

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

UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2008

(Rs.in lakhs)

PARTICULARS	QUARTER-ENDED		NINE MONTHS ENDED		YEAR ENDED
	31-Dec-08	31-Dec-07	31-Dec-08	31-Dec-07	31/03/2008
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(Audited)
1. INTEREST EARNED (a+b+c+d)	17390.61	12654.58	46344.46	36446.45	50605.76
(a) Interest/discount on advances/bills	13976.88	9716.56	36115.26	27781.37	37898.47
(b) Income on investments	3166.26	2670.95	9380.98	7452.33	10309.84
(c) Interest on balances with RBI & Other inter-bank funds	103.12	243.02	548.69	1114.63	1365.41
(d) Others	144.35	24.05	299.53	98.12	1032.04
2. Other Income	3789.66	1651.19	7513.48	4841.57	8247.75
3. Total Income (1+2)	21180.27	14305.77	53857.94	41288.02	58853.51
4. Interest expended	12917.76	9897.96	35108.72	27736.64	38192.50
5. Operating Expenses (I) + (ii)	4283.59	2871.67	11181.13	8120.11	11644.27
(I) Employees cost	2389.68	1480.86	6185.24	4358.55	6304.32
(ii) Other operating expenses	1893.91	1390.81	4995.89	3761.56	5339.95
6. Total Expenditure (excluding provisions and contingencies (4) + (5))	17201.35	12769.63	46289.85	35856.75	49836.77
7. Operating Profit before provisions and contingencies (3) - (6)	3978.92	1536.14	7568.09	5431.27	9016.74
8. Provisions (other than Tax) and Contingencies	(456.50)	934.29	1387.05	1552.89	4235.83
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00
10. Profit/Loss from ordinary activities before tax (7)-(8)-(9)	4435.42	601.85	6181.04	3878.38	4780.91
11. Tax expense	2525.00	220.00	3150.00	1450.00	2254.00
12. Net Profit/Loss from Ordinary activities after tax (10) - (11)	1910.42	381.85	3031.04	2428.38	2526.91
13. Extra Ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00	0.00
14. Net Profit/Loss for the period (12+13)	1910.42	381.85	3031.04	2428.38	2526.91
15. Paid up equity share capital (Face Value Rs.10/-)	4877.62	4875.84	4877.62	4875.84	4877.22
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)	36891.11	34828.36	36891.11	34828.36	36890.54
17. Analytical Ratios					
i) Percentage of shares held by Govt. of India	NIL	NIL	NIL	NIL	NIL
ii) Capital Adequacy Ratio (%)	11.56%	14.00%	11.56%	14.00%	12.73%
iii) Earnings Per Share (EPS)(*Not Annualised)					
(a) Basic & Diluted EPS - before extra ordinary items (Not annualised) (Rs.)	3.91	0.78	6.21	4.98	5.18
(b) Basic & Diluted EPS - after extra ordinary items (Not annualised) (Rs.)	3.91	0.78	6.21	4.98	5.18
iv) NPA RATIOS					
(a) Gross NPA	14961.74	15156.00	14961.74	15156.00	13797.86
Net NPA	6830.10	6178.00	6830.10	6178.00	5952.47
(b) % of Gross NPA	3.18%	4.17%	3.18%	4.17%	3.51%
% of NET NPA	1.47%	1.74%	1.47%	1.74%	1.55%
(c) Return on Assets (%) (Annualised)	1.03%	0.24%	0.58%	0.54%	0.41%
18. Public Shareholding					
- No. of Shares (in lakhs)	483.90	484.04	483.90	484.04	483.68
- Percentage of shareholding	99.15%	99.21%	99.15%	99.21%	99.17%



LAKSHMI VILAS BANK

REGD. & ADMN.OFFICE, SALEM ROAD, KARUR 639 006

NOTES:

