

GENERAL MANAGERS

Sri K.H. Shivaswamy Aithal
Sri P. Jairama Hande
Sri N. Upendra Prabhu
Sri B. Ashok Hegde
Sri M.V.C.S. Karanth

DEPUTY GENERAL MANAGERS

Sri B. Vittal Rao
Sri K.G. Ramesh Rao
Dr. Meera Laetitia B. Aranha
Sri M.S. Mahabaleshwara
Sri V.N. Manohar
Sri I. Santhosh Kumar
Sri S. Ramachandra Bhat
Sri Raghurama
Sri S. Anandarama Adiga
Sri M.V. Mohan
Sri Gajanan T. Hegde
Sri M. Raghavendra Bhat
Sri Subhaschandra Puranik

ASST. GENERAL MANAGERS

Sri Jagdish Moleyar
Sri S. Ramesh
Sri K.V. Vijayashankar Rai
Sri B. Anantha Padmanabha
Sri B. Chandrashekar Rao
Sri N.R. Ravishanker
Sri Venkappayya K. Bhat
Sri H.P. Ravindranatha Hande
Sri Muralidhar Krishna Rao
Sri Nagaraja Rao B.
Sri Ravishankar R.
Sri Rudraiah H.S.
Sri Nirmal Kumar Kechappa Hegde
Sri Nandakishor Ballal
Sri Ravi S.
Dr. Anandarama Upadhy C.
Sri Gokuldas Pai
Sri Manjunatha Bhatta B.K.
Sri Kashinath P.
Sri Nagaraja R. Hebbar
Sri Suresh K.

COMPANY SECRETARY

Sri Y.V. Balachandra

LEGAL ADVISER

Sri M.V. Shanker Bhat

AUDITORS

M/s. Vishnu Daya & Co., Bangalore
M/s. R.K. Kumar & Co., Chennai

REGISTRAR & SHARE TRANSFER AGENT

M/s. Integrated Enterprises (India) Ltd., Bangalore

Regd. & Head Office: Mahaveera Circle, Mangalore

ಮಹಾ ಪ್ರಬಂಧಕರು

ಶ್ರೀ ಕೆ.ಯಚ್. ಶಿವಸ್ವಾಮಿ ಐತಾಳ್
ಶ್ರೀ ಪಿ. ಜೈರಾಮ ಹಂದೆ
ಶ್ರೀ ಎನ್. ಉಪೇಂದ್ರ ಪ್ರಭು
ಶ್ರೀ ಬಿ. ಅಶೋಕ ಹೆಗ್ಡೆ
ಶ್ರೀ ಎಮ್.ವಿ.ಸಿ.ಎಸ್. ಕಾರಂತ್

ಉಪ ಮಹಾ ಪ್ರಬಂಧಕರು

ಶ್ರೀ ಬಿ. ವಿಠಲ್ ರಾವ್
ಶ್ರೀ ಕೆ.ಜಿ. ರಮೇಶ್ ರಾವ್
ಡಾ|| ಮೀರಾ ಲೇಟಿಷಿಯಾ ಬಿ. ಆರಾನ್ಹ
ಶ್ರೀ ಎಮ್.ಎಸ್. ಮಹಾಬಲೇಶ್ವರ
ಶ್ರೀ ವಿ.ಎನ್. ಮನೋಹರ
ಶ್ರೀ ಐ. ಸಂತೋಷ್ ಕುಮಾರ್
ಶ್ರೀ ಎಸ್. ರಾಮಚಂದ್ರ ಭಟ್
ಶ್ರೀ ರಘುರಾಮ
ಶ್ರೀ ಎಸ್. ಆನಂದರಾಮ ಅಡಿಗ
ಶ್ರೀ ಎಮ್.ವಿ. ಮೋಹನ್
ಶ್ರೀ ಗಜಾನನ್ ಟಿ. ಹೆಗಡೆ
ಶ್ರೀ ಎಮ್. ರಾಘವೇಂದ್ರ ಭಟ್
ಶ್ರೀ ಸುಭಾಷ್ ಚಂದ್ರ ಪುರಾಣಿಕ್

ಸಹಾಯಕ ಮಹಾ ಪ್ರಬಂಧಕರು

ಶ್ರೀ ಜಗದೀಶ ಮೊಳೆಯಾರ್
ಶ್ರೀ ಎಸ್. ರಮೇಶ್
ಶ್ರೀ ಕೆ.ವಿ. ವಿಜಯಶಂಕರ ರೈ
ಶ್ರೀ ಬಿ. ಅನಂತ ಪದ್ಮನಾಭ
ಶ್ರೀ ಬಿ. ಚಂದ್ರಶೇಖರ ರಾವ್
ಶ್ರೀ ಎನ್.ಆರ್. ರವಿಶಂಕರ್
ಶ್ರೀ ವೆಂಕಪ್ಪಯ್ಯ ಕೆ. ಭಟ್
ಶ್ರೀ ಎಚ್.ಪಿ. ರವೀಂದ್ರನಾಥ್ ಹಂದೆ
ಶ್ರೀ ಮುರಳೀಧರ ಕೃಷ್ಣ ರಾವ್
ಶ್ರೀ ನಾಗರಾಜ ರಾವ್ ಬಿ.
ಶ್ರೀ ರವಿಶಂಕರ್ ಆರ್.
ಶ್ರೀ ರುದ್ರಯ್ಯ ಯಚ್.ಎಸ್.
ಶ್ರೀ ನಿರ್ಮಲ್ ಕುಮಾರ್ ಕೆಚ್ಚಪ್ಪ ಹೆಗ್ಡೆ
ಶ್ರೀ ನಂದಕಿಶೋರ್ ಬಲ್ಲಾಳ್
ಶ್ರೀ ರವಿ ಎಸ್.
ಡಾ|| ಆನಂದರಾಮ ಉಪಾಧ್ಯಾ ಸಿ.
ಶ್ರೀ ಗೋಕುಲ್ ದಾಸ್ ಪೈ
ಶ್ರೀ ಮಂಜುನಾಥ ಭಟ್ಟ ಬಿ.ಕೆ.
ಶ್ರೀ ಕಾಶೀನಾಥ ಪಿ.
ಶ್ರೀ ನಾಗರಾಜ ಆರ್. ಹೆಬ್ಬಾರ್
ಶ್ರೀ ಸುರೇಶ್ ಕೆ.

ಕಂಪೆನಿ ಕಾರ್ಯದರ್ಶಿ

ಶ್ರೀ ವೈ.ವಿ. ಬಾಲಚಂದ್ರ

ಕಾನೂನು ಸಲಹೆಗಾರರು

ಶ್ರೀ ಎಂ.ವಿ. ಶಂಕರ್ ಭಟ್

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು

ಮ|| ವಿಷ್ಣು ದಯಾ ಎಂಡ್ ಕೋ., ಬೆಂಗಳೂರು
ಮ|| ಆರ್.ಕೆ. ಕುಮಾರ್ ಎಂಡ್ ಕೋ., ಚೆನ್ನೈ

ನೋಂದಣಾಧಿಕಾರಿ ಮತ್ತು ಶೇರು ವರ್ಗಾವಣಾ ಪ್ರತಿನಿಧಿ

ಮ|| ಇಂಟಿಗ್ರೇಟೆಡ್ ಎಂಟರ್‌ಪ್ರೈಸಸ್ (ಇಂಡಿಯಾ) ಲಿ., ಬೆಂಗಳೂರು

ನೋಂದಾಯಿತ ಮತ್ತು ಪ್ರಧಾನ ಕಛೇರಿ: ಮಹಾವೀರ ವೃತ್ತ, ಮಂಗಳೂರು

DIRECTORS' 87th ANNUAL REPORT

Your Directors have pleasure in presenting the Eighty Seventh Annual Report, the Audited Balance Sheet as at 31st March 2011 and the Profit & Loss Account for the year ended, 31st March 2011, along with the Auditors' Report.

