED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

(₹ in lakhs)

	Particulars	QUARTER ENDED			Previous accounting year ended
		30.06.2014 (REVIEWED)	31.03.2014 (AUDITED)	30.06.2013 (REVIEWED)	31.03.2014 (AUDITED)
<b>1</b>	<b>Interest earned [a+b+c+d]</b>	<b>171462</b>	<b>164244</b>	<b>151713</b>	<b>632286</b>
a	Interest / discount on advances / bills	134281	127552	119390	490622
b	Income on Investments	35340	34072	30923	130904
c	Interest on balances with RBI & other Inter bank funds	1842	1257	817	5545
d	Others	0	1364	583	5215
2	Other Income	15311	18225	13555	57256
<b>3</b>	<b>Total income   1 + 2  </b>	<b>186773</b>	<b>182469</b>	<b>165268</b>	<b>689542</b>
4	Interest expended	118742	112538	105938	439644
5	Operating expenses [ i + ii +iii]	37750	33796	30949	133454
i	Employee Cost	21608	18458	17329	78356
ii	Depreciation on Fixed Assets	1359	1996	1061	6137
iii	Other operating expenses	14783	13343	12558	48962
<b>6</b>	<b>Total expenditure[4+5](excluding provisions and contingencies)</b>	<b>156492</b>	<b>146334</b>	<b>136887</b>	<b>573098</b>
<b>7</b>	<b>Operating profit before provisions and contingencies (3-6)</b>	<b>30281</b>	<b>36135</b>	<b>28381</b>	<b>116444</b>
8	Provisions (Other than tax) and contingencies	19792	27792	20617	93710
	of which provision for Non performing Assets	18413	20261	14053	71980
9	Exceptional items	0	0	0	0
10	Profit/Loss from ordinary activities before tax(7-8-9)	10489	8344	7764	22734
11	Tax Expenses	3012	-2337	2542	-4691
<b>12</b>	<b>Net profit/Loss from ordinary activities after tax   10-11  </b>	<b>7477</b>	<b>10681</b>	<b>5222</b>	<b>27425</b>
13	Extra ordinary items (net of tax expenses)	0	0	0	0
<b>14</b>	<b>Net Profit/Loss for the period(12-13)</b>	<b>7477</b>	<b>10681</b>	<b>5222</b>	<b>27425</b>
15	Paid up Equity Share Capital	4801	4801	4801	4801
16	Reserves excluding revaluation reserves ( as per balance sheet of previous accounting year)	394086	394086	378179	394086
17	Analytical Ratios				
i	Percentage of shares held by GOI	NIL	NIL	NIL	NIL
ii	Capital Adequacy Ratio				
	a) Basel II	11.46%	11.50%	11.80%	11.50%
	b) Basel III	11.16%	11.08%	11.49%	11.08%
iii	Earning per share (Rs.) (not annualised)				
a	Basic & Diluted EPS before Extra ordinary items	15.57	22.25	11.08	57.39
b	Basic & Diluted EPS after Extra ordinary items	15.57	22.25	11.08	57.39
iv a)	Gross NPA	248994	281887	247329	281887
b)	Net NPA	128197	163027	147057	163027
c)	% of gross NPA to Gross Advances	5.13%	5.54%	5.61%	5.54%
d)	% of net NPA to Net Advances	2.72%	3.29%	3.43%	3.29%
e)	Return on assets (annualised)	0.41%	0.59%	0.31%	0.40%
18	Public Shareholding				
	No. of shares	48,01,342	48,01,342	48,01,342	48,01,342
	Percentage of shareholding	10.00%	10.00%	10.00%	10.00%
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 company)	NIL	NIL	NIL	NIL
b	Non-encumbered				
	Number of shares	4,32,12,078	4,32,12,078	4,32,12,078	4,32,12,078
	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 company)	90.00%	90.00%	90.00%	90.00%

Sharad Sharma  
Managing Director





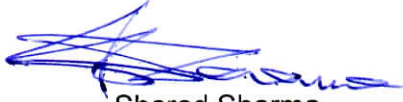
## NOTES:

