

NOTES FORMING PART OF THE LIMITED REVIEW

1. As stipulated by the Reserve Bank of India, the financial results for the half-year ended September 30, 2008 have been subjected to limited review by the Statutory Central Auditors of the Bank.
2. The statement of half-yearly results has been prepared following the same accounting policies as those followed in the annual financial statements for the year / quarter ended March 31, 2008.
3. The above financial results have been approved by the Board of Directors at the Board Meeting held on October 18, 2008.
4. The working results for the half-year ended September 30, 2008 have been arrived at after considering provision for NPAs, Non-Performing Investments, Standard Assets and depreciation on investments as per Reserve Bank of India guidelines. Provision for Income Tax, Fringe Benefit Tax and 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. 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.46 crore has been charged to Profit & Loss Account towards transitional liability on proportionate basis for the half-year ended September 30, 2008 in compliance with the Revised AS -15 on Employee Benefits notified by the Institute of Chartered Accountants of India. The balance of unrecognized transitional liability as per Revised AS – 15 is Rs.322 crore.
6. 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. The agricultural debt waiver given to the eligible farmers as per the Scheme has been given effect to in the accounts for the half-year. The amounts are subject to certification of claim by the auditors.
7. Corresponding period / quarter ended figures have been regrouped / reclassified, wherever necessary.
8. The number of investors' complaints received and disposed off during the period from July 01, 2008 to September 30, 2008:

| | | |
|--|---|---|
| a) Pending at the beginning of the quarter | - | 0 |
| b) Received during the quarter | - | 5 |
| c) Disposed off during the quarter | - | 5 |
| d) Pending at the end of the quarter | - | 0 |

A S Bhattacharya
Executive Director

A Subramanian
Executive Director

M S Sundara Rajan
Chairman & Managing Director

Place : Chennai

Date : October 18, 2008