PERFORMANCE HIGHLIGHTS

Performance highlights for the financial year in the key financial areas are as under: -

(₹ in crore)

Particulars	As on /for the year ended 31.03.2011	As on / for the year ended 31.03.2010
Deposits	27336.45	23730.65
Advances	17348.07	14435.68
Investments	11506.34	9992.05
Gross Income	2662.60	2354.68
Operating Profit	355.29	260.84
Net Profit	204.61	167.12

The total business turnover of the Bank was ₹ 44684.52 crore as on 31st March 2011, an increase of 17.08 per cent over the preceding year. The total assets of the Bank increased from ₹ 27021.57 crore to ₹ 31693.01 crore recording a growth of 17.29 percent for the year 2010-11.

The total deposits of the Bank grew from ₹ 23730.65 crore as on 31st March, 2010 to ₹ 27336.45 crore as on 31st March 2011, registering a growth of 15.19 per cent. During the year, low cost deposits of the Bank, viz Savings and Current Account Deposits, have shown an impressive growth of 23.23 per cent due to the various measures undertaken by the Bank. The market share of the Bank in deposits was 0.53 per cent.

The total advances grew from ₹ 14435.68 crore as on 31st March, 2010 to ₹ 17348.07 crore as on 31st March, 2011, an increase of 20.17 per cent. While agricultural advances increased from ₹ 1609.16 crore to ₹ 1961.14 crore, the priority sector advances increased from ₹ 5252.96 crore to ₹ 6238.36 crore. Lending under various socio-economic schemes has shown satisfactory progress. The market share of the Bank in loans and advances was 0.44 per cent.

As on 31st March, 2011 the total investments of the Bank stood at ₹ 11506.34 crore as against ₹ 9992.05 crore as on 31st March 2010, an increase of 15.15 per cent.

ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ 87ನೇ ವಾರ್ಷಿಕ ವರದಿ

ಬ್ಯಾಂಕಿನ 87ನೇ ವಾರ್ಷಿಕ ವರದಿ, 31ನೇ ಮಾರ್ಚ್ 2011 ಕ್ಕೆ ಮುಕ್ತಾಯಗೊಂಡ ಆರ್ಥಿಕ ವರ್ಷದ ಪರಿಶೋಧಿಸಲ್ಪಟ್ಟ ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ ಮತ್ತು ಲಾಭ ನಷ್ಟ ತಜ್ಞರನ್ನು ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವರದಿಯೊಂದಿಗೆ ನಿಮ್ಮ ಮುಂದಿಡಲು ನಿಮ್ಮ ನಿರ್ದೇಶಕರು ಸಂಶೋಷಿಸುತ್ತಾರೆ.

ಸಾಧನೆಯ ಹೆಗ್ಗುರುತುಗಳು

ಆರ್ಥಿಕ ವರ್ಷದ ಸಾಧನೆಯ ಪ್ರಮುಖ ಸೂಚಕಗಳು ಈ ಕೆಳಗಿನಂತಿವೆ.

(₹ ಕೋಟಿಗಳಲ್ಲಿ)

ವಿವರಗಳು	31.03.2011 ವರ್ಷಾಂತ್ಯದಂತೆ	31.03.2010 ವರ್ಷಾಂತ್ಯದಂತೆ
ಠೇವಣಿಗಳು	27336.45	23730.65
ಮುಂಗಡಗಳು	17348.07	14435.68
ಹೂಡಿಕೆಗಳು	11506.34	9992.05
ಒಟ್ಟು ಆದಾಯ	2662.60	2354.68
ನಿರ್ವಹಣಾ ಲಾಭ	355.29	260.84
ನಿವ್ವಳ ಲಾಭ	204.61	167.12

ಬ್ಯಾಂಕಿನ ಒಟ್ಟು ವ್ಯವಹಾರವು ₹ 44,684.52 ಕೋಟಿಯನ್ನು ತಲುಪಿದ್ದು ಇದು ಹಿಂದಿನ ವರ್ಷಕ್ಕಿಂತ ಶೇ. 17.08 ರ ಪ್ರಗತಿಯಾಗಿದೆ. ಬ್ಯಾಂಕಿನ ಒಟ್ಟು ಆಸ್ತಿಯು ₹ 27021.57 ಕೋಟಿಯಿಂದ ₹ 31693.01 ಕೋಟಿಗೆ ಏರಿದ್ದು, 2010-11 ಕ್ಕೆ ಶೇ. 17.29 ಅಭಿವೃದ್ಧಿಯು ದಾಖಲಾಗಿರುತ್ತದೆ.

ಬ್ಯಾಂಕಿನ ಒಟ್ಟು ಠೇವಣಿಯು 31ನೇ ಮಾರ್ಚ್ 2010ರಲ್ಲಿದ್ದ ₹ 23730.65 ಕೋಟಿಯಿಂದ 31ನೇ ಮಾರ್ಚ್ 2011ಕ್ಕೆ ₹ 27336.45 ಕೋಟಿಗೆ ವೃದ್ಧಿಗೊಂಡಿದ್ದು ಶೇ. 15.19ರ ಏರಿಕೆ ದಾಖಲಾಗಿದೆ. ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಕಡಿಮೆ ವೆಚ್ಚದ ಠೇವಣಿಗಳಾದ ಉಳಿತಾಯ ಮತ್ತು ಚಾಲ್ತಿ ಖಾತೆಗಳ ಠೇವಣಿಯಲ್ಲಿ ಗಮನಾರ್ಹವಾದ ಶೇ. 23.23 ವೃದ್ಧಿ ದಾಖಲಾಗಿರುವುದು, ಬ್ಯಾಂಕು ಈ ನಿಟ್ಟಿನಲ್ಲಿ ಕೈಗೊಂಡ ಸಕಾಲಿಕ ಮಾರ್ಗೋಪಾಯಗಳಿಗೆ ಸಾಕ್ಷಿಯಾಗಿದೆ. ಒಟ್ಟು ಮಾರುಕಟ್ಟೆಯ ಠೇವಣಿ ವಿಭಾಗದಲ್ಲಿ ಬ್ಯಾಂಕಿನ ಅಂಶ ಶೇ. 0.53 ಆಗಿರುತ್ತದೆ.

