UNAUDITED FINANCIAL RESULTS FOR THE				₹ in lakhs.
	20.07.2014	3 months ended	20.06.2012	Year ended
Particulars	30.06.2014	31.03.2014	30.06.2013	31.03.2014
	Unaudited	Audited	Unaudited	Audited
1 Interaction $(1, 1)$ $(1, 1)$ $(2, 1)$ (3)	124.469	(Refer note 4 & 11)	100 514	(Refer note 4)
1. Interest earned $(a) + (b) + (c) + (d)$	134,468	130,260	122,514	501,507
(a) Interest/discount on advances/bills	104,534	103,195	96,623	394,974
(b) Income on investments	26,491	25,163	21,942	95,448
(c) Interest on balances with Reserve Bank of				
India and other inter-bank funds	3,443	1,902	3,949	11,085
(d) Others	-	-	-	-
2. Other Income	12,116	9,658	11,774	36,846
3. Total income (1+2)	146,584	139,918	134,288	538,353
4. Interest Expended	100,380	93,792	89,757	361,629
5. Operating Expenses (i) + (ii)	24,110	25,634	19,375	88,289
(i) Employees cost	14,588	16,108	11,716	52,896
(ii) Other operating expenses	9,522	9,526	7,659	35,393
6. Total expenditure $(4) + (5)$ excluding provisions and contingencies				
	124,490	119,426	109,132	449,918
7. Operating Profit before Provisions and Contingencies (3) - (6)	·			,
	22,094	20,492	25,156	88,435
8. Provisions (other than tax) and Contingencies	9,463	2,828	10,535	15,541
9. Exceptional Items (Refer Note 2a)	(4,339)	-	-	-
10. Profit from Ordinary Activities before tax (7)-(8)-(9)	16,970	17,664	14,621	72,894
11. Tax expense	4,305	5,204	3,137	22,144
12. Net Profit from Ordinary Activities after tax (10)-(11)	12,665	12,460	11,484	50,750
	12,005	12,400	11,404	50,750
13. Extra ordinary items (Net of Tax Expense)	12 ((5	12.460	11 494	-
14. Net Profit for the period (12+13)	12,665	12,460	11,484	50,750
15. Paid-up Equity Share Capital (Face Value ₹ 1)	13,461	13,439	13,403	13,439
16. Reserves excluding Revaluation Reserves				310,200
17. Analytical Ratios				
i) Percentage of shares held by Government of India	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - BASEL II	12.32	12.53	13.66	12.53
BASEL III	12.19	12.42	NA	12.42
iii) Earning Per Share (EPS)				
(a) Basic EPS - before and after Extraordinary items (₹)*		0.02	0.07	
• • • • •	0.94	0.93	0.86	3.78
(b) Diluted EPS - before and after Extraordinary items $(\overline{\mathbf{x}})^*$	0.93	0.92	0.85	3.77
iv) NPA Ratios				
(a) Gross NPA	51,730	43,262	49,260	43,262
(b) Net NPA	31,054	28,167	34,840	28,167
(c) % of Gross NPA	· · · · · · · · · · · · · · · · · · ·		-	,
	1.50		1.57	1.19
(d) % of Net NPA	0.91	0.78	1.12	0.78
(e) Return on Assets (Annualised)	0.93	0.94	0.94	1.00
18. Public Shareholding				
- No.of Shares (in Lakhs)	13,461	13,439	13,403	13,439
- Percentage of Shareholding	100%	100%	100%	100%
19. Promoters and promoter group Shareholding	10070	10070	10070	100/0
(a) Pledged/ Encumbered				
- Number of shares	NIL	NII	NII	NIT
	INIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total				
shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total				_
share capital of the Company]	NIL	NIL	NIL	NIL
(b) Non Encumbered				
- Number of shares	NIL	NIL	NIL	NIL
- Percentage of shares[as a % of the total				
shareholding of the promoter and promoter group]	NIL	NIL	NIL	NIL
- Percentage of shares [as a % of the total				
share capital of the Company]	NIL	NIL	NIL	NIL

