

स्टेट बैंक ऑफ़ त्रावणकोर  
(भारतीय स्टेट बैंक का सहयोगी)  
प्रधान कार्यालय: तिरुवनन्तपुरम



STATE BANK OF TRAVANCORE  
(Associate of the State Bank of India)  
Head Office, Thiruvananthapuram

UNAUDITED(REVIEWED) FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2014

(Rs in Lacs)

PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	(REVIEWED)	(AUDITED)
1 Interest Earned (a+b+c+d)	243621.10	242353.73	242128.36	485974.83	478557.22	970655.22
a Interest/discount on advance/bills	184944.99	182983.36	183652.24	367928.35	367436.37	740092.35
b Income on investments	57651.39	56556.07	56850.71	114207.46	108358.32	222435.32
c Interest on balances with RBI and other Inter Bank funds	939.74	2409.56	1377.99	3349.30	2214.65	4990.63
d Others	84.98	404.74	247.42	489.72	547.88	3136.92
2 Other Income	17269.62	22071.14	14481.40	39340.76	39757.18	85194.73
3 TOTAL INCOME(1+2)	260890.72	264424.87	256609.76	525315.59	518314.40	1055849.95
4 Interest Expended	185421.17	189793.96	182202.52	375215.13	360353.82	732340.24
5 Operating Expenses (i+ii)	48013.94	46518.61	43445.00	94532.55	85026.19	186540.81
(i) Employees cost	29586.98	30104.45	27412.99	59691.43	53613.98	119882.52
(ii) Other operating expenses	18426.96	16414.16	16032.01	34841.12	31412.21	66658.29
6 TOTAL EXPENDITURE (4+5) (excluding Provisions and Contingencies)	233435.11	236312.57	225647.52	469747.68	445380.01	918881.05
7 Operating Profit before Provisions and Contingencies (3-6)	27455.61	28112.30	30962.24	55567.91	72934.39	136968.90
8 Provisions (Other than tax) and Contingencies	24149.03	20416.88	25193.23	44565.91	43312.71	83266.65
Of which provisions for Non- performing assets	21410.05	22141.20	10399.63	43551.25	25837.97	57778.52
9 Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
10 Profit (+)/Loss(-) from ordinary activities before tax (7-8-9)	3306.58	7695.42	5769.01	11002.00	29621.68	53702.25
11 Tax Expense	1388.00	2692.00	235.00	4080.00	5521.00	23268.00
12 Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)	1918.58	5003.42	5534.01	6922.00	24100.68	30434.25
13 Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
14 Net Profit (+)/Loss(-) for the period (12-13)	1918.58	5003.42	5534.01	6922.00	24100.68	30434.25
15 Paid-up equity share capital	5925.35	5925.35	5000.00	5925.35	5000.00	5000.00
16 Reserves excluding revaluation reserves (as per Balance Sheet of previous accounting year)						452481.69
17 Analytical Ratios						
(i) Percentage of shares held by Govt. of India	0.00	0.00	0.00	0.00	0.00	0.00
(ii) a. Capital Adequacy Ratio - BASEL II	10.89%	10.99%	10.85%	10.89%	10.85%	11.52%
b. Capital Adequacy Ratio - BASEL III	10.16%	10.28%	10.13%	10.16%	10.13%	10.79%
(iii) Face Value per Share (in Rupees)	10.00	10.00	10.00	10.00	10.00	10.00
Earnings per Share (EPS) (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 annualised)	3.24	8.44	11.07	11.68	48.20	60.87
b. Basic and diluted EPS after extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (*not annualised)	3.24	8.44	11.07	11.68	48.20	60.87
(iv) (a) Amount of gross non-performing assets	354405.88	328244.22	240211.96	354405.88	240211.96	307693.90
(b) Amount of net non-performing assets	216341.70	200468.63	139179.18	216341.70	139179.18	192850.41
(c) % of gross NPAs	5.11%	4.69%	3.50%	5.11%	3.50%	4.35%
(d) % of net NPAs	3.20%	2.93%	2.07%	3.20%	2.07%	2.78%
(v) Return on Assets (Annualized)	0.13%	0.18%	0.46%	0.13%	0.46%	0.29%
18 Public Shareholding:						
Number of shares (in lacs)	125	125	125	125	125	125
Percentage of share holding	21.09	21.09	25.00	21.09	25	25.00
19 Promoters and promoter group Shareholding						
a) Pledged / Encumbered						
Number of shares [ in Lacs ]	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
Percentage of shares (as a % of the total share capital of the Bank)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-Encumbered						
Number of shares [ in Lacs ]	468	468	375	468	375	375
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100	100	100.00
Percentage of shares (as a % of the total share capital of the Bank)	78.91	78.91	75.00	78.91	75	75.00