1. The financial results for the three months period ended 30<sup>th</sup> June 2014 have been arrived at after considering Provisions for Gratuity, Pension, Leave encashment and other defined employee benefits, Provision for income tax, wealth tax, service tax and Depreciation made on an estimated basis, and Provisions for Non Performing Assets, Standard Assets and Investments as per prudential norms issued by Reserve Bank of India.
2. The reconciliation of various inter-branches, inter-bank accounts, including National and Local Clearing account, NOSTRO account, Branch System Suspense account, Forex Clearing General account, Currency Transaction account and ATM transactions is an ongoing process and is under progress. The impact of the above, if any, on the financial results for the three months period ended 30<sup>th</sup> June 2014, is not material.
3. During the year 2010-2011, the Bank in accordance with the guidelines of the Reserve Bank of India opted to amortize ₹133.18crores (₹58.49 crores in respect of enhanced Pension Liability and ₹74.69 crores in respect of increase in gratuity) over the period of five years. Accordingly, ₹6.66 Crores has been amortized and charged to the Profit & Loss account. The unamortized amount as on 30<sup>th</sup> June 2014 is ₹19.98 Crores.
4. For the quarter ended on 30<sup>th</sup> June 2014, bank has made a provision of ₹22 Crores on an estimated basis towards any increase that may become payable as a result of Xth Bipartite settlement under negotiation between IBA & officer/awards staff association/union.
5. The shortfall on account of sale of assets to Reconstruction Company amounting to ₹88.84 Crores, is being amortized over a period of two years, as per RBI guidelines. Consequently, ₹11.11 Crores has been amortized and charged to the Profit & Loss account for the quarter ended 30<sup>th</sup> June 2014. The unamortized amount on this account as on 30<sup>th</sup> June 2014 is ₹77.73 Crores.
6. For the quarter ended on 30<sup>th</sup> June 2014, ₹2.15 Crores have been provided against unhedged Foreign Currency exposure of the borrowers on Pro-Rata basis as per RBI Master circular no. DBOD.No.BP.BC.9/21.04.048/2014-15 dated 1<sup>st</sup> July 2014.
7. Number of Investor complaints received and disposed of during the period under review of 30<sup>th</sup> June 2014:

Pending at the beginning of the FY 2014-15	Received during the 3 months period	Disposed off during the 3 Months period	Pending at the end of June 2014
Nil	18	18	Nil

8. The figures of previous periods have been re-grouped / rearranged / re-casted, wherever considered necessary to accord to current period classification.
9. The above results have been subjected to review by the auditors and have been taken on record by the Board of Directors of the Bank at its meeting held on 28<sup>th</sup> July 2014.

Place: Bangalore  
Dated: 28.07.2014

  
Sharad Sharma  
Managing Director



**STATE BANK OF MYSORE  
HEAD OFFICE, BANGALORE**

REVIEWED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED  
FOR THE QUARTER ENDED 30TH JUNE, 2014

**SEGMENT REPORTING - (AS-17)**

The following segments have been identified :

**I.Primary Segment (Business Segment)**

Treasury Operations  
Corporate/Wholesale Banking  
Retail Banking

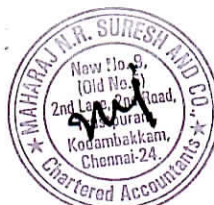
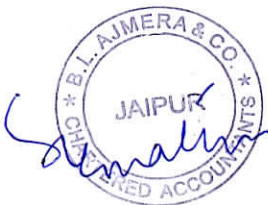
**II.The geographic segment consists of only the Domestic segment as the Bank does not have any foreign branches**

The Bank has got two main business segments namely Treasury Operations and Banking Operations. Banking Operations are further segmented to Corporate/Wholesale Banking and Retail Banking.

(Rs. in lakhs)