ಒಟ್ಟು ಮುಂಗಡವು 31, ಮಾರ್ಚ್ 2010ರಲ್ಲಿದ್ದ ₹ 14435.68 ಕೋಟಿಯಿಂದ, 31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ₹ 17348.07 ಕೋಟಿ ತನಕ ಏರಿಕೆಯಾಗಿದ್ದು, ಶೇ. 20.17 ರ ಹೆಚ್ಚಳ ದಾಖಲಾಗಿದೆ. ಅಂತೆಯೇ ಕೃಷಿ ಮುಂಗಡವು ₹ 1609.16 ಕೋಟಿಯಿಂದ ₹ 1961.14 ಕೋಟಿಗೆ ಏರಿದ್ದು ಅದ್ಯತಾ ರಂಗದ ಮುಂಗಡವು ₹ 5252.96 ಕೋಟಿಯಿಂದ ₹ 6238.36 ಕೋಟಿಗೆ ಏರಿಕೆಯಾಗಿದೆ. ಹಲವಾರು ಸಾಮಾಜಿಕ-ಆರ್ಥಿಕ ಯೋಜನೆಯನ್ವಯ ವಿತರಿಸಲಾದ ಮುಂಗಡಗಳಲ್ಲೂ ತೃಪ್ತಿಕರವಾದ ಅಭಿವೃದ್ಧಿ ದಾಖಲಾಗಿದೆ. ಒಟ್ಟು ಮಾರುಕಟ್ಟೆಯ ಮುಂಗಡ ವಿಭಾಗದಲ್ಲಿ ಬ್ಯಾಂಕಿನ ಅಂಶ ಶೇ. 0.44 ಆಗಿರುತ್ತದೆ.

31ನೇ ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಬ್ಯಾಂಕಿನ ಹೂಡಿಕೆಯು ₹ 11506.34 ಕೋಟಿಗೆ ತಲುಪಿದ್ದು, ಇದು 31, ಮಾರ್ಚ್ 2010 ರಂದು ₹ 9992.05 ಕೋಟಿಯಷ್ಟಿತ್ತು. ಇಲ್ಲಿ ಅಭಿವೃದ್ಧಿಯು ಶೇ. 15.15 ಆಗಿರುತ್ತದೆ.

OPERATIONAL PERFORMANCE

Under the competitive and challenging business environment, the overall performance of Your Bank during the year 2010-11 was satisfactory. The gross income of the Bank was ₹ 2662.60 crore and total expenditure (excluding provisions and contingencies) was ₹ 2307.32 crore. The net interest income was ₹ 612.48 crore.

PROFIT

Your Bank earned an operating profit of ₹ 355.29 crore for the year 2010-11 as against ₹ 260.84 crore for the previous year showing a growth of 36.21 per cent. The net profit of the Bank increased from ₹ 167.12 crore to ₹ 204.61 crore.

APPROPRIATIONS

The net profit of ₹ 204.61 crore which along with a sum of ₹ 0.02 Crore brought forward from the previous year, aggregating ₹ 204.63 crore, is appropriated as under. The corresponding figure for the previous year was ₹ 167.15 crore.

Appropriation	₹ in Crore
Transfer to Statutory Reserve	100.00
Transfer to Revenue, General & Special Reserves	46.40
Transfer to Investment Reserve Account	-7.20
Transfer to Proposed Dividend (including tax)	65.41
Balance carried to Balance Sheet	0.02
Total	204.63

DIVIDEND

Having regard to the overall performance of the Bank and the positive outlook for the future, the Board of Directors recommended a dividend of 30 per cent for the reporting year. The dividend payout ratio for the year works out to 27.59 per cent.

EARNING PER SHARE/BOOK VALUE

The earnings per share (basic) and the book value of the share as on 31st March, 2011 stood at ₹ 15.20 and ₹ 129.08 respectively.

ISSUANCE OF FRESH EQUITY SHARES

During the year under report your Bank issued 5,37,69,935 equity shares of ₹ 10 each at a price of ₹ 85 per share including a premium of ₹ 75 per equity share on Rights basis in the ratio of Two equity shares for every

ವ್ಯವಹಾರ ನಿರ್ವಹಣೆ

ಸ್ಪರ್ಧಾತ್ಮಕ ಮತ್ತು ಪಂಥಾತ್ಮಕವಾಗಿ ನಿರೀಕ್ಷಿಸಿದ ವ್ಯವಹಾರ ಪರಿಸರದಲ್ಲಿ 2010-11ರ ಬ್ಯಾಂಕಿನ ಒಟ್ಟಾರೆ ವ್ಯವಹಾರವು ತೃಪ್ತಿಕರವಾಗಿರುತ್ತದೆ. ಬ್ಯಾಂಕಿನ ಒಟ್ಟು ಆದಾಯವು ₹ 2662.60 ಕೋಟಿಯಾಗಿದ್ದು, ಒಟ್ಟು ವೆಚ್ಚ (ಸವಕಳಿ ಮತ್ತು ಆಕಸ್ಮಿಕ ಮೀಸಲಿನ ಹೊರತಾಗಿ) ₹ 2307.32 ಕೋಟಿಯಷ್ಟಾಗಿದೆ. ನಿವ್ವಳ ಬಡ್ಡಿ ಆದಾಯವು ₹ 612.48 ಕೋಟಿಯಾಗಿದೆ.

ಲಾಭ

ನಿಮ್ಮ ಬ್ಯಾಂಕು 2010-11ರಲ್ಲಿ ₹ 355.29 ಕೋಟಿಯಷ್ಟು ನಿರ್ವಹಣಾ ಲಾಭವನ್ನು ದಾಖಲಿಸಿದ್ದು, ಇದು ಹಿಂದಿನ ವರ್ಷದಲ್ಲಿ ₹ 260.84 ಕೋಟಿಯಷ್ಟಿತ್ತು. ಅಭಿವೃದ್ಧಿಯು ಶೇ. 36.21ರಷ್ಟಾಗಿದೆ. ಬ್ಯಾಂಕಿನ ನಿವ್ವಳ ಆದಾಯವು ₹ 167.12 ಕೋಟಿಯಿಂದ ₹ 204.61 ಕೋಟಿಗೆ ಏರಿತು.

ವಿನಿಯೋಗಗಳು

ನಿವ್ವಳ ಲಾಭ ₹ 204.61 ಕೋಟಿಯೊಂದಿಗೆ, ಹಿಂದಿನ ವರ್ಷದ ಸೇರ್ಪಡೆ ₹ 0.02 ಕೋಟಿ ಒಳಗೊಂಡಂತೆ ಒಟ್ಟು ₹ 204.63 ಕೋಟಿಯಾಗಿದ್ದು ಅದನ್ನು ಈ ಕೆಳಗೆ ಕಾಣಿಸಿದಂತೆ ವಿನಿಯೋಗಿಸಲು ಉದ್ದೇಶಿಸಲಾಗಿದೆ. ಹಿಂದಿನ ವರ್ಷದ ಅನುರೂಪ ಅಂಕಿ-ಅಂಶ ₹ 167.15 ಕೋಟಿ.

ವಿನಿಯೋಗಗಳು	₹ ಕೋಟಿಗಳಲ್ಲಿ
ಶಾಸನಾತ್ಮಕ ಕಾದಿಟ್ಟ ನಿಧಿಗೆ ವರ್ಗಾವಣೆ	100.00
ಕಂದಾಯ, ಸಾಮಾನ್ಯ ಮತ್ತು ವಿಶೇಷ ಕಾದಿಟ್ಟ ನಿಧಿಗೆ ವರ್ಗಾವಣೆ	46.40
ಹೂಡಿಕೆ ಮೀಸಲು ಖಾತೆಗೆ ವರ್ಗಾವಣೆ	-7.20
ಉದ್ದೇಶಿತ ಲಾಭಾಂಶ ವಿತರಣೆಗಾಗಿ (ತೆರಿಗೆ ಸೇರಿದಂತೆ) ವರ್ಗಾವಣೆ	65.41
ಆಸ್ತಿ ಹೂಡಿಕೆ ಪಟ್ಟಿಗೆ ಶೇಷಾಂಶ ಸೇರಿಕೆ	0.02
ಒಟ್ಟು	204.63

ಲಾಭಾಂಶ

ಬ್ಯಾಂಕಿನ ಸರ್ವಾಂಗೀಣ ನಿರ್ವಹಣೆಯನ್ನು ಮತ್ತು ಭವಿಷ್ಯದ ಧನಾತ್ಮಕ ದೃಷ್ಟಿಕೋನವನ್ನು ಗಮನದಲ್ಲಿರಿಸಿಕೊಂಡು, ಸದರಿ ವರ್ಷಕ್ಕೆ ಶೇ. 30 ರ ಲಾಭಾಂಶ ನೀಡಿಕೆಯನ್ನು ನಿಮ್ಮ ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯು ಶಿಫಾರಸ್ಸು ಮಾಡಿರುತ್ತದೆ. ಪ್ರಸ್ತಾವಿತ ಲಾಭಾಂಶ ಹೊರಹರಿವಿನ ಪ್ರಸ್ತುತ ವರ್ಷದ ಪರಿಮಾಣವು ಶೇ. 27.59 ಆಗಿರುತ್ತದೆ.

