

NOTES FORMING PART OF THE LIMITED REVIEW

1. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on 31.10.2011. The same have been subjected to a limited review by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the requirement of listing agreement with Stock Exchanges.
2. The financial results for the quarter/half year ended 30th September 2011 have been arrived at following the same Accounting Policies as those followed in preparation of financial statement for the Financial Year ended 31st March 2011 excepting for the following changes:
 - (a) Provisioning for all substandard assets (secured exposure) has been increased to 25% for the quarter/half year ended 30th September 2011 from 20% applied for the Financial Year 2010-11
 - (b) Considering the adequacy of provision held, the bank has decided to follow RBI norms in respect of doubtful category of assets and accordingly provision for assets classified as Doubtful (D1 and D2) during the current quarter commencing from 01.07.2011 has been made in accordance with the Prudential Norms (IRAC) issued by RBI as against 100% provided for the said category of Assets for the Financial Year 2010-11 and for the quarter ended 30th June 2011.Had the same provisioning norms adopted for the Financial Year 2010-11 been followed, the net profit for the current quarter would have been lower by ₹98.18 crore. Amount provided for Non Performing Advances for the quarter ended 30.09.2011 is ₹102.01 crore (₹105.07 crore for QE 30.09.2010).
3. The financial results for the quarter/half year ended 30th September 2011 have been arrived at after considering provision as per bank's accounting policy followed for Non-Performing Advances as stated in para 2 above and as per Reserve Bank of India guidelines for Non-performing Advances / Investments, Standard Advances, Restructured Advances and depreciation on investments. Provision for Depreciation on Fixed Assets has been made on proportionate basis. All usual and necessary provisions including provision for taxation have been made on an estimated basis and are subject to adjustment, if any, at the year end.
4. A sum of ₹46 crore has been charged to Profit & Loss Account towards transitional liability on proportionate basis for the half year ended 30th September 2011 in compliance with the Revised AS -15 on Employee Benefits and the remaining unrecognized transitional liability pending amortisation is ₹46 crore.
5. In accordance with the guidelines of RBI circular no. DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011 on Second Option Pension and enhancement in Gratuity Limits pertaining to existing employees, an amount of ₹81.39 crore and ₹16.60 crore towards Pension and Gratuity respectively have been charged to Profit & Loss Account being the proportionate sum for the current half year. Remaining unrecognized liability pending amortisation are ₹569.23 crore and ₹116.20 crore towards Second Option Pension and Gratuity respectively.
6. Non Performing Loan Provisioning Coverage Ratio is 79.35 % as on 30th September 2011.
7. Corresponding previous period / quarter ended figures have been regrouped / reclassified, wherever necessary.
8. The number of investors' complaints received and disposed off during the period from 1st July 2011 to 30th September 2011:

Beginning : Nil	Received : 16	Disposed off : 16	Closing : Nil
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Rajeev Rishi
Executive Director
Place: Chennai
Date: October 31, 2011

V RamaGopal
Executive Director

T M Bhasin
Chairman & Managing Director