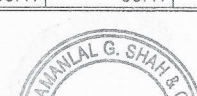
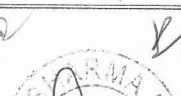
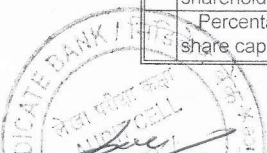


HEAD OFFICE : MANIPAL - 576 104 ; KARNATAKA

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER 2013

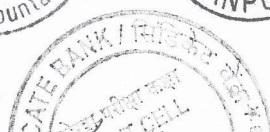
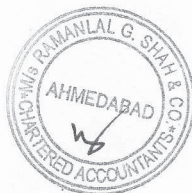
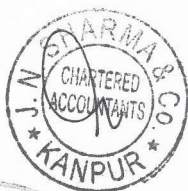
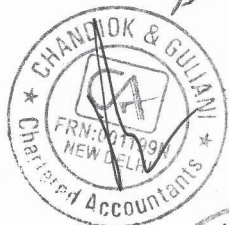
(₹ in Lakhs)

Particulars	Quarter Ended 31.12.2013 (Reviewed)	Quarter Ended 30.09.2013 (Reviewed)	Quarter Ended 31.12.2012 (Reviewed)	Nine Months Ended 31.12.2013 (Reviewed)	Nine Months Ended 31.12.2012 (Reviewed)	Year Ended 31.03.2013 (Audited)
<b>1 Interest Earned (a + b + c + d)</b>	<b>471,894</b>	<b>457,396</b>	<b>422,059</b>	<b>1,372,456</b>	<b>1,273,925</b>	<b>1,712,069</b>
a) Interest / Discount on Advances / Bills	365,796	357,002	333,295	1,070,765	1,005,928	1,352,447
b) Income on Investments	95,093	92,673	81,266	274,098	240,040	323,115
c) Interest on balances with Reserve Bank of India and other Inter Bank Funds	9,073	7,721	7,498	24,270	20,153	28,703
d) Others	1,932	-	-	3,323	7,804	7,804
<b>2 Other Income</b>	<b>29,234</b>	<b>27,640</b>	<b>26,931</b>	<b>86,325</b>	<b>77,504</b>	<b>117,436</b>
<b>3 TOTAL INCOME (1 + 2)</b>	<b>501,128</b>	<b>485,036</b>	<b>448,990</b>	<b>1,458,781</b>	<b>1,351,429</b>	<b>1,829,505</b>
<b>4 Interest Expended</b>	<b>336,041</b>	<b>316,267</b>	<b>282,082</b>	<b>961,740</b>	<b>862,954</b>	<b>1,166,663</b>
<b>5 Operating Expenses (i) + (ii)</b>	<b>84,524</b>	<b>87,654</b>	<b>80,487</b>	<b>240,507</b>	<b>233,631</b>	<b>317,883</b>
i) Employees Cost	57,709	59,592	55,040	161,224	160,051	217,921
ii) Other Operating Expenses	26,815	28,062	25,447	79,283	73,580	99,962
<b>6 TOTAL EXPENDITURE (4 + 5)</b>	<b>420,565</b>	<b>403,921</b>	<b>362,569</b>	<b>1,202,247</b>	<b>1,096,585</b>	<b>1,484,546</b>
(excluding Provisions and Contingencies)						
<b>7 OPERATING PROFIT (3 - 6)</b>	<b>80,563</b>	<b>81,115</b>	<b>86,421</b>	<b>256,534</b>	<b>254,844</b>	<b>344,959</b>
(before Provisions and Contingencies)						
8 Provisions (other than tax) and Contingencies	45,893	33,995	52,998	128,805	152,239	188,618
9 Exceptional Items	-	-	-	-	-	-
