

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2017

(₹ in Lakhs)

| Particulars | Quarter ended | | | Nine Months ended | | Year ended |
|--|---------------|------------|------------|-------------------|------------|------------|
| | 31.12.2017 | 30.09.2017 | 31.12.2016 | 31.12.2017 | 31.12.2016 | 31.03.2017 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Interest earned (a) + (b) + (c) + (d) | 1,57,696 | 1,53,620 | 1,47,896 | 4,60,383 | 4,37,637 | 5,84,708 |
| (a) Interest/discount on advances/bills | 1,22,726 | 1,18,295 | 1,12,849 | 3,54,465 | 3,35,159 | 4,44,742 |
| (b) Income on investments | 31,108 | 31,686 | 30,905 | 94,762 | 89,955 | 1,23,348 |
| (c) Interest on balances with Reserve Bank of India and other inter-bank funds | 392 | 435 | 585 | 1,428 | 1,457 | 2,404 |
| (d) Others | 3,470 | 3,204 | 3,557 | 9,728 | 11,066 | 14,214 |
| 2. Other income | 15,881 | 28,047 | 25,851 | 65,858 | 57,785 | 71,556 |
| 3. Total income (1+2) | 1,73,577 | 1,81,667 | 1,73,747 | 5,26,241 | 4,95,422 | 6,56,264 |
| 4. Interest expended | 1,06,757 | 1,03,298 | 1,06,144 | 3,13,051 | 3,14,004 | 4,17,165 |
| 5. Operating expenses (i) + (ii) | 33,805 | 32,342 | 29,906 | 96,199 | 88,039 | 1,17,640 |
| (i) Employees cost | 18,489 | 16,805 | 17,516 | 51,991 | 51,032 | 67,652 |
| (ii) Other operating expenses | 15,316 | 15,537 | 12,390 | 44,208 | 37,007 | 49,988 |
| 6. Total expenditure (4) + (5) excluding provisions and contingencies | 1,40,562 | 1,35,640 | 1,36,050 | 4,09,250 | 4,02,043 | 5,34,805 |
| 7. Operating profit before provisions and contingencies (3) - (6) | 33,015 | 46,027 | 37,697 | 1,16,991 | 93,379 | 1,21,459 |
| 8. Provisions (other than tax) and Contingencies | 15,428 | 45,368 | 20,663 | 83,227 | 44,907 | 61,437 |
| 9. Exceptional items | - | - | - | - | - | - |
| 10. Profit from ordinary activities before tax (7)-(8)-(9) | 17,587 | 659 | 17,034 | 33,764 | 48,472 | 60,022 |
| 11. Tax expense | 6,087 | 227 | 5,896 | 11,685 | 16,776 | 20,772 |
| 12. Net profit from ordinary activities after tax (10)-(11) | 11,500 | 432 | 11,138 | 22,079 | 31,696 | 39,250 |
| 13. Extra ordinary items (Net of tax expense) | - | - | - | - | - | - |
| 14. Net profit for the period (12+13) | 11,500 | 432 | 11,138 | 22,079 | 31,696 | 39,250 |
| 15. Paid-up equity share capital (Face Value ₹ 1) | 18,058 | 18,044 | 13,517 | 18,058 | 13,517 | 18,028 |
| 16. Reserves excluding revaluation reserves | | | | | | 4,42,134 |
| 17. Analytical ratios | | | | | | |
| i) Percentage of shares held by Government of India | Nil | Nil | Nil | Nil | Nil | Nil |
| ii) Capital adequacy ratio (%) - BASEL III | 12.51 | 11.74 | 11.05 | 12.51 | 11.05 | 12.37 |
| iii) Earning per share (EPS) (Refer Note 4) | | | | | | |
| (a) Basic EPS - before and after extraordinary items (₹) * | 0.64 | 0.02 | 0.74 | 1.22 | 2.12 | 2.61 |
| (b) Diluted EPS - before and after extraordinary items (₹) * | 0.64 | 0.02 | 0.73 | 1.22 | 2.11 | 2.61 |
| iv) NPA Ratios (a) Gross NPA | 1,77,459 | 1,76,632 | 1,78,698 | 1,77,459 | 1,78,698 | 1,14,901 |
| Net NPA | 1,21,083 | 1,25,584 | 1,11,566 | 1,21,083 | 1,11,566 | 67,456 |
| (b) % of Gross NPA | 3.40 | 3.57 | 3.98 | 3.40 | 3.98 | 2.45 |
| % of Net NPA | 2.35 | 2.57 | 2.52 | 2.35 | 2.52 | 1.45 |
| v) Return on Assets (Annualised) | 0.58 | 0.02 | 0.63 | 0.39 | 0.63 | 0.57 |