SUMMARISED BALANCE SHEET	AS AT		
	30.09.2014	30.09.2013	31.03.2014
<b>I. CAPITAL AND LIABILITIES</b>	<b>(REVIEWED)</b>	<b>(REVIEWED)</b>	<b>AUDITED</b>
1 Capital	5925.35	5000.00	5000.00
Share Application Money Pending for Allotment	0.00	0.00	38500.00
2 Reserves and Surplus	496978.40	455598.55	452481.89
3 Deposits	9258621.88	9150452.61	8933668.18
4 Borrowings	395461.08	659211.26	681837.48
5 Other Liabilities and Provisions	345865.83	328048.62	417054.44
Total	10502852.52	10598311.04	10528541.79
<b>II. ASSETS</b>			
1 Cash and Balance with Reserve Bank of India	475231.08	512480.76	445858.84
2 Balances with Banks and Money at Call & Short Notice	162391.56	122136.38	120059.91
3 Investments	2837714.23	2992040.27	2794136.53
4 Advances	6772258.22	6732722.43	6940461.43
5 Fixed Assets	37558.31	30159.86	33901.18
6 Other Assets	217699.12	208771.34	194125.90
Total	10502852.52	10598311.04	10528541.79

**NOTES:**

- The above financial results have been arrived at after considering provisions for Non-Performing Assets, Standard Assets, all applicable taxes, amortisation of premium relating to investment under 'Held to Maturity' category, Depreciation on investments and Fixed Assets, Diminution in fair value of Advances in respect of Restructured Accounts and other usual and necessary provisions on estimated and proportionate basis. There are no changes in the accounting policies during the period.
- Reconciliation of Inter-branch transactions, Accounts with State Bank of India, Associate Banks / Other Banks, Government Transactions (both State and Central), Balance in Office account, Nostro Accounts, System Suspense Account, Clearing, other Adjusting Accounts and ATM Balances is in progress. In the opinion of the management, no material impact of such reconciliation on financial statements is anticipated.
- The operating results for the quarter ended 30th September, 2014 are the balancing figures between published figures in respect of first half year and the published year-to-date figures upto the 1st quarter of the respective years.
- The employees cost comprising provision for Pension and Gratuity for the half year ended 30th September, 2014 includes an amount of Rs.67.19 Crores (corresponding period during previous year-Rs.67.19 Crores) towards amortization of expenses relating to second option for pension for serving employees and enhancement in ceiling of Gratuity as per the guidelines of Reserve Bank of India vide circular No.DBOD.BP.BC.80/21.04.018/2010-11 dated 09<sup>th</sup> February 2011.
- In accordance with RBI guidelines, the Bank has shifted the securities from AFS to HTM category amounting to Rs.1,445.00 crores (Book value of Rs.1402.15 crores) during the half year and the resultant depreciation of Rs.35.74 crores has been charged to Profit & Loss account.
- In terms of RBI Circular DBOD.BP.BC.2/21.06.201/2013-14 dated 1<sup>st</sup> July, 2013, banks are required to make half yearly Pillar 3 disclosure under Basel III capital requirements with effect from 30<sup>th</sup> September 2013. The disclosure has been placed on the website of the bank which can be accessed at the link <http://sbt.co.in/sbtr/basel/basel.htm>. This disclosure has not been subjected to limited review by the statutory auditors of the bank.
- Based on the available data, financial statements and declaration from the borrowers wherever received, the Bank has estimated the liability of Rs.16.35 crore on Unhedged Foreign Currency Exposure to their constituents in terms of RBI Circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated 15<sup>th</sup> January 2014 and subsequent clarification vide circular DBOD.No.BP.BC.116/21.06.200/2013-14 dated 3<sup>rd</sup> June 2014. As permitted in the said RBI circular, out of the total liability of Rs.12.00 crore as at 30th June, 2014, one half amounting to Rs.6.00 crore has been provided during the half year ended 30th September, 2014 by the Bank. The incremental liability of Rs.4.35 crores as at 30th Sept. 2014 is also provided for.
- During the half year ended 30th September 2014, the Bank has allotted 9263473 Equity Shares of Rs.10/- each @ Rs.416.06 per share to State Bank of India aggregating to Rs.386.00 crore on preferential basis.
- During the half year, Bank has assigned financial assets having a Net Book Value of Rs.514.17 crore to asset reconstruction company for a consideration of Rs.267.32 crore. In terms of RBI Circular DBOD.BP.BC.No. 98/21.04.132/2013-14 dated 26<sup>th</sup> February 2014, the Bank has spread over the net short fall of Rs.246.85 crore over a period of two years. Consequently, an amount of Rs.61.72 crores has been charged off during the half year ended 30<sup>th</sup> September 2014.
- During the half year ended 30th September, 2014, the Bank has recognised Deferred Tax Assets on provision for Diminution in fair value of restructured standard assets, which was hitherto not being done. Accordingly, an amount of Rs.81.62 crores (including Rs.77.82 crores relating to the period upto 31.03.2014) has been accounted for in the current period under review.
- Corresponding previous period/ year figures have been regrouped / rearranged, wherever necessary.
- The above results have been taken on record and approved by the Board of Directors of the Bank at its meeting held on 29th October, 2014.
- Details of Investor Complaints for the half year ended 30th September, 2014:

Beginning	Received	Disposed off	Lying Un-resolved
NIL	9	9	NIL

Place: Thiruvananthapuram

Date: 29<sup>th</sup> OCTOBER 2014

*Jeevandas Narayan*  
JEEVANDAS NARAYAN  
MANAGING DIRECTOR





**STATE BANK OF TRAVANCORE**  
(Associate of State Bank of India)  
**HEAD OFFICE:: THIRUVANANTHAPURAM**

**ACCOUNTING STANDARD 17 - DISCLOSURE UNDER SEGMENT REPORTING AS ON 30<sup>th</sup> SEPTEMBER 2014**

(Rs. In Lakhs)

PARTICULARS	QUARTER ENDED			HALF-YEAR ENDED		YEAR ENDED
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
	REVIEWED	REVIEWED	REVIEWED	REVIEWED	REVIEWED	AUDITED
<b>1. SEGMENT REVENUE</b>						
a. Treasury Operations	64,006.69	68,275.16	62,564.91	132,281.85	128,606.20	254,549.64
b. Banking Operations						
i. Corporate / Wholesale Operations	145,055.15	97,721.79	96,505.95	242,776.94	192,009.23	411,868.35
ii. Retail Banking Operations	51,828.88	98,427.92	97,538.89	150,256.80	197,698.96	389,431.96
Total for banking operations	196,884.03	196,149.71	194,044.84	393,033.74	389,708.19	801,300.31
<b>Total</b>	<b>260,890.72</b>	<b>264,424.87</b>	<b>256,609.75</b>	<b>525,315.59</b>	<b>518,314.39</b>	<b>1,055,849.95</b>
<b>2. Segment Results Profit/(Loss) before Tax</b>						
a. Treasury Operations	(3,236.99)	2,301.60	(8,559.26)	(935.39)	165.70	(14,324.74)
b. Banking Operations						
i. Corporate / Wholesale Operations	4,686.53	2,687.20	7,129.11	7,373.73	14,512.96	34,965.87
ii. Retail Banking Operations	1,857.04	2,706.62	7,199.14	4,563.66	14,943.02	33,061.12
Total for banking operations	6,543.57	5,393.82	14,328.25	11,937.39	29,455.98	68,026.99
<b>Total</b>	<b>3,306.58</b>	<b>7,695.42</b>	<b>5,768.99</b>	<b>11,002.00</b>	<b>29,621.68</b>	<b>53,702.25</b>
Less Extra ordinary Profit/Loss						
<b>Total Profit Before Tax</b>	<b>3,306.58</b>	<b>7,695.42</b>	<b>5,768.99</b>	<b>11,002.00</b>	<b>29,621.68</b>	<b>53,702.25</b>
Less Tax Expense	1,388.00	2,692.00	235.00	4,080.00	5,521.00	23,268.00
<b>Net Profit</b>	<b>1,918.58</b>	<b>5,003.42</b>	<b>5,533.99</b>	<b>6,922.00</b>	<b>24,100.68</b>	<b>30,434.25</b>
<b>3. Capital Employed (Segment Assets-Segment Liabilities)</b>						
a. Treasury Operations	37,751.89	42,490.86	34,174.45	37,751.89	34,174.45	34,337.70
b. Banking Operations						
i. Corporate / Wholesale Operations	287,324.30	228,421.84	210,099.16	287,324.30	210,099.16	217,496.02
ii. Retail Banking Operations	177,827.56	230,072.41	216,324.95	177,827.56	216,324.95	205,647.98
Total for banking operations	465,151.86	458,494.25	426,424.11	465,151.86	426,424.11	423,144.00
<b>Total</b>	<b>502,903.75</b>	<b>500,985.11</b>	<b>460,598.56</b>	<b>502,903.75</b>	<b>460,598.56</b>	<b>457,481.70</b>