1. The working results for the quarter/ nine months ended 31st December 2008 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 & Fringe Benefit tax and other usual and necessary items on estimated basis.
2. The reconciliation of inter branch transactions and tallying of balances in the accounts as per general ledger with those of subsidiary ledgers are in progress. The impact of the above, if any, on the financial results for the quarter ended 31st December 2008, in the opinion of the management, is not material.
3. In terms of Reserve Bank of India guidelines, the Bank has implemented the Agriculture Debt Waiver and Debt Relief Scheme, 2008 and an amount of Rs.17.64 crores has been waived for which preliminary claim was preferred with Reserve Bank of India. An amount of Rs.7.23 crores (i.e) 41% of claim amount has been reimbursed by RBI during December 2008. Further, an amount of Rs.5.19 Crores is eligible for relief under the said scheme and the claims in this regard will be submitted by 30th September 2009. The claim are subject to verification by Statutory Central Auditors.
4. As per RBI Circular No.DBOD.No.BP.BC.78/21.04.048/2008-09 dated 11.11.2008, Government of India will be paying interest on the the 2nd, 3rd & 4th instalment of claim amount due under Agriculture Debt Waiver & Relief Scheme 2008, at the prevailing Yield to Maturity Rate on 364 days GOI Treasury Bills from Nov. 2008 till actual reimbursement. In the absence of clarification on the exact rate to be applied, provision has not been made for such interest receivable from Government of India.
5. No investor complaints were received during the quarter.
6. The unaudited results have been subjected to limited review by the Statutory Auditors as per clause 41 of the Listing Agreement with the Stock Exchanges.
7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 29th January 2009.
8. Previous period's figures have been regrouped, wherever necessary to conform to the current period's classification.

[V.S. REDDY]
MANAGING DIRECTOR

[Dr.S.NARAYAN]
CHAIRMAN

Place: CHENNAI

Date :29th January 2009

This is the statement of unaudited financial results for the quarter/ 9 months ended 31/12/2008 referred to in our report dated 29th January 2009.

for M/s. SUNDARAM & SRINIVASAN
CHARTERED ACCOUNTANTS

for M/s. ABARNA & ANANTHAN
CHARTERED ACCOUNTANTS

[C.NARESH]
PARTNER
M.No.28684

[C.S.GOPALAKRISHNA]
PARTNER
M.No.014706

Place: CHENNAI

Date : 29th January 2009

THE LAKSHMI VILAS BANK LIMITED					
SEGMENT - WISE RESULTS					
PART A - BUSINESS SEGMENTS					
					[Rs. In Crores]
Business Segments	3 months ended 31/12/2008 Unaudited	3 months ended 31/12/2007 Unaudited	9 months ended 31/12/2008 Unaudited	9 months ended 31/12/2007 Unaudited	Financial Year ended 31/03/2008 Audited
<u>Segment Revenue</u>					
Treasury	58.17	33.72	126.16	89.23	137.31
Wholesale Banking	13.67	109.33	56.65	323.65	133.62
Retail Banking	139.54		354.59		316.64
Unallocated	0.42		1.18		0.97
Total	211.80	143.05	538.58	412.88	588.54
<u>Segment Result</u>					
Treasury	17.80	6.86	25.58	7.12	19.32
Wholesale Banking	5.20	33.88	24.78	88.62	87.14
Retail Banking	23.63		71.68		97.57
Unallocated	0.33		0.94		0.69
Total	46.96	40.74	122.98	95.74	204.72
Unallocated expenses	7.18	25.38	47.30	41.43	114.55
Operating Profit - Before Extraordinary	39.78	15.36	75.68	54.31	90.17
Provisions & Contingencies	(4.57)	9.84	13.87	16.03	37.05
Income Tax	25.25	1.70	31.50	14.00	27.85
Extraordinary Profit / (Loss)	0.00	0.00	0.00	0.00	0.00
Net Profit	19.10	3.82	30.31	24.28	25.27
<u>OTHER INFORMATION</u>					
<u>Segment Assets</u>					
Treasury	1729.04	1531.64	1729.04	1531.64	1732.61
Wholesale Banking	1649.09	4298.79	1649.09	4298.79	1318.23
Retail Banking	2988.34		2988.34		2546.68
Unallocated Assets	939.03		352.33		939.03
Total Assets	7305.50	6182.76	7305.50	6182.76	6520.60
<u>Segment Liabilities</u>					
Treasury	111.24	0.35	111.24	0.35	110.25
Wholesale Banking	1441.51	5642.32	1441.51	5642.32	903.03
Retail Banking	4960.84		4960.84		4715.46
Unallocated Liabilities	343.91		114.95		343.91
Total Liabilities	6857.51	5757.62	6857.51	5757.62	6102.92
PART B - GEOGRAPHICAL SEGMENTS					
Since the Bank is having domestic operations only, no reporting is necessary under this segment.					
For the period ended 31st December 2008, the Bank's Operations are classified into Treasury, Corporate / Wholesale and Retail segments, whereas for the period ended 31st December 2007, the operations are classified under Treasury & Other Banking Operations only and as a result the figures are not comparable.					