



**Head Office : Star House, C - 5, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051.**  
**Audited Financial Results for the quarter / year ended 31st March, 2010**

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended		Year ended	
		31.03.2010	31.03. 2009	31.03.2010	31.03.2009
1	Interest earned ( a )+( b )+( c )+( d )	4525.05	4493.10	17877.99	16347.36
	( a ) Interest/ discount on advances/bills	3275.23	3359.30	13103.23	12539.25
	( b ) Income on Investments	1193.16	914.63	4464.30	3370.31
	( c ) Interest on balances with RBI and other inter bank funds	56.67	201.14	249.40	373.76
	( d ) Others	-0.01	18.03	61.06	64.04
2	Other Income	723.17	785.37	2616.63	3051.86
3	<b>TOTAL INCOME ( 1 + 2 )</b>	<b>5248.22</b>	<b>5278.47</b>	<b>20494.62</b>	<b>19399.22</b>
4	Interest expended	2973.36	3059.75	12122.04	10848.45
5	Operating expenses ( i )+( ii )	999.48	810.67	3667.82	3093.97
	( i ) Employees cost	598.65	477.90	2296.07	1937.41
	( ii ) Other operating expenses	400.83	332.77	1371.75	1156.56
6	<b>TOTAL EXPENDITURE (4)+(5) (excluding Provisions and Contingencies)</b>	<b>3972.84</b>	<b>3870.42</b>	<b>15789.86</b>	<b>13942.42</b>
7	<b>OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)</b>	<b>1275.38</b>	<b>1408.05</b>	<b>4704.76</b>	<b>5456.80</b>
8	Provisions (other than tax) and Contingencies	808.97	384.63	2210.93	1292.37
9	Exceptional items			-	
10	Profit (+) /Loss (-) from Ordinary Activities before tax (7-8-9)	466.41	1023.42	2493.83	4164.43
11	Tax expense	38.50	213.05	752.76	1157.08
12	<b>Net Profit(+)/Loss(-) from Ordinary Activities after tax(10-11)</b>	<b>427.91</b>	<b>810.37</b>	<b>1741.07</b>	<b>3007.35</b>
13	Extraordinary items (net of tax expense)			-	
14	<b>Net Profit(+)/Loss(-) for the period (12-13)</b>	<b>427.91</b>	<b>810.37</b>	<b>1741.07</b>	<b>3007.35</b>
15	Paid-up equity share capital (Face value Rs 10/- )	525.91	525.91	525.91	525.91
16	Reserves excluding Revaluation Reserves			11930.08	10617.66
17	Analytical Ratios				
	( i ) Percentage of shares held by Government of India	64.47%	64.47%	64.47%	64.47%
	(ii) Capital Adequacy Ratio				
	Basel I	12.63	13.21%	12.63	13.21%
	Basel II	12.94	13.01%	12.94	13.01%
	(iii) Earnings per Share ( EPS )				
	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 to be annualised) (Rs.)	8.15	15.43	33.15	57.26
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (Not to be annualised) (Rs.)	8.15	15.43	33.15	57.26
	(iv) (a) Amount of gross non-performing assets	4882.65	2470.88	4882.65	2470.88
	(b) Amount of net non-performing assets	2207.45	628.21	2207.45	628.21
	(c) Percentage of gross NPAs	2.85	1.71	2.85	1.71
	(d) Percentage of net NPAs	1.31	0.44	1.31	0.44
	(v) Return on Assets (Annualised)	0.65	1.50%	0.70	1.49%
18	Public Shareholding				
	Number of Shares	186595500	186595300	186595500	186595300
	Percentage of shareholding	35.53%	35.53%	35.53%	35.53%
19	Promotors and Promoter Group Shareholding				
	(a) Pledged/Encumbered				
	Number of Shares	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of the total share capital of the company)	Nil	Nil	Nil	Nil
	(b) Non-encumbered				
	Number of Shares	338580000	338580000	338580000	338580000
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
	Percentage of shares (as a percentage of the total share-capital of the company)	64.47%	64.47%	64.47%	64.47%