* Quarterly numbers are not annualised

				₹ in lakhs.
	3 months ended			Year ended
Particulars	30.06.2014 31.03.2014		30.06.2013	31.03.2014
	Unaudited	Audited	Unaudited	Audited
		(Refer note 4 & 11)		(Refer note 4)
1. Segment Revenue				
a) Treasury	35,217	27,700	32,205	116,345
b) Corporate/ Wholesale Banking	58,910	60,751	52,674	225,208
c) Retail Banking	50,101	48,327	47,868	188,215
d) Other Banking Operations	2,356	3,140	1,541	8,585
Total	146,584	139,918	134,288	538,353
Less : Inter segment Revenue	-	-	-	-
Net Income from Operations	146,584	139,918	134,288	538,353
2. Segment Results				
Profit(+)/Loss (-) before tax, exceptional item and after interest from each				
segment				
a) Treasury	(1,198)	(3,048)	2,939	(3,277)
b) Corporate/ Wholesale Banking	1,551	1,476	2,157	18,898
c) Retail Banking	10,309	16,647	8,206	50,095
d) Other Banking Operations	1,968	2,589	1,319	7,178
Total	12,631	17,664	14,621	72,894
Profit Before Tax and exceptional item	12,631	17,664	14,621	72,894
3.Capital Employed	, i i i i i i i i i i i i i i i i i i i			,
a) Treasury	102,050	101,512	88,878	101,512
b) Corporate/ Wholesale Banking	117,681	133,700	99,947	133,700
c) Retail Banking	77,892	84,661	76,282	84,661
d) Other Banking Operations		16.022	-	-
e) Un allocated	50,729	16,932	46,838	16,932
Total	348,352	336,805	311,945	336,805

Segmentwise Results

Notes:

1 The above financial results for the quarter ended June 30, 2014 reviewed by the Audit Committee of the Board have been approved by the Board of Directors at their meeting held on July 16, 2014 and subjected to a limited review by the Statutory Central Auditor.

2a In the current year, effective April 1,2014, the Bank has changed its accounting policy for charging depreciation from Written Down Value ("WDV") method to Straight Line Method ("SLM") in respect of all fixed assets other than computers which were already being depreciated under SLM. The management believes that such change better reflects the actual use of assets acquired. On account of this change in accounting policy, the Bank has in the current quarter, reversed an amount of ₹6,574 lakhs representing the excess depreciation charge for the period upto March 31, 2014 and disclosed the same net of related tax effect of ₹ 2,235 lakhs as an exceptional item. As a result of this change, the net profit for the current quarter is higher by ₹4,339 lakhs and the basic and diluted earnings per share are higher by ₹0.32 per share.

2b In accordance with the requirements of Schedule II to the Companies Act, 2013, the Bank has also re-assessed the useful lives of the fixed assets and :
i) an amount of ₹548 lakhs has been charged to the financial results of the current quarter representing the depreciation on the carrying value of assets as at April 1, 2014 on the remaining useful lives, and;
ii) an amount of ₹1,421 lakhs has been charged to the opening balance of the retained earnings in respect of assets whose useful remaining life is nil as at April 1, 2014.

3 For non agricultural loans extended by commercial banks against gold ornaments and jewellery, Reserve Bank of India vide notification DBOD.No.BP.79/21.04.048/2013-14 dated December 30, 2013 has imposed certain restrictions viz. quantum of loan, period, minimum margin, classification as NPA before due date on margin shortfall and income recognition on cash basis. However, considering the operational difficulties faced by the bank and the borrowers, the Bank has represented the matter before RBI for reconsideration / modification of the restrictions. Pending disposal of the representation by RBI, the Bank is yet to give effect to the above circular in the accompanying financial results. The Bank believes that the representation made to RBI would be considered favourably by them.

- 4 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 1961on a prudent basis. Accordingly, the Bank has created a deferred tax liability of ₹ 2,049 lakhs as at March 31, 2014. Out of this amount, an amount of ₹1,471 lakhs which pertains to periods prior to March 31, 2013 has been debited to the general reserve and the amount of ₹578 lakhs 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 ₹ 1,471 lakhs.
- 5 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 ₹15,653 lakhs on account of reopening of pension option and enhancement in gratuity limit to its existing employees. Accordingly, the results for the quarter ended June 30, 2014 are after considering a provision of ₹ 562 lakhs being the proportionate charge for the quarter towards the deferred pension and gratuity costs and the balance unamortized deferred expenditure is ₹ 1,687 lakhs.
- 6 RBI Circular DBOD.No.BP.BC.2/ 21.06.201/ 2013-14 dated July 1, 2013 on Basel III Capital Regulations contains guidelines on certain Pillar 3 disclosure requirements that are to be made along with the publication of financial results. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link.

http://www.southindianbank.com/content/viewContentLvl1.aspx?linkldLvl2=5&LinkldLvl3=532

These disclosures have not been subjected to a limited review by the auditors.

- 7 During the quarter ended June 30, 2014, the Bank allotted 21,06,350 shares, pursuant to the exercise of stock option by certain eligible employees.
- 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 of the Bank.
- 9 Details of Investor complaints received and disposed off:

Complaints at the beginning of the quarter	Received during the quarter	Redressed during the quarter	Complaints at the close of the quarter
0	82	82	0

10 Previous period's /year's figures have been regrouped/reclassified, wherever necessary to conform to the current period's classification.

11 The figures of the last quarter of FY 2013-14 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.

Thrissur July 16, 2014 DR. V. A. JOSEPH (Managing Director & C E O)