ಶೇರಿನ ತಲಾ ಆದಾಯ ಮತ್ತು ಪುಸ್ತಕ ಮೌಲ್ಯ

31 ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಬ್ಯಾಂಕಿನ ಶೇರಿನ ತಲಾ ಆದಾಯ (ಮೂಲಭೂತ) ಮತ್ತು ಪುಸ್ತಕ ಮೌಲ್ಯ ಅನುಕ್ರಮವಾಗಿ ₹ 15.20 ಮತ್ತು ₹ 129.08 ಆಗಿರುತ್ತದೆ.

ಹೊಸ ಈಕ್ವಿಟಿ ಶೇರು ನೀಡಿಕೆ

ಪ್ರಸ್ತುತ ವರದಿ ವರ್ಷದಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಶೇರು ಒಂದರ ₹ 10.00 ಬೆಲೆಯ 5,37,69,935 ಇಕ್ವಿಟಿ ಶೇರುಗಳನ್ನು ₹ 75 ರ ಪ್ರೀಮಿಯಂನೊಂದಿಗೆ ಶೇರು ಒಂದರ ₹ 85 ರಲ್ಲಿ ಹಕ್ಕಿನ ಆಧಾರದಲ್ಲಿ, ಐದು ಶೇರುಗಳನ್ನು ಹೊಂದಿದವರಿಗೆ ಎರಡು ಶೇರುಗಳಂತೆ, ಸೆಬಿ (ಐಸಿಡಿಆರ್), ನಿಯಮಾವಳಿ 2009ರಂತೆ ಒಟ್ಟು

Five equity shares held, aggregating ₹ 457.04 crore as permissible under SEBI (ICDR) Regulations, 2009. The issue has been over subscribed by 1.53 times. After keeping in abeyance entitlements to the extent of 1320 shares, as the entitlements were sub judice, the Board has allotted 5,37,68,615 equity shares on 31.3.2011. The Board of Directors places on record its appreciation for the confidence reposed by the share holders of the Bank and thanks them for their response to the Rights issue. Further 4,45,715 equity shares were allotted to the employees of your Bank, pursuant to the exercise of options vested under the Employees Stock Option Scheme of the Bank. The issuance of equity shares has helped the Bank to improve its capital funds and the Capital Adequacy Ratio as on March 31, 2011.

NET OWNED FUNDS AND CAPITAL ADEQUACY RATIO

During the year under review the net owned funds of your Bank increased from ₹ 1832.75 crore to ₹ 2429.09 crore, registering a growth of 32.54 per cent. The Capital Adequacy Ratio stood at 13.33 per cent as per BASEL II norms (Previous year 12.37 per cent). The Bank has been consistently maintaining the Ratio well above the minimum of 9 per cent stipulated by the Reserve Bank of India. The market capitalisation as on March 31, 2011 was ₹ 2022 crore.

FOREX BUSINESS

During the year under report, your Bank achieved a turnover of ₹ 9006.19 crore in foreign exchange business as against ₹ 8605.93 crore in the previous year. The advances to export sector increased from ₹ 1369.12 crore to ₹ 1502.04 crore.

NON-PERFORMING ASSETS

Your Bank has been focusing on containing the non-performing assets through better credit monitoring as well as intensified efforts to recover the impaired assets. However in view of delinquencies in select sectors, the Bank's, Gross NPAs as on 31st March, 2011 have increased from ₹ 549.64 crore (3.73 per cent) to ₹ 702.17 crore by the year end (3.97 per cent). The Net NPAs stood at ₹ 280.34 (1.62 per cent) as against ₹ 188.61 crore (1.31 per cent) as on 31st March 2010.

CREDIT RATING

The credit rating agency, ICRA Ltd. (ICRA) has accorded 'A1+' rating to the Bank's Certificate of Deposit Programme. The rating symbol, 'A1+' indicates highest degree of safety for timely payment of principal and interest.

Further, ICRA and Credit Analysis & Research Limited (CARE) have re-affirmed LA+ (pronounced L A plus) and "CARE A + (Single A Plus) ratings assigned respectively

₹ 457.04 ಕೋಟಿ ಮೌಲ್ಯದ ಶೇರುಗಳನ್ನು ನೀಡಿದೆ. ಈ ನೀಡಿಕೆಯು 1.53ರಷ್ಟು ಪಟ್ಟು ಹೆಚ್ಚುವರಿ ಬೇಡಿಕೆಗೊಂಡಿತು. ಅರ್ಹತೆ ಇತ್ಯರ್ಥಕ್ಕೆ ಬಾಕಿ ಇರುವ 1320 ಶೇರುಗಳನ್ನು ಹೊರತಾಗಿರಿಸಿ, ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯು ದಿನಾಂಕ 31.03.2011ರಂದು 5,37,68,615 ಇಕ್ವಿಟಿ ಶೇರುಗಳನ್ನು ಪಾಲು ಹಂಚಿಕೆ ಮಾಡಿತು. ನಿರ್ದೇಶಕ ಮಂಡಳಿಯ ಸದಸ್ಯರು, ಶೇರುದಾರರು ಬ್ಯಾಂಕಿನ ಮೇಲಿಟ್ಟ ವಿಶ್ವಾಸಕ್ಕಾಗಿ ಹಾಗೂ ಅರ್ಹತೆಯ ಶೇರಿನ ನೀಡಿಕೆಯ ಸಂದರ್ಭದಲ್ಲಿ ತೋರಿದ ಉತ್ಸಾಹಿತ ಪ್ರತಿಕ್ರಿಯೆಗಾಗಿ ಕೃತಜ್ಞತೆ ಅರ್ಪಿಸುತ್ತಾ ತಮ್ಮ ಮೆಚ್ಚುಗೆಯನ್ನು ದಾಖಲಿಸುತ್ತಾರೆ. ಇದಲ್ಲದೇ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ತನ್ನ ಉದ್ಯೋಗಿಗಳಿಗೆ 4,45,715 ಇಕ್ವಿಟಿ ಶೇರುಗಳನ್ನು ಉದ್ಯೋಗಿಗಳ ಸ್ಟಾಕ್ ಆಪ್ಷನ್ ಯೋಜನೆಯನ್ವಯ ಹಂಚಿಕೆಗೊಳಿಸಿದೆ. ಇಕ್ವಿಟಿ ಶೇರುಗಳ ನೀಡಿಕೆಯಿಂದಾಗಿ ಬ್ಯಾಂಕಿನ ಬಂಡವಾಳ ನಿಧಿ ಸುಧಾರಣೆಗೆ ಸಹಾಯವಾಗಿದ್ದು, ಅಂತೆಯೇ 31 ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಬ್ಯಾಂಕಿನ ಬಂಡವಾಳ ಪರ್ಯಾಪ್ತತಾ ಅನುಪಾತ, ಹೆಚ್ಚುವರಿಗೆ ಅನುಕೂಲವಾಗಿದೆ.

