

THE LAKSHMI VILAS BANK LTD
REGD. & ADMN. OFFICE, SALEM ROAD, KARUR 639 006

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2010

(Rs.in lakhs)

PARTICULARS	QUARTER-ENDED		YEAR ENDED	
	31-Mar-10 (Audited)	31-Mar-09 (Audited)	31-Mar-10 (Audited)	31-Mar-09 (Audited)
1. INTEREST EARNED (a+b+c+d)	24021.52	19416.65	90932.39	65761.11
(a) Interest/discount on advances/bills	18538.56	15676.71	71860.10	51791.97
(b) Income on investments	5428.05	3233.04	18281.40	12614.02
(c) Interest on balances with RBI & Other inter- bank funds	7.09	307.84	626.34	856.53
(d) Others	47.82	199.06	164.55	498.59
2. Other Income	2879.53	3185.45	10355.70	10698.93
3. Total Income (1+2)	26901.05	22602.10	101288.09	76460.04
4. Interest expended	16251.74	15298.46	66019.38	50407.18
5. Operating Expenses (I) + (ii)	5175.71	3987.56	18647.79	15168.69
(I) Employees cost	2439.82	1659.53	9246.78	7844.77
(ii) Other operating expenses	2735.89	2328.03	9401.01	7323.92
6. Total Expenditure (excluding provisions and contingencies (4) + (5))	21427.45	19286.02	84667.17	65575.87
7. Operating Profit before provisions and contingencies (3) - (6)	5473.60	3316.08	16620.92	10884.17
8. Provisions (other than Tax) and Contingencies	10115.39	1347.59	13499.12	2734.64
9. Exceptional Items	0.00	0.00	0.00	0.00
10. Profit/Loss from ordinary activities before tax (7)-(8)-(9)	(4641.79)	1968.49	3121.80	8149.53
11. Tax expense	(2565.00)	(30.00)	55.00	3120.00
12. Net Profit/Loss from Ordinary activities after tax (10) - (11)	(2076.79)	1998.49	3066.80	5029.53
13. Extra Ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00
14. Net Profit/Loss for the period (12+13)	(2076.79)	1998.49	3066.80	5029.53
15. Paid up equity share capital (Face Value Rs.10/-)	9750.88	4877.62	9750.88	4877.62
16. Reserves excluding revaluation reserves	64148.86	40493.97	64148.86	40493.97
17. Analytical Ratios				
i) Percentage of shares held by Govt. of India		NIL		NIL
ii) Capital Adequacy Ratio (%)				
(a) Basle - I	14.21	10.09	14.21	10.09
(b) Basle - II	14.82	10.29	14.82	10.29
iii) Earnings Per Share (EPS)(*Not Annualised)				
(c) Basic & Diluted EPS - before extra ordinary items (Not annualised) (Rs.).	(2.13)	4.10	4.95	10.31
(d) Basic & Diluted EPS - after extra ordinary items (Not annualised) (Rs.)	(2.13)	4.10	4.95	10.31
iv) NPA RATIOS				
(a) Gross NPA	32518.03	14405.14	32518.03	14405.14
Net NPA	25778.45	6485.23	25778.45	6485.23
(b) % of Gross NPA	5.12	2.71	5.12	2.71
% of NET NPA	4.11	1.24	4.11	1.24
(c) Return on Assets (%)	-0.82	1.01	0.33	0.71
18. Public Shareholding				
- No. of Shares (in lakhs)	880.09	450.81	880.09	450.81
- Percentage of shareholding	90.26	92.43	90.26	92.43
19. Promoters and promoter group shareholding				
(a) Pledged /Encumbered				
- Number of Shares	2184182	217400	2184182	217400
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	23.00	5.88	23.00	5.88
- percentage of shares (as a % of the total share capital of the company)	2.24	0.44	2.24	0.44
(b) Non-encumbered				
- Number of shares	7315857	3478112	7315857	3478112
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	77.00	94.12	77.00	94.12
- percentage of share (as a % of the total share capital of the company)	7.50	7.13	7.50	7.13

SEGMENT –WISE RESULTS

Part A-BUSINESS SEGMENT (As compiled by the management)

(Rs.in crores)

PARTICULARS	QUARTER ENDED 31/03/2010	QUARTER ENDED 31/03/2009	YEAR ENDED 31/03/2010	YEAR ENDED 31/03/2009
1. SEGMENT REVENUE :				
a. Treasury operations	55.59	37.80	196.08	156.80
b. Corporate/wholesale banking operations	121.21	111.96	487.38	328.62
c. Retail banking operations	90.25	74.59	326.23	270.67
d. Other banking operations	1.96	1.67	3.19	8.51
TOTAL	269.01	226.02	1012.88	764.60
2. SEGMENT RESULTS (Profit/loss before Tax)				
a. Treasury operations	-11.45	-16.64	-60.07	-24.67
b. Corporate/wholesale Banking operations	-51.08	24.67	36.80	48.33
c. Retail banking operations	22.08	13.61	74.43	65.49
d. Other banking operations	-5.97	-1.96	-19.94	-7.65
TOTAL	-46.42	19.68	31.22	81.50
PROFIT BEFORE TAX	-46.42	19.68	31.22	81.50
Less : Tax expenses	-25.65	-0.30	0.55	31.20
NET PROFIT	-20.77	19.98	30.67	50.30
3. SEGMENT ASSETS :				
a. Treasury operations	3027.89	1905.29	3027.89	1905.29
b. Corporate/wholesale banking operations	3851.74	3685.42	3851.74	3685.42
c. Retail banking operations	2993.85	2363.38	2993.85	2363.38
d. Other banking operations	612.79	353.55	612.79	353.55
TOTAL	10486.27	8307.64	10486.27	8307.64
4. SEGMENT LIABILITIES:				
a. Treasury operations	9.15	4.38	9.15	4.38
b. Corporate/wholesale banking operations	3592.85	2785.09	3592.85	2785.09
c. Retail banking operations	5909.27	4887.52	5909.27	4887.52
d. Other banking operations	236.00	176.93	236.00	176.93
TOTAL	9747.27	7853.92	9747.27	7853.92
CAPITAL AND RESERVES	739.00	453.72	739.00	453.72
TOTAL	10486.27	8307.64	10486.27	8307.64