* Quarterly/Nine months numbers are not annualised



The South Indian Bank Ltd., Regd. Office: Thrissur, Kerala

 Head Office: S.I.B. House, T.B. Road, PB No. 28, Thrissur - 680 001, Kerala. (Tel) 0487-2420 020, (Fax) 91 487-244 2021.
 e-mail: sibcorporate@sib.co.in, CIN: L65191KL1929PLC001017, Toll free (India) 1800-843-1800, 1800-425-1809 (BSNL)

 Web: www.southindianbank.com

Segmentwise Results

(₹ in Lakhs)

| Particulars | Quarter ended | | | Nine Months ended | | Year ended |
|---|---------------|------------|------------|-------------------|------------|------------|
| | 31.12.2017 | 30.09.2017 | 31.12.2016 | 31.12.2017 | 31.12.2016 | 31.03.2017 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Segment Revenue | | | | | | |
| a) Treasury | 33,402 | 39,689 | 44,704 | 1,15,211 | 1,18,216 | 1,53,922 |
| b) Corporate/ Wholesale Banking | 75,008 | 71,414 | 72,198 | 2,16,361 | 2,10,543 | 2,84,972 |
| c) Retail Banking | 60,758 | 62,411 | 52,001 | 1,77,755 | 1,54,320 | 1,99,036 |
| d) Other Banking Operations | 4,409 | 8,153 | 4,844 | 16,914 | 12,343 | 18,334 |
| Total | 1,73,577 | 1,81,667 | 1,73,747 | 5,26,241 | 4,95,422 | 6,56,264 |
| Less : Inter segment Revenue | - | - | - | - | - | - |
| Net Income from Operations | 1,73,577 | 1,81,667 | 1,73,747 | 5,26,241 | 4,95,422 | 6,56,264 |
| 2. Segment Results (net of provisions) | | | | | | |
| a) Treasury | 646 | (21,298) | 3,160 | (16,534) | 10,866 | 3,223 |
| b) Corporate/ Wholesale Banking | 4,276 | (1,289) | (8,842) | (102) | (11,042) | (7,209) |
| c) Retail Banking | 9,144 | 16,468 | 18,709 | 36,498 | 38,497 | 48,960 |
| d) Other Banking Operations | 3,521 | 6,778 | 4,007 | 13,902 | 10,151 | 15,048 |
| Total | 17,587 | 659 | 17,034 | 33,764 | 48,472 | 60,022 |
| Less: unallocated expenditure (exceptional item) | - | - | - | - | - | - |
| Profit Before Tax | 17,587 | 659 | 17,034 | 33,764 | 48,472 | 60,022 |
| 3. Segment Assets | | | | | | |
| a) Treasury | 19,51,282 | 19,14,443 | 18,93,901 | 19,51,282 | 18,93,901 | 20,53,767 |
| b) Corporate/ Wholesale Banking | 33,96,750 | 32,30,408 | 31,59,309 | 33,96,750 | 31,59,309 | 31,80,104 |
| c) Retail Banking | 23,29,770 | 21,89,540 | 18,87,410 | 23,29,770 | 18,87,410 | 19,72,338 |
| d) Other Banking Operations | - | - | - | - | - | - |
| e) Un allocated | 2,53,642 | 2,49,310 | 2,03,973 | 2,53,642 | 2,03,973 | 2,25,006 |
| Total | 79,31,444 | 75,83,701 | 71,44,593 | 79,31,444 | 71,44,593 | 74,31,215 |
| 4. Segment Liabilities | | | | | | |
| a) Treasury | 18,49,865 | 18,07,788 | 17,95,499 | 18,49,865 | 17,95,499 | 19,40,142 |
| b) Corporate/ Wholesale Banking | 32,47,214 | 30,76,350 | 30,29,324 | 32,47,214 | 30,29,324 | 30,28,289 |
| c) Retail Banking | 22,27,206 | 20,85,121 | 18,07,228 | 22,27,206 | 18,07,228 | 18,78,181 |
| d) Other Banking Operations | - | - | - | - | - | - |
| e) Un allocated | 95,097 | 1,16,687 | 84,884 | 95,097 | 84,884 | 1,00,056 |
| Total | 74,19,382 | 70,85,946 | 67,16,935 | 74,19,382 | 67,16,935 | 69,46,668 |
| 5. Capital Employed (Segment Assets-Segment Liabilities) | | | | | | |
| a) Treasury | 1,01,417 | 1,06,655 | 98,402 | 1,01,417 | 98,402 | 1,13,625 |
| b) Corporate/ Wholesale Banking | 1,49,536 | 1,54,058 | 1,29,985 | 1,49,536 | 1,29,985 | 1,51,815 |
| c) Retail Banking | 1,02,564 | 1,04,419 | 80,182 | 1,02,564 | 80,182 | 94,157 |
| d) Other Banking Operations | - | - | - | - | - | - |
| e) Un allocated | 1,58,545 | 1,32,623 | 1,19,089 | 1,58,545 | 1,19,089 | 1,24,950 |
| Total | 5,12,062 | 4,97,755 | 4,27,658 | 5,12,062 | 4,27,658 | 4,84,547 |