ನಿವ್ವಳ ಸ್ವಂತ ನಿಧಿ ಮತ್ತು ಬಂಡವಾಳ ಪರ್ಯಾಪ್ತತಾ ಅನುಪಾತ

ವರದಿ ವರ್ಷದಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕಿನ ಸ್ವಂತ ನಿಧಿಯು ₹ 1832.75 ಕೋಟಿಯಿಂದ ₹ 2429.09 ಕೋಟಿಗೆ ಏರಿತಿದ್ದು, ಶೇ. 32.54 ಅಭಿವೃದ್ಧಿ ದಾಖಲಾಗಿದೆ. ಬೇಸಲ್ 2 ಮಾದರಿಯನ್ವಯ ಬಂಡವಾಳ ಪರ್ಯಾಪ್ತತಾ ಅನುಪಾತವು ಶೇ. 13.33ರಷ್ಟಾಗಿರುತ್ತದೆ. (ಹಿಂದಣ ವರ್ಷ ಇದು ಶೇ. 12.37) ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕ್ ನಿಗದಿಪಡಿಸಿದ ಕನಿಷ್ಠ ಮಿತಿ ಶೇ. 9.00ಕ್ಕಿಂತ ಹೆಚ್ಚಿನ ಬಂಡವಾಳ ಪರ್ಯಾಪ್ತತಾ ಅನುಪಾತವನ್ನು ನಿಮ್ಮ ಬ್ಯಾಂಕು ನಿರಂತರವಾಗಿ ಕಾಯ್ದುಕೊಂಡು ಬಂದಿರುತ್ತದೆ. 31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಮಾರುಕಟ್ಟೆ ಬಂಡವಾಳೀಕರಣ ₹ 2022 ಕೋಟಿ ಆಗಿರುತ್ತದೆ.

ವಿದೇಶಿ ವಿನಿಮಯ ವ್ಯವಹಾರ

ವರದಿ ವರ್ಷದಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕಿನ ವಿದೇಶಿ ವಿನಿಮಯ ವ್ಯವಹಾರವು ₹ 9006.19 ಕೋಟಿಯಷ್ಟು ಸಾಧನೆಗೊಂಡಿದ್ದು, ಇದು ಹಿಂದಣ ವರ್ಷದಲ್ಲಿ ₹ 8605.93 ಕೋಟಿಯಷ್ಟಾಗಿತ್ತು. ನಿರ್ಯಾತ ವಲಯದ ಮುಂಗಡವು ₹ 1369.12 ಕೋಟಿಯಿಂದ ₹ 1502.04 ಕೋಟಿಗೆ ವೃದ್ಧಿಗೊಂಡಿದೆ.

ಅನುತ್ಪಾದಕ ಆಸ್ತಿಗಳು

ಅನುತ್ಪಾದಕ ಮುಂಗಡಗಳನ್ನು ತಹಬಂದಿಗೆ ತರಲು ನಿಮ್ಮ ಬ್ಯಾಂಕು ಮುಂಗಡ ನಿಗಾ ಮತ್ತು ದುರ್ಬಲ ಅನುತ್ಪಾದಕ ಮುಂಗಡಗಳ ವಸೂಲಾತಿಯಲ್ಲಿ ಕ್ಷಿಪ್ರರೂಪದ ಚಾಲನೆ ಕೈಗೊಂಡಿದೆ. ಏನಿದ್ದರೂ, ಕೆಲವೊಂದು ಆಯ್ದು ವಲಯಗಳಲ್ಲಿನ ಕರ್ತವ್ಯ ಚ್ಯುತಿಯಿಂದಾಗಿ, 31, ಮಾರ್ಚ್, 2011ಕ್ಕೆ ಬ್ಯಾಂಕಿನ ಒಟ್ಟು ಅನುತ್ಪಾದಕ ಆಸ್ತಿಯ ಮೊತ್ತ ₹ 549.64 ಕೋಟಿ (ಶೇ. 3.73) ಯಿಂದ ₹ 702.17 ಕೋಟಿಗೆ (ಶೇ. 3.97) ಏರಿತು. ನಿವ್ವಳ ಅನುತ್ಪಾದಕ ಆಸ್ತಿಯ ಮಟ್ಟವು ₹ 280.34 ಕೋಟಿ (ಶೇ. 1.62) ಆಗಿದ್ದು ಇದು ಹಿಂದಣ ವರ್ಷದಲ್ಲಿ ₹ 188.61 ಕೋಟಿ (ಶೇ. 1.31) ಆಗಿತ್ತು.

ವಿಶ್ವಾಸಾರ್ಹತೆ ಮೌಲ್ಯಮಾಪನ

ಶೇವಣಿ ಉದರಿ ಮಾನದಂಡ ನಿರ್ಣಯಿಸುವ ಸಂಸ್ಥೆಗಳಲ್ಲಿ ಒಂದಾದ ಇಕ್ರಾ ಲಿಮಿಟೆಡ್ (ಐಸಿಆರ್ಎ) ಬ್ಯಾಂಕಿನ ಶೇವಣಿ ಪ್ರಮಾಣ ಪತ್ರಗಳ ಯಶಸ್ವಿ ಕಾರ್ಯಾಚರಣೆಗಾಗಿ ಎ1+ ಮಾನದಂಡ ನೀಡಿದೆ. ಈ ಎ1+ ಮೌಲ್ಯಾಂಶವು ಅಸಲು ಮತ್ತು ಬಡ್ಡಿಯ ಸಕಾಲಿಕ ಮರುಪಾವತಿಯ ಸುರಕ್ಷತೆಯ ಶ್ರೇಷ್ಠ ಸಂಕೇತವಾಗಿರುತ್ತದೆ.

ಅಲ್ಲದೇ, ಐಸಿಆರ್ಎ ಮತ್ತು ಕ್ರೆಡಿಟ್ ಅನಾಲಿಸಿಸ್ ಮತ್ತು ರಿಸರ್ಚ್ ಲಿಮಿಟೆಡ್ (ಸಿಎಆರ್ಇ) ಇವುಗಳು ಹಿಂದೆ ನೀಡಿದ ಎಲ್ಎ+(ಉಚ್ಚಾರ ಎಲ್ಎ ಪ್ಲಸ್) ಮತ್ತು ಸಿಎಆರ್ಇ ಎ+ (ಸಿಂಗಲ್ ಎ ಪ್ಲಸ್) ಮೌಲ್ಯಾಂಶಗಳನ್ನು ಪುನರಾವೇಶಿಸಿದ್ದು,

indicating adequate credit quality to ₹ 350 crore raised by the Bank during the previous years, by way of Unsecured Redeemable Non-Convertible Subordinated (lower Tier-II) debt instruments.