<b>10 Profit (+) / Loss (-) from Ordinary Activities before Tax (7 - 8 - 9)</b>	<b>34,670</b>	<b>47,120</b>	<b>33,423</b>	<b>127,729</b>	<b>102,605</b>	<b>156,341</b>
11 Tax Expense	(3,306)	108	(17,426)	(2,487)	(38,602)	(44,101)
a) Provision for Taxes	2,216	(5,620)	13,514	12,318	31,435	36,353
b) DTA/DTL/MAT	(5,522)	5,728	(30,940)	(14,805)	(70,037)	(80,454)
<b>12 Net Profit (+) / Loss (-) from Ordinary Activities after Tax (10 - 11)</b>	<b>37,976</b>	<b>47,012</b>	<b>50,849</b>	<b>130,216</b>	<b>141,207</b>	<b>200,442</b>
13 Extraordinary items (net of Tax Expense)	-	-	-	-	-	-
<b>14 Net Profit (+) / Loss (-) for the period (12 - 13)</b>	<b>37,976</b>	<b>47,012</b>	<b>50,849</b>	<b>130,216</b>	<b>141,207</b>	<b>200,442</b>
15 Paid-up Equity Share Capital (Face value of ₹ 10/- per share)	60,195	60,195	60,195	60,195	60,195	60,195
16 Reserves excluding Revaluation Reserves (as per Balance Sheet of Previous Accounting Year)	896,364	896,364	743,379	896,364	743,379	896,364
<b>17 Analytical Ratios</b>						
i) Percentage of shares held by Government of India	66.17	66.17	66.17	66.17	66.17	66.17
ii) Capital Adequacy Ratio (%):						
Basel II	11.55	11.94	11.38	11.55	11.38	12.59
Basel III	11.26	11.58	NA	11.26	NA	NA
iii) Earning per Share (in ₹)						
Basic and diluted EPS before and after Extraordinary items, net of Tax Expense [not annualised]	6.31	7.81	8.45	21.63	23.46	33.30
iv) NPA Ratios:						
a) Gross NPA	440,098	447,181	315,995	440,098	315,995	297,850
b) Net NPA	256,667	254,656	114,111	256,667	114,111	112,477
c) Percentage of Gross NPA	2.80	2.88	2.31	2.80	2.31	1.99
d) Percentage of Net NPA	1.66	1.66	0.85	1.66	0.85	0.76
v) Return on Assets (Annualised) - %	0.68	0.89	1.10	0.81	1.04	1.07
<b>18 Public Shareholding</b>						
- Number of Shares	203664284	203664284	203664284	203664284	203664284	203664284
- Percentage of Shareholding	33.83	33.83	33.83	33.83	33.83	33.83
<b>19 Promoters and Promoter Group Shareholding</b>						
<b>a) Pledged / Encumbered</b>						
- Number of Shares	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>b) Non - Encumbered</b>						
- Number of Shares	398285671	398285671	398285671	398285671	398285671	398285671
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the Bank)	66.17	66.17	66.17	66.17	66.17	66.17



