



VIJAYA BANK
HEAD OFFICE :: BANGALORE

REVIEWED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2014

| Sl. No. | Particulars | Quarter ended | | | Half year ended | | (Rs in lakh) |
|---------|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------------------|
| | | 30.09.2014 (Reviewed) | 30.09.2014 (Reviewed) | 30.09.2013 (Reviewed) | 30.09.2014 (Reviewed) | 30.09.2013 (Reviewed) | Year ended 31.03.2014 (Audited) |
| 1 | Interest earned ((a)+(b)+(c)+(d)) | 308390 | 302375 | 269056 | 610765 | 512248 | 107065 |
| | (a) Interest on loan advances/bills | 217911 | 209695 | 196289 | 427606 | 376837 | 77136 |
| | (b) Income on investments | 83866 | 80439 | 65548 | 164305 | 123227 | 26050 |
| | (c) Interest on balances with Reserve Bank of India and other inter bank funds | 102 | 48 | 40 | 150 | 214 | 30 |
| | (d) Others | 6511 | 12193 | 7180 | 18704 | 11970 | 3848 |
| 2 | Other Income | 16985 | 16820 | 12310 | 33605 | 39000 | 7098 |
| 3 | TOTAL INCOME (1+2) | 325376 | 318995 | 281366 | 644370 | 551248 | 114164 |
| 4 | Interest Expended | 250520 | 248827 | 210907 | 499347 | 406016 | 86231 |
| 5 | Operating Expenses (e) + (f) | 44245 | 41163 | 43170 | 85408 | 84904 | 16895 |
| | (e) Employee costs | 26038 | 24419 | 28543 | 50457 | 54824 | 10398 |
| | (f) Other operating expenses | 18207 | 16744 | 14627 | 34951 | 30080 | 6497 |
| 6 | TOTAL EXPENDITURE (4+5) (Excluding provisions and contingencies) | 294766 | 289990 | 254077 | 584755 | 490920 | 103126 |
| 7 | OPERATING PROFIT (3-6) | 30610 | 29006 | 27289 | 59615 | 60328 | 11037 |
| | (Profit before provisions and contingencies) | | | | | | |
| 8 | Provisions (other than tax) and Contingencies | 15172 | 9352 | 13169 | 24524 | 22074 | 6557 |
| 9 | Exceptional Items | 0 | 0 | 0 | 0 | 0 | 0 |
| 10 | Profit/(Loss) from Ordinary Activities before tax (7-8-9) | 15438 | 19653 | 14120 | 35091 | 38254 | 44795 |
| 11 | Tax Expenses | 1063 | 3507 | 498 | 4570 | 11386 | 3204 |
| 12 | Net Profit/(Loss) from Ordinary Activities after tax (10-11) | 14375 | 16146 | 13622 | 30521 | 26868 | 41591 |
| 13 | Extraordinary Items (Net of Tax Expense) | 0 | 0 | 0 | 0 | 0 | 0 |
| 14 | Net Profit/(Loss) for the period (12-13) | 14375 | 16146 | 13622 | 30521 | 26868 | 41591 |
| 15 | Paid up equity share capital (Face value of each share-Rs. 10/-) | 85912 | 85912 | 49554 | 85912 | 49554 | 85912 |
| 16 | Reserves excluding Revaluation Reserves (As per Balance Sheet of previous accounting year) | 477981 | 477981 | 360049 | 477981 | 360049 | 477981 |
| 17 | Analytical Ratios | | | | | | |
| | (i) Percentage of shares held by Government of India | 74.06 | 74.06 | 55.02 | 74.06 | 55.02 | 74.06 |
| | (ii) Capital Adequacy Ratio (%) | | | | | | |
| | (a) Basel II | 10.52 | 10.81 | 11.01 | 10.52 | 11.01 | 10.97 |
| | (b) Basel III | 10.21 | 10.45 | 10.83 | 10.21 | 10.83 | 10.56 |
| | (iii) Earnings per share (EPS) (Not annualized) (In Rs) | | | | | | |
| | (a) Basic and Diluted EPS before Extraordinary Items (Net of Tax Expenses) for the period, for the year to date and for the previous year | 1.67 | 1.88 | 2.75 | 3.55 | 5.42 | 7.64 |
| | (b) Basic and Diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year | 1.67 | 1.88 | 2.75 | 3.55 | 5.42 | 7.64 |
| | (iv) NPA Ratios | | | | | | |
| | a) Amount of Gross Non Performing Assets | 223928 | 206877 | 198070 | 223928 | 198070 | 198588 |
| | b) Amount of Net Non Performing Assets | 146195 | 134711 | 123219 | 146195 | 123219 | 126237 |
| | c) Percentage of Gross Non Performing Assets | 2.85 | 2.68 | 2.77 | 2.85 | 2.77 | 2.41 |
| | d) Percentage of Net Non Performing Assets | 1.88 | 1.77 | 1.75 | 1.88 | 1.75 | 1.59 |
| | (v) Return on Assets (Annualized) (%) | 0.43 | 0.49 | 0.46 | 0.46 | 0.46 | 0.35 |
| 18 | Public share holding | | | | | | |
| | - Number of shares | 222872258 | 222872258 | 222872258 | 222872258 | 222872258 | 222872258 |
| | - Percentage of share holding | 25.94 | 25.94 | 44.98 | 25.94 | 44.98 | 25.94 |
| 19 | Promoters and Promoter Group Shareholding | | | | | | |
| | a) Pledged / Encumbered | | | | | | |
| | Number of Shares | Nil | Nil | Nil | Nil | Nil | Nil |
| | Percentage of shares (as a percentage of total shareholding of promoter and promoter group) | Nil | Nil | Nil | Nil | Nil | Nil |
| | Percentage of shares (as a percentage of total share capital) | Nil | Nil | Nil | Nil | Nil | Nil |
| | b) Non-encumbered | | | | | | |
| | Number of Shares | 636247049 | 636247049 | 272666736 | 636247049 | 272666736 | 636247049 |
| | Percentage of shares (as a percentage of total shareholding of promoter and promoter group) | 100 | 100 | 100 | 100 | 100 | 100 |
| | Percentage of shares (as a percentage of total share capital) | 74.06 | 74.06 | 55.02 | 74.06 | 55.02 | 74.06 |

| SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER / HALF YEAR ENDED 30.09.2014 | | | | | | | |
|---|---------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|---------------------------------------|---------------------------------------|---------------------------------|
| Sl. No. | Particulars | Quarter Ended 30.09.2014 (Reviewed) | Quarter Ended 30.09.2014 (Reviewed) | Quarter Ended 30.09.2013 (Reviewed) | Half Year Ended 30.09.2014 (Reviewed) | Half Year Ended 30.09.2013 (Reviewed) | Year Ended 31.03.2014 (Audited) |
| a) | Segment Revenue # | | | | | | |
| | i) Treasury Operations | 92866 | 96712 | 75189 | 189378 | 153315 | 321520 |
| | ii) Whole Sale Banking | 141022 | 142345 | 126491 | 283367 | 251061 | 516914 |
| | iii) Retail Banking | 76989 | 67515 | 70032 | 144504 | 126016 | 254703 |
| | iv) Other Banking Operations | 14698 | 12423 | 9654 | 27121 | 20856 | 48505 |
| | Total | 325376 | 318995 | 281366 | 644370 | 551248 | 1141642 |
| b) | Segment Result | | | | | | |
| | i) Treasury Operations | 11437 | 16431 | (3166) | 27868 | (6386) | 56077 |
| | ii) Whole Sale Banking | (14850) | (12007) | 12396 | (26863) | 33579 | (57798) |
| | iii) Retail Banking | 23205 | 15256 | 11730 | 38461 | 19139 | 78638 |
| | iv) Other Banking Operations | 12303 | 10452 | 7876 | 22755 | 16982 | 39871 |
| | Total | 32089 | 30132 | 28836 | 62221 | 63294 | 116788 |
| c) | Unallocated Expenses | 1479 | 1127 | 1547 | 2806 | 2966 | 6416 |
| d) | Operating Profit | 30610 | 29006 | 27289 | 59615 | 60328 | 110373 |
| e) | Provisions & Contingencies | 15172 | 9352 | 13169 | 24524 | 22074 | 65578 |
| f) | Total Profit/(Loss) before tax | 16438 | 19653 | 14120 | 35091 | 38254 | 44795 |
| g) | Tax Expenses | 1063 | 3507 | 498 | 4570 | 11388 | 3204 |
| h) | Extraordinary Profit | 0 | 0 | 0 | 0 | 0 | 0 |
| i) | Net Profit | 14375 | 16146 | 13622 | 30521 | 26868 | 41591 |
| ii) | Capital Employed | | | | | | |
| | i) Treasury Operations | 86773 | 84978 | 43256 | 86773 | 43256 | 25463 |
| | ii) Whole Sale Banking | 176980 | 189517 | 205050 | 176980 | 205050 | 208160 |
| | iii) Retail Banking | 99004 | 89371 | 116711 | 99004 | 116711 | 104397 |
| | iv) Other Banking Operations | 26872 | 25050 | 19266 | 26872 | 19266 | 36824 |
| | v) Unallocated | 229061 | 216710 | 197769 | 229061 | 197769 | 213957 |
| | Total | 618690 | 604626 | 582052 | 618690 | 582052 | 588791 |

