

## **NOTES FORMING PART OF THE LIMITED REVIEW**

1. As stipulated by the Reserve Bank of India, the financial results for the quarter ended June 30, 2009 have been subjected to limited review by the Statutory Central Auditors of the Bank.
2. The statement of quarterly results has been prepared following the same accounting policies as those followed in the annual financial statements for the year ended March 31, 2009.
3. The above financial results have been approved by the Board of Directors at the Board Meeting held on July 23, 2009.
4. The working results for the quarter ended June 30, 2009 have been arrived at after considering provision for NPAs, Non-Performing Investments, Standard Assets, Restructured Advances and depreciation on investments as per Reserve Bank of India guidelines. Provision for Income Tax, Depreciation on Fixed Assets, and other usual and necessary provisions have been made on an estimated and proportionate basis and are subject to adjustment, if any, at the year end.
5. Employee cost includes an adhoc provision of Rs.45.00 crore towards wage revision pending outcome of on-going negotiations at Industry level.
6. Provision has been made for employee benefits viz., pension, gratuity, leave encashment, etc., on proportionate and estimated basis in accordance with the Revised Accounting Standard (AS) – 15. A sum of Rs.23 crore has been charged to Profit & Loss Account towards transitional liability on proportionate basis for the quarter ended June 30, 2009 in compliance with the Revised AS -15 on Employee Benefits. The balance of unrecognized transitional liability as per Revised AS – 15 is Rs.253 crore.
7. Government of India has notified Relief Scheme Viz., “Agricultural Debt Waiver and Debt Relief Scheme, 2008” for giving debt waiver to marginal and small farmers and to other farmers who have availed direct agricultural loans. Final claim of Rs.459.01 crore has been lodged with RBI being the amount waived after due certification by the Statutory Central Auditors of the Bank, out of which so far Rs.187.53 crore has been received.
8. In accordance with the RBI guidelines, the floating provision of Rs.105.00 crores has not been considered for arriving at net NPA, but considered as Tier II capital as at 30.06.2009 and hence, the figures of net NPA and CRAR as on 30.06.2008 and 31.03.2009 are not comparable with 30.06.2009.
9. Corresponding period / quarter ended figures have been regrouped / reclassified, wherever necessary.
10. The number of investors' complaints received and disposed off during the period from April 01, 2009 to June 30, 2009:

a) Pending at the beginning of the quarter	-	0
b) Received during the quarter	-	3
c) Disposed off during the quarter	-	3
d) Pending at the end of the quarter	-	0

A S Bhattacharya  
**Executive Director**

M S Sundara Rajan  
**Chairman & Managing Director**

Place : Chennai  
Date : July 23, 2009