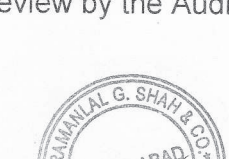
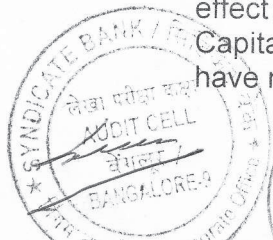
SEGMENT WISE REPORTING FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER 2013

PARTICULARS	Quarter Ended 31.12.2013 (Reviewed)	Quarter Ended 30.09.2013 (Reviewed)	Quarter Ended 31.12.2012 (Reviewed)	Nine Months Ended 31.12.2013 (Reviewed)	Nine Months Ended 31.12.2012 (Reviewed)	Year Ended 31.03.2013 (Audited)
<b>Part A: Business Segment</b>						
<b>Segment Revenue</b>						
a) Treasury Operations	1070	1014	923	3110	2691	3649
b) Corporate / Wholesale Banking Operations	2481	2610	2410	7583	7183	10068
c) Retail Banking Operations	1357	1123	1080	3592	3337	4165
d) Other Banking Operations	103	103	77	303	303	413
Less : Inter Segment Revenue	0	0				0
<b>Net Sales / Income from operation</b>	<b>5011</b>	<b>4850</b>	<b>4490</b>	<b>14588</b>	<b>13514</b>	<b>18295</b>
<b>Segment Results (Profit before tax and after interest)</b>						
a) Treasury Operations	112	133	112	392	290	683
b) Corporate / Wholesale Banking Operations	499	475	499	1508	1452	1863
c) Retail Banking Operations	175	190	238	595	689	771
d) Other Banking Operations	20	13	15	70	117	132
<b>Operating Profit:</b>	<b>806</b>	<b>811</b>	<b>864</b>	<b>2565</b>	<b>2548</b>	<b>3449</b>
<b>Less:</b>						
I) Interest	0	0	0	0	0	0
II) Other Un - Allocated Expenditure	459	340	530	1288	1522	1886
III) Other Un - Allocable Income	0	0	0	0	0	0
<b>Profit Before Tax:</b>	<b>347</b>	<b>471</b>	<b>334</b>	<b>1277</b>	<b>1026</b>	<b>1563</b>
Income Tax (Net)	-33	1	-174	-25	-386	-441
Extraordinary Profit / (Loss)	0	0	0	0	0	0
<b>Net Profit</b>	<b>380</b>	<b>470</b>	<b>508</b>	<b>1302</b>	<b>1412</b>	<b>2004</b>
<b>Capital employed:</b>						
<b>(Segment Assets-Segment Liabilities)</b>						
a) Treasury Operations	2314	2158	2022	2314	2022	1946
b) Corporate / Wholesale Banking Operations	4782	4946	4460	4782	4460	4359
c) Retail Banking Operations	2164	2059	1845	2164	1845	1930
d) Other Banking Operations	979	941	677	979	677	873
e) Unallocated Assets	1441	1449	1430	1441	1430	1434
<b>Total</b>	<b>11680</b>	<b>11553</b>	<b>10434</b>	<b>11680</b>	<b>10434</b>	<b>10542</b>
<b>Part B: Geographic Segment</b>						
<b>Revenue:</b>						
Domestic Operations	4812	4672	4325	14047	13043	17667
Foreign Operations	199	178	165	541	471	628
<b>Total</b>	<b>5011</b>	<b>4850</b>	<b>4490</b>	<b>14588</b>	<b>13514</b>	<b>18295</b>
<b>Assets:</b>						
Domestic Operations	196766	190381	174340	196766	174340	191058
Foreign Operations	33201	31760	19350	33201	19350	24064
<b>Total</b>	<b>229967</b>	<b>222141</b>	<b>193690</b>	<b>229967</b>	<b>193690</b>	<b>215122</b>



