

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2014

[₹ in Lakhs]

Particulars	3 months ended			Year Ended	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
	Audited #	Unaudited	Audited #	Audited	Audited
1. Interest earned (a) + (b) + (c) + (d)	130260	125012	116541	501507	443429
(a) Interest/ discount on advances/bills	103195	98267	94314	394974	357594
(b) Income on investments	25163	24683	19709	95448	74639
(c) Interest on balances with Reserve Bank of India and other inter-bank funds	1902	2062	2518	11085	11196
(d) Others	-	-	-	-	-
2. Other Income	9658	8462	12096	36846	33493
3. Total income (1+2)	139918	133474	128637	538353	476922
4. Interest expended	93792	89966	83171	361629	315346
5. Operating Expenses (i) + (ii)	25634	21920	24856	88289	76717
(i) Employees cost	16108	12738	16269	52896	47251
(ii) Other operating expenses	9526	9182	8587	35393	29466
6. Total expenditure (4)+(5) excluding provisions & contingencies	119426	111886	108027	449918	392063
7. Operating Profit before provisions and contingencies (3) - (6)	20492	21588	20610	88435	84859
8. Provisions (other than tax) and contingencies	2828	202	6589	15541	16101
9. Exceptional Items	-	-	-	-	3172
10. Profit from Ordinary Activities before tax (7)-(8)-(9)	17664	21386	14021	72894	65586
11. Tax expense	5204	7255	(1362)	22144	15359
12. Net Profit from Ordinary Activities after tax (10)-(11)	12460	14131	15383	50750	50227
13. Extra ordinary items (Net of Tax Expense)	-	-	-	-	-
14. Net Profit for the period (12+13)	12460	14131	15383	50750	50227
15. Paid up Equity Share Capital (Face Value ₹ 1)	13439	13422	13385	13439	13385
16. Reserves excluding revaluation reserves				310200	273178
17. Analytical Ratios					
i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - BASEL II	12.53	12.35	13.91	12.53	13.91
BASEL III	12.42	12.20	NA	12.42	NA
iii) Earnings Per Share (EPS)					
(a) Basic EPS - before and after Extraordinary items (₹)	0.93	1.05	1.15	3.78	4.03
(b) Diluted EPS - before and after Extraordinary items (₹)	0.92	1.01	1.14	3.77	4.00
iv) NPA Ratios (a) Gross NPA	43262	55463	43387	43262	43387
Net NPA	28167	39193	24953	28167	24953
(b) % of Gross NPA	1.19	1.66	1.36	1.19	1.36
% of Net NPA	0.78	1.18	0.78	0.78	0.78
v) Return on Assets (Annualised)	0.94	1.12	1.35	1.00	1.17
18. Public Shareholding					
- No. of Shares (in lakhs)	13439	13422	13385	13439	13385
- Percentage of shareholding	100%	100%	100%	100%	100%
19. Promoters and promoter group shareholding					
(a) Pledged/ Encumbered					
- Number of shares	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total shareholding of promoter and promoter group]	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the company]	NIL	NIL	NIL	NIL	NIL
(b) Non Encumbered					
- Number of shares	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total shareholding of promoter and promoter group]	NIL	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total share capital of the company]	NIL	NIL	NIL	NIL	NIL

\* Not annualised

# Refer Note 9

**Segmentwise Results**

[₹ in Lakhs]

	3 months ended			Year Ended	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
	Audited #	Unaudited	Audited #	Audited	Audited
<b>1. Segment Revenue</b>					
a) Treasury	27700	28273	23855	116345	93901
b) Corporate/ Wholesale Banking	60751	57482	51182	225208	188799
c) Retail Banking	48327	45537	50129	188215	185256
d) Other Banking Operations	3140	2182	3471	8585	8966
Total	139918	133474	128637	538353	476922
Less : Inter - segment Revenue	-	-	-	-	-
Income from Operations	139918	133474	128637	538353	476922
<b>2. Segment Results</b>					
Profit(+)/Loss(-) before tax and after interest from each segment					
a) Treasury	(3048)	(5)	(7620)	(3277)	(9854)
b) Corporate/ Wholesale Banking	1476	6962	2895	18898	15639
c) Retail Banking	16647	12599	15926	50095	52277
d) Other Banking Operations	2589	1830	2820	7178	7524
Total	17664	21386	14021	72894	65586
Less: unallocated expenditure	-	-	-	-	-
<b>Profit Before Tax</b>	17664	21386	14021	72894	65586
<b>3. Capital Employed</b>					
a) Treasury	101512	94388	88351	101512	88351
b) Corporate/ Wholesale Banking	133700	113862	109896	133700	109896
c) Retail Banking	84661	79347	79410	84661	79410
d) Other Banking Operations	-	-	-	-	-
e) Unallocated	16932	49677	22704	16932	22704
Total	336805	337274	300361	336805	300361