DISTRIBUTION NETWORK

Your Bank opened its ninth Regional Office in Hyderabad on 30th April, 2010 for operational convenience. During the year under report, your Bank opened 14 new branches at Arsikere – Hoysaleswara College Campus, Kadur, Bangalore - Varthur, Bangalore - Raghuvanahalli, Uppinangady, Mudhol, Bangalore - City Civil Court, Bangalore - Herohalli and Sindagi in Karnataka, Jajpur Road and Angul in Orissa, Mumbai – Dadar (W), New Delhi- Vikasपुरi, Amtala in West Bengal. Further, your Bank added 50 ATM outlets at various locations during the year 2010-11.

As at 31 March, 2011, your Bank had 478 branches, 267 ATM outlets, 9 Regional Offices, an International Division, a Data Centre, a Customer Care Centre, 5 Service Branches, 2 Currency Chests, 4 Extension Counters, 2 Central Processing Centers and 3 Asset Recovery management branches spread across 20 States and 2 Union Territories. Further, for better ambience and improved customer service, your Bank shifted 11 branches/offices to new premises, during the year 2010-11.

EMPLOYEES STOCK OPTION SCHEME

The information pertaining to Employees Stock Options is given in Annexure I to this report.

MANAGEMENT DISCUSSION AND ANALYSIS

Macro- economic and Industry Developments

The Indian Economy is estimated to have grown by 8.6 per cent during 2010-11. Agricultural growth was above the trend following a good monsoon. The index of industrial production (IIP), which was 10.4 per cent during the first half of 2010-11, moderated subsequently, bringing down the overall growth for April-February 2010-11 to 7.8 per cent. The main cause for this decline was a deceleration in the capital goods sector. However other indicators such as the manufacturing Purchasing Managers' Index (PMI), tax collections, corporate sales and earnings growth, credit off take by industry (other than infrastructure) and export performance suggested that the economic activity was strong.

Inflation remained the primary macro economic concern throughout 2010-11 driven by a combination of factors. During the period from April-July 2010, the increase in

ಇವುಗಳು ಅನುಕ್ರಮವಾಗಿ ಪ್ರಸ್ತುತ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ಬ್ಯಾಂಕು, ಭದ್ರ ವಿಮೋಚನೀಯ ಪರಿವರ್ತನಾ ರಹಿತ ಅಧೀನ (ಕೆಳಸ್ತರ-ಶ್ರೇಣಿ 2) ಬಾಂಡುಗಳ ಮೇಲೆ ಹಿಂದಣ ವರ್ಷಗಳಲ್ಲಿ ಬ್ಯಾಂಕು ಎತ್ತಿದ ₹ 350 ಕೋಟಿ ಸಾಲಗಳ ಮೇಲಣ ಮುಂಗಡ ಗುಣ ಮಾನದ ಅರ್ಹತೆಗೆ ಶ್ರೇಷ್ಠ ಸಂಕೇತವಾಗಿದೆ.

ಕಾರ್ಯಜಾಲ ಹಂಚಿಕೆ

ಸುಲಲಿತ ನಿರ್ವಹಣೆಗಾಗಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು 30, ಏಪ್ರಿಲ್ 2010ರಂದು ಹೈದರಾಬಾದ್ ನಲ್ಲಿ ತನ್ನ ಒಂಭತ್ತನೇ ಪ್ರಾದೇಶಿಕ ಕಚೇರಿಯನ್ನು ತೆರೆದಿದೆ. ಪ್ರಸ್ತುತ ವರದಿ ವರ್ಷದಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು 14 ನೂತನ ಶಾಖೆಗಳನ್ನು ತೆರೆದಿದೆ. ಅರಸೀಕೆರೆಯ ಹೊಯ್ಸಲೇಶ್ವರ ಕಾಲೇಜ್ ಕ್ಯಾಂಪಸ್, ಕಡೂರು, ಬೆಂಗಳೂರು-ವರ್ತೂರು, ಬೆಂಗಳೂರು-ರಘುವನಹಳ್ಳಿ, ಉಪ್ಪಿನಂಗಡಿ, ಮುಧೋಳ, ಬೆಂಗಳೂರು ಸಿಟಿ ಸಿವಿಲ್ ಕೋರ್ಟ್, ಬೆಂಗಳೂರು-ಹೇರೋಹಳ್ಳಿ ಮತ್ತು ಸಿಂಧಗಿ - ಇವುಗಳು ಕರ್ನಾಟಕದಲ್ಲಾದರೆ, ಒರಿಸ್ಸಾದಲ್ಲಿ ಜಾಜ್ಪುರ್‌ರೋಡ್ ಮತ್ತು ಅಂಗೂಲ್, ಮಹಾರಾಷ್ಟ್ರದಲ್ಲಿ ಮುಂಬೈ-ದಾದರ್ (ಪಶ್ಚಿಮ) ದೆಹಲಿಯಲ್ಲಿ ನ್ಯೂಡೆಲ್ಲಿ-ವಿಕಾಸ್ ಪುರಿ, ಪಶ್ಚಿಮ ಬಂಗಾಳದಲ್ಲಿ ಅಮೃತಾಲಾ ಕಾರ್ಯನಿರ್ವಹಿಸುತ್ತಿವೆ. ಅಲ್ಲದೇ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ಎಟಿಎಂ ಕಾರ್ಯಜಾಲಕ್ಕೆ 2010-11ರಲ್ಲಿ 50 ನೂತನ ಎಟಿಎಂ ಕೇಂದ್ರಗಳನ್ನು ದೇಶದ ವಿವಿಧೆಡೆಯಲ್ಲಿ ತೆರೆದು ಸೇರ್ಪಡೆಗೊಳಿಸಿದೆ.

31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ನಿಮ್ಮ ಬ್ಯಾಂಕು 478 ಶಾಖೆಗಳನ್ನು, 267 ಎಟಿಎಂ ಕೇಂದ್ರಗಳನ್ನು, 9 ಪ್ರಾದೇಶಿಕ ಕಚೇರಿಗಳನ್ನು, 1 ಅಂತಾರಾಷ್ಟ್ರೀಯ ವಿಭಾಗವನ್ನು, 1 ದತ್ತಾಂಶ ಕೇಂದ್ರವನ್ನು, 1 ಗ್ರಾಹಕ ಸೇವಾ ನಿಗಾ ಕೇಂದ್ರವನ್ನು, 5 ಸೇವಾ ಶಾಖೆಗಳನ್ನು, 2 ನಗದು ಖಜಾನೆಗಳನ್ನು, 4 ವಿಸ್ತರಣಾ ಕೌಂಟರ್‌ಗಳನ್ನು, 2 ಕೇಂದ್ರೀಯ ಸಂಸ್ಕರಣಾ ಕೇಂದ್ರಗಳನ್ನು ಮತ್ತು 3 ಮುಂಗಡ ವಸೂಲಾತಿ ನಿರ್ವಹಣಾ ಶಾಖೆಗಳನ್ನು ದೇಶದ ಉದ್ದಗಲಗಳಲ್ಲಿ 20 ರಾಜ್ಯಗಳು ಮತ್ತು 2 ಕೇಂದ್ರಾಡಳಿತ ಪ್ರದೇಶಗಳಲ್ಲಿ ಹೊಂದಿರುತ್ತದೆ. ಇವಲ್ಲದೇ, ಆಕರ್ಷಕ ಹೊರನೋಟ ಮತ್ತು ಗ್ರಾಹಕ ಸೇವಾ ಸುಧಾರಣೆಯ ನೆಲೆಯಲ್ಲಿ 11 ಶಾಖೆಗಳನ್ನು / ಕಚೇರಿಗಳನ್ನು 2010-11ರಲ್ಲಿ ನೂತನ ವಿಸ್ತೃತ ಆವರಣಕ್ಕೆ ಪರಿವರ್ತಿಸಲಾಗಿದೆ.