The Bank operates only in domestic segment

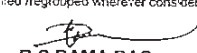
| SUMMARISED BALANCE SHEET | | |
|--|------------------|------------------|
| CAPITAL AND LIABILITIES | As at 30.09.2014 | As at 30.09.2013 |
| Capital | 85912 | 169554 |
| Reserves and surplus | 532778 | 412489 |
| Deposits | 12319922 | 10793567 |
| Borrowings | 266663 | 421325 |
| Other Liabilities and Provisions | 234980 | 238608 |
| Total | 13440265 | 12036553 |
| ASSETS | | |
| Cash and Balances with Reserve Bank of India | 536490 | 515680 |
| Balances with Banks and Money at Call and Short Notice | 59107 | 569615 |
| Investments | 4690327 | 3562435 |
| Advances | 7757598 | 7055938 |
| Fixed Assets | 53021 | 48009 |
| Other Assets | 343712 | 283876 |
| Total | 13440265 | 12036553 |




NOTES:

1. The above financial results have been approved by the Board of Directors of the Bank at its meeting held on 07th November 2014.
2. There has been no change in the Accounting Policies and Practices in preparation of these financial statements as compared to those followed in the preceding financial year ended on 31st March 2014.
3. The above financial results have been subjected to 'Limited Review' by the Statutory Central Auditors of the Bank in terms of RBI guidelines and SEBI Listing Agreement.
4. Working results for the period ended on 30.09.2014 have been arrived at after making necessary provisions for Income Tax, provision for Depreciation, provision for Employee Benefits and provisions for NPAs, Standard Assets, Restructured Accounts and Depreciation on Investment on the basis of prudential norms issued by the Reserve Bank of India.
5. In accordance with RBI circular DBOD.BP.BC.60/21.04.018/2010-11 dated February 9, 2011, the Bank has amortized an amount of Rs. 29.77 crore for the quarter ended 30.09.2014 towards reopening of the pension scheme and enhancement of the gratuity limit. Balance carried forward is Rs. 59.55 crore.
6. 10th Bipartite Agreement on wage revision is under process. The Bank has made a provision of Rs. 118.00 cr towards wage arrears upto 30.09.2014 on estimation basis.
7. Banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirement with effect from 30th September, 2013. These disclosures are being made available on the Bank's website 'www.vijayabank.com/Basel3disclosure'. These disclosures have not been subjected to limited review by the Auditors.
8. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated the liability of Rs. 17.58 crores on Unhedged Foreign Currency Exposure to the constituents in terms of RBI Circular no. DBOD.No.BP.BC.85/21.06.200/2013-14 dated 16.01.2014. The entire estimated amount is provided for.
9. The immediate impact, if any, of the cancellation of coal blocks on the bank's portfolio by way of security valuation and the impact, if any, of the penalty imposed by the Honourable Supreme Court on viability of the respective projects financed by the bank, has not been considered as the same is not ascertainable at this stage.
10. The number of investor's complaints pending in the beginning of the quarter and at the end of the quarter is Nil. Number of complaints received and resolved during the quarter is 825.
11. Provision Coverage Ratio (PCR) as on 30.09.2014 is 63.10%.
12. Figures of previous period/year have been reclassified /regrouped wherever considered necessary.