# Refer Note 9

Notes:

1. Statement of Assets and Liabilities as on 31<sup>st</sup> March 2014 is given below:

[₹ in Lakhs]

	As at	
	31.03.2014	31.03.2013
	Audited	Audited
<b>CAPITAL AND LIABILITIES</b>		
Capital	13439	13385
Employees Stock Option Outstanding	230	261
Reserves and Surplus	323365	286976
Deposits	4749109	4426230
Borrowings	273078	128455
Other Liabilities and Provisions	139375	124196
<b>Total</b>	<b>5498596</b>	<b>4979503</b>
<b>ASSETS</b>		
Cash and Balances with Reserve Bank of India	220081	169670
Balances with Banks and money at call & short notice	101712	263920
Investments	1435178	1252347
Advances	3622985	3181553
Fixed Assets	41220	39612
Other Assets	77420	72401
<b>Total</b>	<b>5498596</b>	<b>4979503</b>

2. The above audited financial results for the year ended March 31, 2014 reviewed by the Audit Committee and have been approved the Board of Directors at their meeting held on April 24, 2014.

- 3 During the quarter ended March 31, 2014, the Bank allotted 17,94,110 shares, pursuant to the exercise of stock option by certain employees.
- 4 The Reserve Bank of India vide its letter dated April 8, 2011 has permitted the bank to amortize over a period of five years, beginning with the financial year ended March 31, 2011, the additional liability of ₹156.53 Crores on account of reopening of pension option and enhancement in gratuity limit to its existing employees. Accordingly, the results for the quarter/year ended March 31, 2014 are after considering a provision of ₹ 6.68 Crore/ ₹28.23 Crores being the proportionate charge for the quarter/year towards the deferred pension and gratuity costs and the balance unamortized deferred expenditure is ₹ 22.49 Crores.
- 5 In FY 2012-13, the Board of Directors of the Bank passed a resolution to not withdraw any amount in the future from the Special Reserve created under Section 36(1)(Viii) of the Income Tax Act 1961. Accordingly, the Bank treated the tax difference arising on account of the special reserve as a permanent difference and reversed the deferred tax liability previously created in March 31, 2012 in respect of such Special Reserve. Pursuant to a notification No DBOD. No.BP.BC.77/21.04.018/2013-14 dated December 20, 2013 issued by the Reserve Bank of India, all banks are now required to create deferred tax liability in respect of the Special Reserve created under Section 36(1)(Viii) of the Income Tax Act 1961 on a prudent basis. Accordingly, the Bank has created a deferred tax liability of ₹ 20.49 Crores as at March 31, 2014. Out of this amount, an amount of ₹ 14.71 Crores which pertains to periods prior to March 31, 2013 has been debited to the general reserve and the amount of ₹ 5.78 Crores which pertains to the year ended March 31, 2014 has been debited to the profit and loss account in accordance with the accounting treatment prescribed by the Reserve Bank of India through the above notification. Had the Bank debited the opening deferred tax liability for financial years up to March 31, 2013 to the profit and loss account in accordance with accounting principles generally accepted in India, the profit after tax of the Bank for the year ended March 31, 2014 would have been lower by ₹ 14.71 Crores.
- 6 In accordance with the RBI Circular DBOD.No.BP.BC.2/ 21.06.201/ 2013-14 dated July 1, 2013, Banks are required to make Pillar 3 disclosures under BASEL III guidelines with effect from the quarter ended September 30, 2013. The Bank has made these disclosures available on its website at the following link. These disclosures have not been subjected to a limited review by the auditors.  
<http://www.southindianbank.com/content/viewContentLvl1.aspx?linkIdLvl2=5&LinkIdLvl3=532&linkId=741>
- 7 The Board of Directors have recommended a dividend of ₹0.80 per share (80%) for the year ended March 31, 2014 (Previous year ₹ 0.70 per share (70%)), subject to approval of the members in the ensuing Annual General Meeting.

8 Details of Investor complaints received and disposed off:

Complaints at the beginning of the quarter	Received during the quarter	Redressed during the quarter	Unresolved as on March 31, 2014
0	35	35	0

- 9 The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year upto March 31, 2014 and the unaudited published year to date figures upto the December 31, 2013 being the date of the end of the third quarter of the financial year which were subject to Limited Review.
- 10 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.
- 11 Previous period's/year's figures have been regrouped, wherever necessary to conform to the current period's classification.

Pune  
April 24, 2014

DR. V. A. JOSEPH  
(MD & CEO)