

**STATE BANK OF PATIALA**  
**HEAD OFFICE, THE MALL PATIALA**  
**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED**  
**31ST MARCH 2008**

(Rs. in lacs)

<i>Particulars</i>	<b>Current</b>	<b>Previous</b>
	<b>Accounting</b>	<b>accounting</b>
	<b>year ended</b>	<b>year ended</b>
	<b>31.03.2008</b>	<b>31.03.07</b>
	<b>(Audited)</b>	<b>(Audited)</b>
<b>1. Interest earned (a)+(b)+(c)+(d)</b>	<b>429894</b>	<b>317015</b>
(a) Interest/discount on advances/bills	332304	222085
(b) Income on investments	91581	84256
(c) Interest on balances with Reserve Bank of India and other inter bank funds	5851	9507
(d) Others	158	1167
<b>2. Other Income</b>	<b>60700</b>	<b>33720</b>
<b>A. TOTAL INCOME (1+2)</b>	<b>490594</b>	<b>350735</b>
<b>3. Interest Expended</b>	<b>341962</b>	<b>205963</b>
<b>4. Operating Expenses (e)+(f)</b>	<b>70699</b>	<b>66063</b>
(e) Employees Cost	38449	40002
(f) Other Operating expenses	32250	26061
<b>B. TOTAL EXPENDITURE (3)+(4)</b> (excluding Provisions and Contingencies)	<b>412661</b>	<b>272026</b>
<b>C. OPERATING PROFIT (A-B)</b> (Profit before Provisions and Contingencies)	<b>77933</b>	<b>78709</b>
<b>D. Provisions (other than tax) and Contingencies</b>	<b>19559</b>	<b>24183</b>
<b>E. Profit(+)/Loss(-) from Ordinary Activities before tax</b>	<b>58374</b>	<b>54526</b>
F. Tax Expenses	17001	17873
<b>G. Net Profit (+)/Loss(-) from Ordinary Activities after tax</b>	<b>41373</b>	<b>36653</b>
H. Extraordinary items (net of tax expenses)	0	0
<b>I. Net Profit(+)/Loss (-) for the period</b>	<b>41373</b>	<b>36653</b>
<b>5. Paid-up equity share capital</b>	<b>27475</b>	<b>2475</b>
<b>6. Reserves excluding Revaluation Reserves</b>	<b>243388</b>	<b>246325</b>
<b>7. Analytical Ratios</b>		
(i) Percentage of shares held by Government of India	Nil	Nil
(ii) Capital Adequacy Ratio (BASEL-I)	12.50%	12.38%
(BASEL-II)	13.56%	N.A
(iii) Earning per share (of Rs. 100 each) EPS		
a) Basic and diluted EPS before extra-ordinary items (net of tax expenses) for the period, for the year to date and for the previous year (not to be annualised) (In Rupees)	1672	1481

b) Basic and diluted EPS after extra-ordinary items for the period, for the year to date and for the previous year (not to be annulised) (in Rupees)	1672	1481
(iv) (a) Amount of Gross non-performing assets	52094	52441
(b) Amount of net non-performing assets	21699	23841
(c) % of Gross NPAs to Gross Advances	1.42	1.82
(d) % of Net NPAs to Net Advances	0.60	0.83
(v) Return on Total Assets	0.83	0.77

### AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2008

#### Segment Information :

Description	(Rs. in lacs)	
	Year ended 31.03.08 (Audited)	Year ended 31.03.07 (Audited)
<b>1. Segment Revenue (Income)</b>		
(a) Treasury Operations	26284	17867
(B) Corporate/Wholesale Banking	209844	
(c) Retail Banking	254466	332868
<b>Total</b>	<b>490594</b>	<b>350735</b>
Less: Inter Segment Revenue	0	0
<b>Net income from Operations</b>	<b>490594</b>	<b>350735</b>
<b>2. Segment Results after provisions and before tax</b>		
(a) Treasury Operations	12590	7641
(B) Corporate/Wholesale Banking	83052	
(c) Retail Banking	-24347	52811
<b>TOTAL</b>	<b>71295</b>	<b>60452</b>
Less: Unallocated Expenses	12921	5926
<b>Total Profit Before tax</b>	<b>58374</b>	<b>54526</b>
<b>3. Capital Employed</b>		
<b>( Segment Assets- Segment Liabilities )</b>		
(a) Treasury	1614988	1411244
(b) Corporate/Wholesale Banking	-248710	
(c) Retail Banking	-937464	-1125074
(d) Unallocated Capital	47209	67630
<b>Total</b>	<b>476023</b>	<b>353800</b>

#### Notes:

The working results for the year ended 31st March 2008 have been arrived at after considering provisions for Gratuity, Pension, Leave Encashment and other benefits on retirements on the basis of actuarial valuation in terms of As-15 (revised). Provision for Taxes, Provisions for Wage settlement and also provisions for NPAs, Standard Assets and Depreciation/Amortisation on Investment oas per latest RBI guidelines.

The Bank has implemented New Capital Adequacy Framework (BASEL-II) w.e.f. 31.03.2008 and also adopted the Accounting Standard -15 & accordingly transitional liability has been fully provided for by draw down from General Reserves.

State Bank of India (Subsidiary Banks Laws) Amendment Act 2007, came into force w.e.f. 09.07.2007. Consequently, the Authorised Capital of the Bank has been increase from Rs. 50 crore to Rs. 500 crore.

During the year, the bank has issued redeemable unsecured bonds amounting to Rs. 1001.60 crore to shore up Tier-II Capital.

The Bank's operations are classified into three segments viz. Treasury, Corporate/Wholesale Banking and Retail Banking. The Bank operates only in Domestic geographic segment.

The previous year's figures have been regrouped wherever, necessary to conform to current year's classification.

The above financial results have been taken on record by the Board of Directors of the Bank at its meeting held on 24th April 2008.

Mumbai  
24-Apr-08

A. C. Varma  
Managing Director