**Segment Information :**  
**Part A: Business Segments**

Particulars	Quarter Ended		Year Ended	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
<b>Segment Revenue</b>				
a) Treasury Operations	1443.77	1493.96	5701.77	5235.87
b) Wholesale Banking Operations	2493.57	2360.37	8838.66	8062.06
c) Retail Banking Operations	1278.07	1397.39	5803.50	6033.40
d) Unallocated	10.01	27.24	100.75	88.11
<b>T o t a l</b>	<b>5225.42</b>	<b>5278.96</b>	<b>20444.68</b>	<b>19419.44</b>
Less : Inter Segment Revenue	(22.80)	0.49	(49.94)	20.22
<b>Income from Operations</b>	<b>5248.22</b>	<b>5278.47</b>	<b>20494.62</b>	<b>19399.22</b>
<b>Segment Results</b>				
a) Treasury Operations	(231.90)	(176.75)	344.81	551.10
b) Wholesale Banking Operations	781.13	1138.06	2059.26	3120.36
c) Retail Banking Operations	88.69	198.83	763.74	1045.42
d) Unallocated	(171.51)	(136.72)	(673.98)	(552.45)
<b>T o t a l</b>	<b>466.41</b>	<b>1023.42</b>	<b>2493.83</b>	<b>4164.43</b>
Less : i) Other Un-allocable expenditure net off	-	-	-	-
ii) Un-allocable income	-	-	-	-
<b>Total Profit Before Tax</b>	<b>466.41</b>	<b>1023.42</b>	<b>2493.83</b>	<b>4164.43</b>
<b>Provision for Tax</b>	<b>38.50</b>	<b>213.05</b>	<b>752.76</b>	<b>1157.08</b>
<b>Net Profit</b>	<b>427.91</b>	<b>810.37</b>	<b>1741.07</b>	<b>3007.35</b>
<b>Segment Assets</b>				
a) Treasury Operations	94889.53	71626.68	94889.53	71626.68
b) Wholesale Banking Operations	120965.63	96362.38	120965.63	96362.38
c) Retail Banking Operations	54340.21	52922.19	54340.21	52922.19
d) Unallocated	4771.09	4590.52	4771.09	4590.52
<b>T o t a l</b>	<b>274966.46</b>	<b>225501.77</b>	<b>274966.46</b>	<b>225501.77</b>
<b>Segment Liabilities</b>				
a) Treasury Operations	87898.61	66450.12	87898.61	66450.12
b) Wholesale Banking Operations	112182.31	89350.93	112182.31	89350.93
c) Retail Banking Operations	50284.95	49089.48	50284.95	49089.48
d) Unallocated	10370.60	7116.32	10370.60	7116.32
<b>T o t a l</b>	<b>260736.47</b>	<b>212006.85</b>	<b>260736.47</b>	<b>212006.85</b>
<b>Capital Employed</b>				
(Segment Assets - Segment Liabilities)				
a) Treasury Operations	6990.92	5176.56	6990.92	5176.56
b) Wholesale Banking Operations	8783.32	7011.45	8783.32	7011.45
c) Retail Banking Operations	4055.26	3832.71	4055.26	3832.71
d) Unallocated	(5599.51)	(2525.80)	(5599.51)	(2525.80)
<b>T o t a l</b>	<b>14229.99</b>	<b>13494.92</b>	<b>14229.99</b>	<b>13494.92</b>

**Part B : Geographical Segments :**

Particulars	Quarter Ended		Year Ended	
	31.03.2010	31.03.2009	31.03.2010	31.03.2009
<b>Revenue</b>				
Domestic	4759.03	4766.98	18669.04	17256.97
International	489.19	511.49	1825.58	2142.25
<b>Total</b>	<b>5248.22</b>	<b>5278.47</b>	<b>20494.62</b>	<b>19399.22</b>
<b>Assets</b>				
Domestic	227799.22	184571.78	227799.22	184571.78
International	47167.24	40929.99	47167.24	40929.99
<b>Total</b>	<b>274966.46</b>	<b>225501.77</b>	<b>274966.46</b>	<b>225501.77</b>

**Note:** There are no significant Other Banking operations carried on by the bank.

**Allocation of costs**

- Expenses directly attributed to particular segment are allocated to the relative segment.
- Expenses not directly attributable to specific segment are allocated in proportion to number of employees / business managed.

**SUMMARISED BALANCE SHEET**

(Rs. In Crores)

<b>Particulars</b>	<b>As at 31<sup>st</sup> March 2010</b>	<b>As at 31<sup>st</sup> March 2009</b>
<b>CAPITAL AND LIABILITIES</b>		
Capital	525.91	525.91
Reserves and Surplus	13704.08	12969.01
Deposits	229761.94	189708.48
Borrowings*	22399.90	15673.18
Other Liabilities and provisions	8574.63	6625.19
<b>TOTAL</b>	<b>274966.46</b>	<b>225501.77</b>
<b>ASSETS</b>		
Cash and balances with Reserve Bank of India	15602.62	8915.29
Balances with bank and money at call and short notice	15627.51	12845.97
Investments	67080.18	52607.18
Advances	168490.71	142909.37
Fixed Assets	2351.81	2531.94
Other Assets	5813.63	5692.02
<b>TOTAL</b>	<b>274966.46</b>	<b>225501.77</b>