ನೌಕರರ ನಿಧಿಪತ್ರ ಆಯ್ಕೆ

ನೌಕರರ ನಿಧಿಪತ್ರ ಆಯ್ಕೆ ಕುರಿತಂತೆ ಮಾಹಿತಿಗಳನ್ನು ಈ ವರದಿಯ ಅನುಬಂಧ-1ರಲ್ಲಿ ನೀಡಲಾಗಿದೆ.

ಕಾರ್ಯಕಾರಿ ಮಂಡಳಿ ಕಲಾಪ ಮತ್ತು ವಿಶ್ಲೇಷಣೆ

ಸೂಕ್ಷ್ಮ ಆರ್ಥಿಕತೆ ಮತ್ತು ಉದ್ಯಮ ಅಭಿವೃದ್ಧಿ

2010-11ರಲ್ಲಿ ಭಾರತದ ಆರ್ಥಿಕತೆಯು ಶೇ. 8.6 ಅಭಿವೃದ್ಧಿಗೊಳಗೊಂಡು ಅಂದಾಜಿಸಲಾಗಿತ್ತು. ಉತ್ತಮ ವರ್ಷಧಾರೆಯಿಂದಾಗಿ ಕೃಷಿರಂಗದ ಬೆಳವಣಿಗೆ ಅಂದಾಜು ಮಟ್ಟಕ್ಕಿಂತ ಮೇಲೆ ಏರಿತು. 2010-11ರ ಮೊದಲ ಅರ್ಧವಾರ್ಷಿಕದಲ್ಲಿ ಕೈಗಾರಿಕಾ ಉತ್ಪನ್ನದ ಸೂಚ್ಯಂಕ (ಐಐಪಿ)ವು ಶೇ. 10.4ಕ್ಕೆ ಏರಿತಿದ್ದರೂ, ನಂತರದ ಹಿನ್ನಡೆಯಿಂದಾಗಿ ಇಳಿಮುಖಗೊಂಡು ಏಪ್ರಿಲ್-ಫೆಬ್ರವರಿ 2010-11 ರ ಒಟ್ಟಾರ ಸೂಚ್ಯಂಕವು ಶೇ. 7.8ರಷ್ಟಾಯಿತು. ಈ ಇಳಿಮುಖತೆಗೆ ಪ್ರಮುಖ ಕಾರಣ, ಬಂಡವಾಳ ಸರಕು ವಲಯದ ವೇಗಾಪಕರ್ಷಣೆ. ಏನಿದ್ದರೂ ಇತರ ಸೂಚ್ಯಂಕಗಳು ಅಂದರೆ, ಕೈಗಾರಿಕೋತ್ಪನ್ನದ ಖರೀದಿ ವ್ಯವಸ್ಥಾಪನಾ ಸೂಚ್ಯಂಕ (ಪಿಎಂಐ), ಕರ ಆಕರಣೆ, ಕಾರ್ಪೊರೇಟ್ ಮಾರಾಟ ಮತ್ತು ಗಳಿಕೆಯ ವೃದ್ಧಿ, ಕೈಗಾರಿಕಾ ಉದ್ಯಮಗಳ ಮುಂಗಡ ಸೀಮೋಲ್ಲಂಘನ (ಸಂರಚನೆ ಹೊರತಾಗಿ) ಮತ್ತು ನಿಯೋಗ ನಿರ್ವಹಣೆ ಇವುಗಳ ಸೂಚ್ಯಂಕಗಳು ಆಯಾ ರಂಗಗಳ ಆರ್ಥಿಕ ಚಟುವಟಿಕೆ ಬಹಳಷ್ಟು ದೃಢವಾಗಿವೆ ಎಂದು ಸೂಚಿಸಿದೆ.

2010-11 ರ ವರ್ಷದುದ್ದಕ್ಕೂ ಬಹುತಥ್ಯಾಂಶ ಮಿಶ್ರಿತ ಹಣದುಬ್ಬರವು ಸೂಕ್ಷ್ಮ ಆರ್ಥಿಕತೆಯನ್ನು ಬಹುವಾಗಿ ಪೀಡಿಸಿದ ಅಂಶವಾಗಿದೆ. ಏಪ್ರಿಲ್-ಜುಲೈ 2010ರ ಅವಧಿಯಲ್ಲಿ ಸಗಟು ಬೆಲೆ ಸೂಚ್ಯಂಕವು (ಡಬ್ಲ್ಯೂ ಪಿಐ) ಶೇ. 3.5 ಏರಿತು ಪ್ರಮುಖವಾಗಿ ಇದಕ್ಕೆ ಅಹಾರ ವಸ್ತುಗಳು, ಇಂಧನ ಮತ್ತು ಕೈಲ ಇತ್ಯಾದಿ ಶಕ್ತಿಮೂಲಗಳ ಬೆಲೆ ಪ್ರಖರತೆ ಕಾರಣವಾಗಿದ್ದು, ಇವೆಲ್ಲಾ ಒಟ್ಟು ಸೇರಿ ಸಗಟು

wholesale price index (WPI) by 3.5 per cent was driven largely by food items and the fuel and power group which together contributed more than 60 per cent of the increase in WPI. During the period from August-November, 2010 while WPI showed a lower increase of 1.8 per cent, more than 70 per cent of the increase was contributed by food and non food primary articles and minerals. During the period from December to March, 2011, WPI increased sharply driven by fuel and power group and non food manufactured products which together contributed over 80 per cent of the increase in WPI.

During 2010-11, the Indian rupee generally exhibited a strengthening trend against the US dollar on the back of capital inflows and positive growth outlook, although marked by intermittent depreciation pressures. Forward premia generally exhibited a rising trend during 2010-2011 in line with hardening interest rates especially in the short tenure, as RBI continued to increase its policy interest rates. The Rupee/US dollar exchange rate which was 45.00 at end-March 2010 appreciated to 44.54 as on March 31, 2011. The Indian rupee had appreciated by 1.0 per cent against the US dollar in the year ended March 31, 2011. Further the Rupee depreciated against the Pound Sterling by 5.70 per cent and EURO by 4.2 per cent during the same period as these currencies appreciated sharper against the USD.

The global recovery in developed countries suffered during the fiscal year especially in USA, Germany, France, Canada and UK. Euro peripheral countries continued to be under stress due to the sovereign debt issues. The first half of the fiscal year saw huge capital inflows into Emerging Markets (EMs) including India, but in the second half the flows slowed and turned negative as developed market growth gained traction and money flowed towards them. The total flows in India in the fiscal year was US \$ 25 billion with April-October attracting most of the inflow (over \$ 21 bn). Post December 2010, EMs including India, witnessed outflows mainly due to the run up in inflation and rising commodities prices (especially that of Crude) which would dent the growth story of the emerging nations. India specifically would be hurt by both rising crude and other commodities, being a major importer of crude. The rising crude prices which caused inflation to rise led most economists to lower growth forecast for the next fiscal by approximately 50-75 bps on fears of rising interest rates.