**NOTES:**


1. The above financial results were reviewed by the Audit Committee of the Bank and approved by the Board of Directors of the Bank at the meeting held on 31<sup>st</sup> January 2014. The results are subjected to "Limited Review" by Statutory Central Auditors.
2. There is no change in the Accounting Policies adopted during the quarter and nine months ended 31<sup>st</sup> December 2013 as compared to those followed in the annual financial statements for the year ended 31<sup>st</sup> March 2013.
3. Financial results for the quarter and nine months ended 31<sup>st</sup> December 2013 have been arrived at after considering provisions for Standard Assets, Non Performing Advances and Depreciation / Provision on Investments as per Reserve Bank of India guidelines. Provision for Income Tax (net of DTA / DTL), Depreciation on Fixed Assets and other necessary and usual provisions have been made on estimated basis and are subject to adjustment, if any, at the year end.
4. In terms of RBI circular DBOD.BP.BC.No.41/21.04.141/2013-14 dated August 23, 2013 on "Investment Portfolio of Banks – Classification, Valuation and Provisioning", the Bank has opted to amortize the depreciation on the Available for Sale (AFS) and Held for Trading (HFT) portfolios on each of the valuation dates in the current financial year in equal instalments during the financial year 2013-14. Accordingly, out of the total depreciation of ₹ 86.13 Crores on the above referred Investments as at December 31<sup>st</sup>, 2013, the Bank has recognised ₹ 28.54 Crores in the Profit and Loss Account of the current quarter in addition to ₹ 28.36 Crores recognised in the previous quarter ended 30.09.2013.
5. In accordance with the RBI guidelines, the Bank has amortized 1/5th (₹ 145.38 crores) of the enhanced liability of ₹ 726.90 crores in each of the years since 2010 - 11, in respect of second pension option and enhancement of ceiling of gratuity. Accordingly, the Bank has charged ₹ 109.05 Crores for the nine months ended on 31<sup>st</sup> December 2013 (₹ 36.35 Crores for the quarter ended on 31<sup>st</sup> December 2013) to Profit and Loss Account and the balance amount of ₹ 181.72 Crores will be absorbed in subsequent periods / future years.
6. Pending settlement of the proposed wage revision effective from November, 2012, an adhoc provision of ₹ 280 Crores is held as at 31<sup>st</sup> December 2013, which includes ₹ 180 Crores for the nine months ended 31<sup>st</sup> December 2013 (₹ 60 Crores for the quarter ended 31<sup>st</sup> December 2013).
7. Banks are required to disclose Capital Adequacy Ratio under Basel III capital Regulations from the quarter ended 30<sup>th</sup> June 2013. Accordingly, comparative details for previous periods are not applicable.
8. In terms of RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated July 01, 2013 covering guidelines on Pillar 3 disclosures under Basel III capital requirements, banks are required to make disclosures relating to the composition of capital with effect from September 30, 2013. Accordingly, Pillar 3 disclosures under Basel III Capital Regulations shall be placed on the website of the Bank. These disclosures have not been subjected to a limited review by the Auditors.



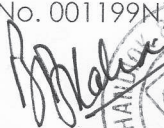
9. Number of Investors complaints pending at the beginning of the Quarter were 20, complaints received during the quarter were 698, resolved during the quarter are 710 and the complaints pending at the end of the Quarter are 8.
10. Bank has declared interim dividend of ₹2.50 per share on face value of ₹10 each (25%) in the Board meeting held on 09.01.2014 subject to necessary permission/ approval from the Government of India. The Government of India vide its Notification No. F No. 10/3/2010-BOA dated 15<sup>th</sup> January 2014, notified that the provisions of section 15(1) of the Banking Regulation Act 1949 shall not apply to Public Sector Banks for the financial year 2013-14. The Dividend payment has been made on 28.01.2014.
11. In terms of RBI circular No. DBOD NO. BP.BC.77/21.04018/2013-14 dated 20.12.2013, Deferred Tax Liability of ₹248.54 Crores on Special Reserve under section 36(1)(viii) of the Income Tax Act, 1961 has been appropriated directly through Reserve and Surplus on the amount outstanding as at 31.03.2013.
12. Figures of previous period / year have been reclassified / regrouped wherever considered necessary to make them comparable with the period under review.

  
**T K SRIVASTAVA**  
Executive Director

  
**M ANJANEYA PRASAD**  
Executive Director

  
**SUDHIR KUMAR JAIN**  
Chairman & Managing Director

**For CHANDIOK & GULIANI**  
Chartered Accountants  
(Regd. No. 001199N)

  
Partner: **B B Kalia**  
Membership No. 085772

**For J N SHARMA & CO**  
Chartered Accountants  
(Regd. No. 000833C)

  
Partner: **Ashok Sharma**  
Membership No. 070135

**For RAMANLAL G SHAH & CO**  
Chartered Accountants  
(Regd. No. 108517W)

  
Partner: **Vivek S Shah**  
Membership No. 112269

**For SAMBHU N DE & CO**  
Chartered Accountants  
(Regd. No. 307055E)

  
Partner: **S N Mitra**  
Membership No. 011678

**For K N GOYAL & CO**  
Chartered Accountants  
(Regd. No. 001084N)

  
Partner: **K N Goyal**  
Membership No. 011939

Place : **Bengaluru**  
Date : **31.01.2014**