For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in Compliance with the revised RBI Guidelines. The Bank's operations are confined within one geography (India).

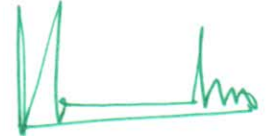
Notes:

- The above financial results were reviewed by the Audit Committee and approved by Board of Directors at their meeting held on January 09, 2018. The results for the quarter and nine months ended December 31, 2017 are subjected to limited review by the Statutory Central Auditor of the Bank.
- During the quarter and nine months ended December 31, 2017 stock options aggregating 14,14,746 and 29,56,090 respectively were exercised by eligible employees and 145,410,94 stock options were outstanding as at December 31, 2017.
- During the quarter ended December 31, 2017, the Bank has raised ₹ 490,00 lakhs Tier II Capital by way of issuance of Basel III compliant Tier II Bonds.
- Pursuant to the Rights Issue of Equity Shares during FY 2016-17, Earnings Per Share (EPS) in respect of previous period ended December 31, 2016 has been restated in accordance with Accounting Standard-20 (AS-20)- "Earnings Per Share", prescribed under Section 133 of the Companies Act, 2013.



- 5 During the financial year 2016-2017, the Bank has sold certain non-performing financial assets having a net book value of ₹ 134,681 lakhs to an Asset Reconstruction Company. The Bank has, in terms of RBI Circular DBR.No.BP.BC.102/21.04.048/2015-16 on "Prudential norms on income recognition, asset classification and provisioning pertaining to advances-Spread Over of Shortfall on Sale of NPAs to SCs/RCS" dated June 13, 2016 amortised the shortfall in recovery of net book value of ₹10,311 lakhs over a period of four quarters. Consequently, an amount of ₹2,449 lakhs and ₹7,605 lakhs has been expensed to profit and loss account in full during the quarter and nine months ended December 31, 2017 respectively, by credit to other reserves, in accordance with the aforesaid RBI circular.
- 6 In the previous quarter, bank had identified certain irregularities in the nature of fraud at one of the branches and the loss is determined at ₹ 2,869 lakhs (earlier ₹ 2,850 lakhs) (net of recoveries). In accordance with RBI Guideline DBR. No.BP.BC.92/21.04.048/2015-16 dated April 18, 2016, the loss is amortised over a period of four quarters commencing from the quarter ended September 30, 2017. Accordingly, the Bank has charged ₹ 787 Lakhs ₹ 1,499 lakhs for the quarter and period ended December 31, 2017. The un-amortised amount as at December 31, 2017 amounts to ₹ 1,370 lakhs which will be provided in next two quarters.
- 7 In accordance with the RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 on Basel III capital regulations dated July 1, 2015, as amended and RBI circular DBR.NO.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 on prudential guidelines on Capital Adequacy and Liquidity Standards- Amendments, Banks are required to make Pillar III disclosures including leverage ratio and liquidity coverage ratio under Basel III framework. The Bank has made these disclosures which are available on its website at the following link.
<http://www.southindianbank.com/content/viewContentLvl1.aspx?linkIdLvl2=854&LinkIdLvl3=880&linkId=880>
These disclosures have not been subjected to a limited review by the Statutory Central Auditor.
- 8 In computing the Segment information certain estimates and assumptions have been made by the management which have been relied upon by the Statutory Central Auditor.
- 9 Previous period's / year's figures have been regrouped, wherever necessary to conform to the current period's classification. The figures of previous year/periods were audited/reviewed by a firm of Chartered Accountants other than S.R Batliboi & Co. LLP.

Date: January 09, 2018
Place: Kochi



V.G. Mathew
(Managing Director & C E O)
(DIN : 05332797)