	Particulars	Quarter Ended			Year Ended
		30.06.2014 (REVIEWED)	31.03.2014 (AUDITED)	30.06.2013 (REVIEWED)	31.03.2014 (AUDITED)
<b>1</b>	<b>Segment Revenue (Income)</b>				
a	Treasury Operations	40164	41470	34879	148240
b	Corporate/Wholesale Banking	105154	102919	102893	407843
c	Retail Banking	83097	79849	62146	284223
	<b>Total</b>	<b>228414</b>	<b>224238</b>	<b>199918</b>	<b>840306</b>
	LESS Inter Segment Revenue	41641	41769	34650	150764
	<b>Net Income from Operations</b>	<b>186773</b>	<b>182469</b>	<b>165268</b>	<b>689542</b>
<b>2</b>	<b>Segment Results (Profit before tax)</b>				
a	Treasury Operations	-3438	-4473	-4377	-15930
b	Corporate/Wholesale Banking	2987	-6149	8154	6329
c	Retail Banking	13563	21766	6817	43690
	<b>Total</b>	<b>13112</b>	<b>11144</b>	<b>10595</b>	<b>34089</b>
	Less : Unallocated expenses net of unallocated income	2623	2800	2831	11355
	<b>Total Profit Before Tax</b>	<b>10489</b>	<b>8344</b>	<b>7764</b>	<b>22734</b>
<b>3</b>	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>				
a	Treasury Operations	186565	177884	182923	177884
b	Corporate/Wholesale Banking	239206	262446	250256	262446
c	Retail Banking	151365	147030	144098	147030
d	Unallocated Assets	-115000	-132500	-132500	-132500
	<b>Total</b>	<b>462136</b>	<b>454860</b>	<b>444776</b>	<b>454860</b>

  
Sharad Sharma  
Managing Director





**B.L.AJMERA & CO.**  
Chartered Accountants  
Malji Chhogalal Trust Building, M I Road,  
JAIPUR – 302001

**M K P S & ASSOCIATES**  
Chartered Accountants  
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**MAHARAJ N. R. SURESH AND CO.**  
Chartered Accountants  
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CHENNAI - 600024

**BUBBER JINDAL & COMPANY**  
Chartered Accountants  
3072, Pratap Street  
Gola Market, Behind Golcha Cinema  
NEW DELHI - 110002

**REVIEW REPORT TO STATE BANK OF INDIA ON THE FINANCIAL RESULTS OF STATE  
BANK OF MYSORE, BANGALORE FOR THE THREE MONTHS PERIOD ENDED 30<sup>TH</sup> JUNE  
2014**

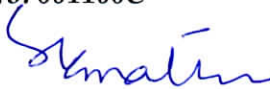

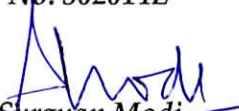





- 1) We have reviewed the accompanying statement of un-audited financial results of State Bank of Mysore for the three months period ended on 30<sup>th</sup> June 2014 except for the disclosures regarding Public Shareholding and Promoter Group Shareholding which have been traced from the disclosures made by the management and have not been audited by us. This statement is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
- 2) We conducted our review in accordance with the Standard on Review Engagement (SRE) – 2410, engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. The standard requires that we plan and perform the review to obtain a moderate assurance as to whether the financial statements are free of material mis-statements. The review is limited primarily to inquiries of Bank personnel and analytical procedures for financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
- 3) In the conduct of our Review, we have reviewed 20 large branches and the departments of the Bank. These review reports cover 55.76% of the advances portfolio and 58.28% of NPAs of the Bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from branches of the Bank, certified by the respective Branch Managers.



4) We invite attention to

- i) Note no: 1 regarding estimation of certain items of income, expenditure and provisions;
- ii) Note no: 2 regarding reconciliation of Inter-Branch Accounts, Inter-Bank Accounts and other Accounts including National & Local Clearing Accounts, Nostro Account, Branch System Suspense Account, Forex Clearing General Account, Currency Transaction Account and ATM transactions.; and

Based on our review on the basis as detailed in Para 3 and subject to Para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with the applicable Accounting Standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material mis-statement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

<p>For B L Ajmera &amp; Co. Chartered Accountants FRN No. 001100C</p> <p> CA. Sanjeev Kumar Mathur (Partner) M. No. 075325</p> <p></p>	<p>For M K P S &amp; Associates Chartered Accountants FRN No. 302014E</p> <p> CA. Surgyan Modi (Partner) M. No.051361</p> <p></p>
<p>For Maharaj N. R. Suresh and Co. Chartered Accountants FRN No. 001931S</p> <p> CA. N.R. Jayadevan (Partner) M.No.023838</p> <p></p>	<p>For Bubber Jindal &amp; Co. Chartered Accountants FRN No. 000399N</p> <p> CA. A.C. Bubber (Partner) M.No.014980</p> <p></p>

Date : 28.07.2014

Place : Bangalore