

| THE LAKSHMI VILAS BANK LTD | | | |
|---|----------------------|-------------------|----------------------|
| REGD. & ADMN. OFFICE, SALEM ROAD, KARUR 639 006 | | | |
| UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2009 | | | |
| | QUARTER-ENDED | | (Rs.in lakhs) |
| PARTICULARS | 30/06/2009 | 30/06/2008 | YEAR ENDED |
| | (unaudited) | (unaudited) | (Audited) |
| 1. INTEREST EARNED (a+b+c+d) | 20973.17 | 13874.19 | 65761.11 |
| (a) Interest/discount on advances/bills | 17102.78 | 10552.95 | 51791.97 |
| (b) Income on investments | 3564.81 | 3083.54 | 12614.02 |
| (c) Interest on balances with RBI & Other inter-bank funds | 270.04 | 191.48 | 856.53 |
| (d) Others | 35.54 | 46.22 | 498.59 |
| 2. Other Income | 2571.14 | 1562.07 | 10698.93 |
| 3. Total Income (1+2) | 23544.31 | 15436.26 | 76460.04 |
| 4. Interest expended | 16139.10 | 10869.94 | 50407.18 |
| 5. Operating Expenses (I) + (ii) | 4160.31 | 2968.40 | 15168.69 |
| (I) Employees cost | 2170.22 | 1546.89 | 7844.77 |
| (ii) Other operating expenses | 1990.09 | 1421.51 | 7323.92 |
| 6. Total Expenditure (excluding provisions and contingencies (4) + (5)) | 20299.41 | 13838.34 | 65575.87 |
| 7. Operating Profit before provisions and contingencies (3) - (6) | 3244.90 | 1597.92 | 10884.17 |
| 8. Provisions (other than Tax) and Contingencies | (148.38) | 1077.79 | 2734.64 |
| 9. Exceptional Items | 0.00 | 0.00 | 0.00 |
| 10. Profit/Loss from ordinary activities before tax (7)-(8)-(9) | 3393.28 | 520.13 | 8149.53 |
| 11. Tax expense | 1127.00 | 92.00 | 3120.00 |
| 12. Net Profit/Loss from Ordinary activities after tax (10) - (11) | 2266.28 | 428.13 | 5029.53 |
| 13. Extra Ordinary items (Net of Tax Expense) | 0.00 | 0.00 | 0.00 |
| 14. Net Profit/Loss for the period (12+13) | 2266.28 | 428.13 | 5029.53 |
| 15. Paid up equity share capital (Face Value Rs.10/-) | 4877.95 | 4877.26 | 4877.62 |
| 16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year) | 40494.84 | 36890.54 | 40493.97 |
| 17. Analytical Ratios | | | |
| i) Percentage of shares held by Govt. of India | NIL | NIL | NIL |
| ii) Capital Adequacy Ratio (%) | | | |
| (a) Basle - I | 9.93 | 13.17 | 10.09 |
| (b) Basle - II | 10.02 | NA | 10.29 |
| iii) Earnings Per Share (EPS)(*Not Annualised) | | | |
| (a) Basic & Diluted EPS - before extra ordinary items (Not annualised) (Rs.). | 4.65 | 0.88 | 10.31 |
| (b) Basic & Diluted EPS - after extra ordinary items (Not annualised) (Rs.). | 4.65 | 0.88 | 10.31 |
| iv) NPA RATIOS | | | |
| (a) Gross NPA | 15051.06 | 13676.23 | 14405.14 |
| Net NPA | 7214.91 | 6118.01 | 6485.23 |
| (b) % of Gross NPA | 2.71 | 3.64 | 2.71 |
| % of NET NPA | 1.32 | 1.66 | 1.24 |
| (c) Return on Assets (%) | 1.06 | 0.26 | 0.71 |
| 18. Public Shareholding | | | |
| - No. of Shares (in lakhs) | 452.45 | 483.71 | 450.81 |
| - Percentage of shareholding | 92.76 | 99.17 | 92.43 |
| 19. Promoters and promoter group shareholding | | | |
| (a) pledged/Encumbered | | | |
| Number of shares | 207000.00 | NA | 217400.00 |
| - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) | 5.85 | NA | 5.88 |
| - percentage of shares (as a % of the total share capital of the company) | 0.42 | NA | 0.44 |
| (b) Non-encumbered | | | |
| - Number of shares | 3327697 | NA | 3478112 |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 94.15 | NA | 94.12 |
| - percentage of share (as a % of the total share capital of the company) | 6.82 | NA | 7.13 |