(Previous year's figures are regrouped wherever considered necessary to confirm to the current year's classification).

PART B – GEOGRAPHICAL SEGMENTS

Since the Bank is having domestic operations only, no reporting is necessary under this segment.

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NOTES :

1	The working results for the quarter ended 31st March 2010 have been arrived at after considering provisions for wage arrears, bonus, pension, gratuity, leave encashment, depreciation on investments, non-performing assets, standard assets, income tax including deferred tax and other usual and necessary items.
2	a) A sum of Rs. 0.99 lakh has been provided during the quarter ended 31st March 2010 aggregating to Rs 3.96 crores during the year ended 31st March 2010 on a proportionate basis towards the Transitional Liability of Rs.19.81 crores based on Actuarial Valuation as at 31st March 2007 as per Revised Accounting Standard (AS-15) on Employee Benefits issued by the Institute of Chartered Accountants of India. The balance amount of Rs.7.92 crores is being carried forward to be charged to Profit & Loss Account of coming years. b) Pending quantification of the wage revision in pursuance of the latest concluded wage revision agreement between the management and the Employee's association, an estimated amount of Rs.4.23 crore has been provided in respect of wage arrears for the year ended 31st March 2010, besides Rs.5.39 crore paid as adhoc- payment. The total provision held in respect of wage arrears upto 31st March, 2010 amounted to Rs.16.42 crore. As mentioned above, since wage details have not been quantified, the impact of retirement benefits has not been computed and hence not
3	During the year the bank has issued 48.73 crores of Equity Shares of face value of Rs.10 each on Rights basis at a premium of Rs.44 per share, in the ratio of 1:1 to the existing share holders and subsequent to allotment there is an increase in the Share Capital by Rs.48.73 crores and the Share premium account by Rs.214.41 crores. The issue expenses of Rs.1.71crores is adjusted against the Share premium.
4	During the year the bank has issued Tier II Bonds of Rs.100 crores with a coupon of Rs.10.80% for a tenor of 72 months.
5	The reconciliation of inter branch transactions and tallying of balances in the accounts as per general ledger with those of subsidiary ledgers in progress. The impact of the above, if any, on the financial results for the year ended 31st March 2010, in the opinion of the management, is not material.
6	In terms of Reserve Bank of India guidelines, the Bank has implemented the Agricultural Debt Waiver and Debt Relief Scheme 2008 : (i) a final claim of Rs.17.59 crores under the Scheme has been preferred with Reserve Bank of India. The same has been certified by the Statutory Central Auditors. An amount of Rs.11.42 crores (i.e.) 65% of the total claim amount has been reimbursed by RBI till date. (ii) further an amount of Rs. 3.59 crores is eligible for Relief under the said scheme and the Bank has submitted a preliminary claim for Rs 2.72 crores.The claims relating to Debt Relief are subject to verification by the Statutory Central Auditors. The bank has made a provision for loss in Present Value terms in accordance with RBI Scheme amounting to Rs.0.14 crores.
7	Status of Investor Complaints for the quarter ended 31st March 2010 Complaints pending at the beginning of the Quarter : NIL Complaints received during the Quarter : 7 Complaints disposed of during the Quarter : 7 Complaints unresolved at the end of the Quarter : NIL
8	The Board of Directors have recommended a dividend of 6% i.e Rs.0.60 per share on the face value of Rs.10/-
9	The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 31st May 2010.
10	Previous years figures have been regrouped, wherever necessary to conform to the current years classification.
<p>[K.S.R.ANJANEYULU] MANAGING DIRECTOR</p> <p>[S.NARAYAN] CHAIRMAN</p> <p>Place: KARUR Date : 31st May 2010</p>	

THE LAKSHMI VILAS BANK LTD		
REGD. & ADMN. OFFICE, SALEM ROAD, KARUR 639 006		
SUMMARISED BALANCE SHEET AS ON 31-MARCH-2010		
		Rs.000's
	AS AT 31/03/2010	AS AT 31/03/2009
I. CAPITAL & LIABILITIES		
a. Capital	975088	487762
b. Reserves & Surplus	6414886	4049397
c. Deposits	90753777	73609030
d. Borrowings*	3339349	1426043
e. Other Liabilities & Provisions	3379605	3504164
T O T A L	104862705	83076396
II. ASSETS		
a. Cash & Balances with Reserve Bank of India	7508270	5919652
b. Balances with Banks and Money at Call & Short Notice	829639	2894479
c. Investments	29832223	18630562
d. Advances	62774952	52362138
e. Fixed Assets	656707	539798
f. Other Assets	3260914	2729767
T O T A L	104862705	83076396
*Borrowings Include unsecured Tier II bonds of Rs.170.00 Crs (Previous year Rs.110.00 Crs)		