A S RAJEEV
General Manager


B S RAMA RAO
Executive Director


K. RAMADAS SHENOY
Executive Director


V. KANNAN
Chairman & Managing Director

AS PER OUR SEPARATE REPORT OF EVEN DATE ANNEXED HERETO

For M/s MUKUND M CHITALE &
Chartered Accountants
Registration No: 106655W



[ABHAY V. KAMAT]
Partner
Membership No: 039585

Place : Bangalore
Date : 07 th November, 2014

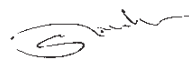
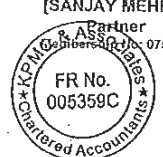
For M/s H C MITTAL & CO
Chartered Accountants
Registration No: 000237H


[H.C. MITTAL]
Partner
Membership No: 01113


For M/s KARRA & CO
Chartered Accountants
Registration No: 001749S


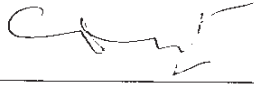
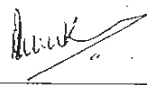
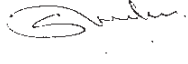
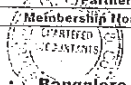




[K. PREMKUMAR]
Partner
Membership No: 019170


K P M C & ASSOCIATES
Chartered Accountants
Registration No: 005359C


[SANJAY MEHRA]
Partner
Membership No: 075488


REVIEW REPORT

- 1) We have reviewed the accompanying statement of unaudited financial results of VIJAYA BANK for the Quarter/Half Year ended 30th 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 these financial statements based on our review.
- 2) We conducted our review in accordance with the Standards on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements.
- 3) A review is limited primarily to inquiries of Bank's personnel and analytical procedures applied to 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.
- 4) In the conduct of our Review, we have relied on the review reports in respect of non-performing assets received from concurrent auditors of 27 branches, specifically appointed for this purpose and 20 branches reviewed by us. These review reports cover 64.21 percent of the advances portfolio of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.
- 5) Based on our review conducted as above, read with notes, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results 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.

| For M/s MUKUND M CHITALE & CO | For M/s N C MITTAL & CO | For M/s KARRA & CO | For M/s K P M C & ASSOCIATES |
|---|---|---|---|
| Chartered Accountants Registration No: 106655W | Chartered Accountants Registration No: 000237N | Chartered Accountants Registration No: 001749S | Chartered Accountants Registration No: 005359C |
|  |  |  |  |
| [ABHAY V KAMAT] Partner Membership No: 039985 | [N C MITTAL] Partner Membership No: 014213 | [K PREMKOMAR] Partner Membership No: 019170 | [SANJAY MEHRA] Partner Membership No: 115488 |
|  |  |  |  |

Place : Bangalore
Date : 07th November, 2014