| SEGMENT - WISE RESULTS | | | |
|--|---------------------------|--------------------------|-------------------------|
| PART A - BUSINESS SEGMENTS | | | |
| | | | [Rs. In Crores] |
| Business Segments | 30/06/2009 (Unaudited) | 30/6/2008 (Unaudited) | 31/03/2009 (Audited) |
| Revenue | | | |
| Treasury | 47.79 | 36.28 | 166.58 |
| Wholesale Banking | 69.69 | 27.17 | 171.01 |
| Retail Banking | 117.73 | 90.55 | 424.79 |
| Unallocated | 0.23 | 0.36 | 2.22 |
| Total | 235.44 | 154.36 | 764.60 |
| Result | | | |
| Treasury | (0.60) | 0.78 | 25.83 |
| Wholesale Banking | 22.42 | 2.64 | 54.64 |
| Retail Banking | 21.42 | 25.04 | 89.50 |
| Unallocated | 0.15 | 0.30 | 1.90 |
| Total | 43.39 | 28.76 | 171.87 |
| Unallocated expenses | 10.94 | 12.78 | 63.03 |
| Operating Profit - Before Extraordinary items | 32.45 | 15.98 | 108.84 |
| Provisions & Contingencies | (1.48) | 10.78 | 27.34 |
| Income Tax | 11.27 | 0.92 | 31.20 |
| Extraordinary Profit / (Loss) | 0.00 | 0.00 | 0.00 |
| Net Profit | 22.66 | 4.28 | 50.30 |
| OTHER INFORMATION | | | |
| Segment Assets | | | |
| Treasury | 3001.93 | 2386.69 | 2661.92 |
| Wholesale Banking | 2446.55 | 1036.87 | 2268.34 |
| Retail Banking | 3039.01 | 2688.32 | 2977.48 |
| Unallocated Assets | 446.93 | 448.99 | 409.50 |
| Total Assets | 8934.42 | 6560.87 | 8317.24 |
| Segment Liabilities | | | |
| Treasury | 273.41 | 250.06 | 395.06 |
| Wholesale Banking | 2906.40 | 1226.97 | 1782.03 |
| Retail Banking | 4902.77 | 4295.59 | 5295.15 |
| Unallocated Liabilities | 375.45 | 366.29 | 391.30 |
| Total Liabilities | 8458.03 | 6138.91 | 7863.54 |
| PART B - GEOGRAPHICAL SEGMENTS | | | |
| Since the Bank is having domestic operations only, no reporting is necessary under this segment. | | | |
| Previous period's figures have been regrouped, wherever necessary to conform to the current period's classification. | | | |



LAKSHMI VILAS BANK

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

NOTES:

1. The working results for the quarter ended 30th June 2009 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 on estimated basis. No provision has been made for Fringe Benefit Tax during the quarter, keeping in view the recent amendment in the Finance (No.2) Bill 2009. The corresponding previous quarter/year includes provision for Fringe Benefit Tax amounting to Rs.10.00 lakhs/Rs.70.00 lakhs respectively.

2. a) Provision has been made for the quarter ended 30th June 2009 in respect of the Accounting Standard (AS 15) on Employees benefit" issued by the Institute of Chartered Accountants of India, on estimated basis.
b) A sum of Rs.0.99 lacs has been provided during the quarter on proportionate basis towards the Transitional Liability of Rs.19.81 crores based on Actuarial Valuation upto 31.03.07 as per Revised Accounting Standard (AS-15) on Employee Benefits issued by Institute of Chartered Accountants of India.

3. 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 30th June 2009, in the opinion of the management, is not material.

4. 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. The Bank has since submitted its final claim relating to Agricultural Debt Waiver duly verified and certified by Statutory Central Auditors to Reserve Bank of India, for Rs.17.59 crores. An amount of Rs.7.23 crores (i.e) 41% of the total 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 in due course. The claims relating to Debt Relief are subject to verification by Statutory Central Auditors.

5. No investor complaints received and redressed 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 31st July 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: BANGALORE
Date : 31 July 2009

This is the statement of unaudited financial results for the quarter ended 30/06/2009 referred to in our report dated 31st July 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.N.14706

Place: BANGALORE
Date :31st July 2009.