\*Borrowings include debt instruments eligible for Tier I and Tier II capital amounting to Rs. 8320.44 (Rs.6186.20) Crores as at 31<sup>st</sup> March, 2010 which include Rs. 1761.14 (Rs.1485.88) Crores Innovative Perpetual Debt Instruments (IPDI), Rs.4309.30( Rs.2450.32) Crore upper Tier II and Rs.2250.00 (Rs.2250.00) Crore lower Tier II (figures in bracket pertain to previous year)

**Notes :**

1. The financial results for the quarter and year ended 31<sup>st</sup> March, 2010 have been arrived at on the same accounting policies as those followed in the previous year ended 31<sup>st</sup> March, 2009 except as explained in para 7 below.
2. The stand-alone audited financial results as above have been approved by the Board of Directors of the Bank at its meeting held on 7<sup>th</sup> May 2010. The same have been subject to audit by the Statutory Central Auditors of the bank in line with the directions issued by the Reserve Bank of India.
3. The financial result for the year ended 31<sup>st</sup> March, 2010 has been arrived at after considering extant guidelines of Reserve Bank of India (RBI) on prudential norms for income recognition, asset classification and provisioning and providing for other usual and necessary provisions.
4. The Authorised Capital of the Bank stands increased from Rs. 1500 Crore to Rs. 3000 Crore as per notification no. SO.3123 published in The Official Gazettee dated 21.11.2009.
5. A sum of Rs.125.27 Crore has been charged to the Profit & Loss Account during the period on proportionate basis of the transitional liability of Rs.626.35 Crore upto 31.03.2007 calculated on actuarial basis in terms of Revised Accounting Standard (AS-15) on Employee Benefits issued by the Institute of Chartered Accountants of India. The balance amount of Rs.250.54 crores is being carried forward to be charged to Profit & Loss A/c of coming years.
6. Pending quantification of the wage revision in pursuance of the latest concluded wage revision agreement between the management and the Employee's association, an estimated amount of Rs. 375.06 Crore has been provided in respect of wage arrears for the year ended 31<sup>st</sup> March, 2010. The total provision held in respect of wage arrears upto 31<sup>st</sup> March, 2010 amounts to Rs. 682.66 Crore. As mentioned above, since wage details have not been quantified, the impact of retirement benefits has not been computed and hence not considered in the above provision.

7. The Bank has made full provision in respect of doubtful assets outstanding as on 31<sup>st</sup> March, 2009. However, for doubtful assets, identified during the year ended 31<sup>st</sup> March, 2010 the bank has provided for the same at 100% of the unsecured portion and at 50%,60% and 100% of the secured portion in respect of Doubtful assets upto one year, one year to three years and more than three years respectively. However in case of doubtful assets one to two years 100% provision is being retained as we are already holding 100% provision as on 31<sup>st</sup> March 2009. Consequent to the above change, the provision for the year is lower by Rs.467.99 crore with consequential impact on provisions and contingencies, net profits, Reserves & Surpluses and Advances.
8. In terms of RBI guidelines, a sum of Rs. 9.57 crore representing outstanding credit entries in Nostro accounts originated upto 31<sup>st</sup> March, 2002, has been credited to Profit & Loss Account for the year.
9. During the year, the bank has raised a sum of Rs.2000 crore as Upper Tier II Bonds and Rs. 325 crore by way of Innovative Perpetual Debt Instruments (IPDI) Bonds.
10. In terms of Reserve Bank of India guidelines the bank has implemented the Agriculture Debt Relief Scheme under the Agriculture Debt Waiver and Debt Relief Scheme, 2008 for which Preliminary Claim of Rs.222.62 crore was preferred with Reserve Bank of India. The bank has made a provision for loss in the present value terms in accordance with the said Reserve Bank Scheme amounting to Rs. 7.58 crore.
11. The Board of Directors has recommended dividend of 70% i.e. Rs. 7/- per share on the face value of Rs.10/- each for the year 2009-10.
12. Information on investor complaints pursuant to Clause 41 of the Listing Agreement, for the quarter ended 31<sup>st</sup> March, 2010 :
  - a. Pending as on 31.12.2009 : NIL
  - b. Received during the quarter : 5
  - c. Resolved during the quarter: 5
  - d. Pending as on 31.03.2010 : NIL
13. During the year ended 31<sup>st</sup> March, 2010 the Bank has annulled the forfeiture of 200 equity shares.
14. Figures of the previous period have been regrouped/ rearranged wherever necessary to conform to current period classification.

( M. Narendra )  
Executive Director

( B. A. Prabhakar )  
Executive Director

( Alok K. Misra )  
Chairman & Managing Director

Place: Mumbai.

Date : 7<sup>th</sup> May, 2010