Note: The Bank operates only in Domestic Segment

Place: Thiruvananthapuram  
Date: 29th October, 2014

*Jeev*  
**JEEVANDAS NARAYAN**  
MANAGING DIRECTOR



M/s. ABRAHAM & JOSE Chartered Accountants	M/s. G.K. RAO & Co. Chartered Accountants
M/s. R.G.N. PRICE & Co. Chartered Accountants	M/s. KUMAR VIJAY GUPTA & Co. Chartered Accountants

## LIMITED REVIEW REPORT

**The Board of Directors  
State Bank of Travancore  
Thiruvananthapuram**

### Introduction

We have reviewed the accompanying statement of un-audited financial results along with notes appearing thereon of State Bank of Travancore for the half year ended 30<sup>th</sup> September 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from 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 this financial statement based on our review.

### Scope of Review

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we could become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

In the conduct of our Review, unaudited financial results in respect of 20 Branches and treasury operations were reviewed by us and have relied on the review reports in respect of non-performing assets received from concurrent auditors of the Bank in respect of 55 Branches. These review reports cover 51.55% of the Advances (non food credit) and 75.17% of the Gross Non Performing Assets of the Bank. Apart from these review reports, in the conduct of our review, we have also relied upon the various returns received from the branches of the Bank.

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**Conclusion**


Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read with the notes thereon prepared in accordance with applicable accounting standards and other recognized 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 misstatement 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.

**Emphasis of Matter**

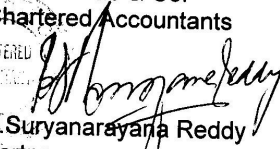
We draw attention to :

- (i) Note No. 9 of unaudited financial results, about spreading over of loss in respect of assignment of financial assets to Asset Reconstruction Company to the extent of Rs. 246.85 crores, pursuant to Reserve Bank of India circular DBOD.BP.BC. No.98/21.04.132/2013-14 dated 26<sup>th</sup> February 2014.
  - (ii) Note No.10 of unaudited financial results, regarding creation of Deferred Tax Asset (DTA) on provision for diminution in fair value of Restructured Standard Assets amounting to Rs.81.62 crores (including Rs.77.82 crores relating to the period up to 31.3.2014)
- Our opinion is not qualified in respect of the above matters.

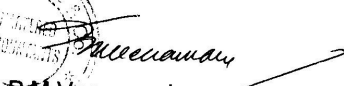
For Abraham & Jose  
Chartered Accountants

  
Mukesh. K.P  
Partner  
Membership No. 214773  
FRN: 000010S

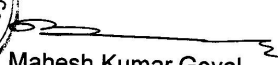
For G.K.Rao & Co.  
Chartered Accountants

  
B. Suryanarayana Reddy  
Partner  
Membership No.021071  
FRN: 003124S

For R G N Price & Co  
Chartered Accountants

  
P.M. Veeramani  
Partner  
Membership No.023933  
FRN: 002785S

For Kumar Vijay Gupta & Co  
Chartered Accountants

  
Mahesh Kumar Goyal  
Partner  
Membership No.088958  
FRN: 07814N

Thiruvananthapuram  
29<sup>th</sup> October 2014