India's external trade witnessed strong improvement, with FY 11 Exports at \$ 246.0 bn (37.5 per cent YoY) and imports at \$ 350 bn (21 per cent growth). The service sector also performed reasonably well and it is expected that the fiscal year will end with current account deficit

ಬೆಲೆ ಸೂಚ್ಯಂಕದ ಏರಿಕೆಯಲ್ಲಿ ಶೇ. 60ಕ್ಕೂ ಹೆಚ್ಚು ದೇಣಿಗೆ ನೀಡುವ. 2010-ಆಗಸ್ಟ್-ನವೆಂಬರ್ ಕಾಲಾವಧಿಯಲ್ಲಿ ಸಗಟು ಬೆಲೆ ಸೂಚ್ಯಂಕವು ಶೇ. 1.8 ರ ಇಳಿಮುಖ ಮಟ್ಟ ಕಂಡರೂ, ಏರಿಕೆಯಲ್ಲಿನ ಶೇ. 70ಕ್ಕೂ ಅಧಿಕ ಮಟ್ಟಕ್ಕೆ ಆಹಾರ ಮತ್ತು ಆಹಾರೇತರ ಪ್ರಾಥಮಿಕ ಸರಕು ಮತ್ತು ಖನಿಜಗಳು ಕಾರಣವಾಗಿವೆ. 2010-11 ರ ಡಿಸೆಂಬರ್-ಮಾರ್ಚ್ ಕಾಲಾವಧಿಯಲ್ಲಿ ಪುನಃ ಸಗಟು ಬೆಲೆ ಸೂಚ್ಯಂಕವು ತೀವ್ರ ಏರುಮುಖತೆ ಕಂಡಿದ್ದು, ಇಂಧನ, ಇತ್ಯಾದಿ ಶಕ್ತಿಮೂಲಗಳು ಮತ್ತು ಆಹಾರೇತರ ಉತ್ಪನ್ನಗಳು ದುಬಾರಿಗೊಂಡು, ಸಗಟು ಬೆಲೆ ಸೂಚ್ಯಂಕದ ಏರಿಕೆಗೆ ಶೇ. 80ಕ್ಕೂ ಅಧಿಕ ಪಾಲು ದೇಣಿಗೆ ನೀಡಿದುವು.

2010-11ರಲ್ಲಿ ಭಾರತೀಯ ರೂಪಾಯಿ, ಸಾಧಾರಣವಾಗಿ ಯು.ಎಸ್. ಡಾಲರ್ ನ ಇದಿರು ಬಲವರ್ಧನೆಗೊಂಡಂತೆ ಕಾಣಿಸಿತು. ಇದಕ್ಕೆ ಪ್ರಮುಖವಾಗಿ ನಿಧಿಯ ಒಳಹರಿವು, ಧನಾತ್ಮಕ ಬೆಳವಣಿಗೆಯ ಮುನ್ನೋಟ, ಮಧ್ಯಂತರ ಸವಕಳಿ ಒತ್ತಡದ ನಡುವೆಯೂ ಹೆಚ್ಚು ಸವ್ಯವಾಗಿತ್ತು. ಮುಂಗಡ ಅಧಿಮೌಲ್ಯ ನೀಡಿಕೆಯಲ್ಲಿ ಏರುಮುಖತೆಯನ್ನು 2010-11 ದಾಖಲಿಸಿದ್ದು, ಇದಕ್ಕೆ ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕ್ ಬಡ್ಡಿದರದ ಮೇಲಣ ತನ್ನ ಧೋರಣೆಯನ್ನು ಮುಂದುವರಿಸಿದುದರಿಂದ ತನ್ನೂಲಕ ಅಲ್ಯಾವಧಿ ಬಡ್ಡಿದರಗಳ ಬಿಗುತನ ಕಾರಣವಾಯ್ತು. ರೂಪಾಯಿ/ಯು. ಎಸ್. ಡಾಲರ್‌ಗಳ ವಿವಿಮಯ ದರವು 2010 ಮಾರ್ಚ್ ಕೊನೆಯಲ್ಲಿ ₹ 45.00 ಇದ್ದದ್ದು, 31 ಮಾರ್ಚ್ 2011ಕ್ಕೆ ₹ 44.54 ಕ್ಕೆ ಮೌಲ್ಯವರ್ಧನೆಗೊಂಡಿತು. 31 ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಭಾರತೀಯ ರೂಪಾಯಿ ಯು.ಎಸ್. ಡಾಲರ್‌ನ ಇದಿರು ಶೇ. 1.00ರಷ್ಟು ಮೌಲ್ಯವರ್ಧನೆಗೊಂಡಿತು. ಆದರೆ ರೂಪಾಯಿಯು ಪೌಂಡ್ ಸ್ಟರ್ಲಿಂಗ್ ಮುಂದೆ ಶೇ. 5.70 ಹಾಗೂ ಯೂರೋ ಮುಂದೆ ಶೇ. 4.2 ಮೌಲ್ಯವೆಳವಣಿಗೆ ಕಂಡಿತು. ಮೇಲ್ಕಾಣಿಸಿದ ಅವಧಿಯಲ್ಲಿಯೇ ಹಾಗೂ ಪೌಂಡ್ ಸ್ಟರ್ಲಿಂಗ್ ಮತ್ತು ಯೂರೋ ಕರೆನ್ಸಿಗಳು ಯು.ಎಸ್. ಡಾಲರ್ ವಿರುದ್ಧ ತೀವ್ರಗತಿಯ ಮೌಲ್ಯವರ್ಧನೆ ಕಂಡುಕೊಂಡವು.

ಮುಂದುವರಿದರಾಷ್ಟ್ರಗಳಲ್ಲಿ ವಿಶೇಷವಾಗಿಯು.ಎಸ್.ಎ., ಜರ್ಮನಿ, ಫ್ರಾನ್ಸ್, ಕೆನಡಾ ಮತ್ತು ಯು.ಕೆ.ಗಳಲ್ಲಿ ವರದಿ ವರ್ಷದಲ್ಲಿ ಜಾಗತಿಕ ಚೇತರಿಕೆ ನಿರುತ್ತೇಜಕವಾಗಿತ್ತು. ಯೂರೋ ಉಪಖಂಡದ ದೇಶಗಳು ಸೋವೆನ್ ಡೆತ್ ವಿವಾದಗಳಿಂದ ಮುಕ್ತಿ ಕಂಡುಕೊಳ್ಳದಿರುವುದು, ಒತ್ತಡದ ಸ್ಥಿತಿಯ ಮುಂದುವರಿಕೆಗೆ ಕಾರಣವಾಯ್ತು. ಆರ್ಥಿಕ ವರ್ಷದ ಪ್ರಥಮಾರ್ಧ ವರ್ಷ, ಪ್ರವರ್ಧಮಾನ ಮಾರುಕಟ್ಟೆಗೆ ಬಹಳಷ್ಟು ಜಾಗತಿಕ ಬಂಡವಾಳದ ಒಳಹರಿವು ಕಂಡು ಬಂದು ಭಾರತವೂ ಅದರಲ್ಲಿ ಒಂದಾಗಿದ್ದು ಆದರೆ ಉತ್ತರಾರ್ಧ ವರ್ಷದಲ್ಲಿ ಒಳಹರಿವು ನಿಧಾನಗತಿ ಕಂಡು ಕೊನೆ ಕೊನೆಗೆ ಋಣಾತ್ಮಕ ಸ್ಥಿತಿ ತಲುಪಿತು. ಇದಕ್ಕೆ ಕಾರಣ ಅಭಿವೃದ್ಧಿ ಹೊಂದಿದ ಮಾರುಕಟ್ಟೆ ತಮ್ಮಡೆಗೆ ಹರಿದ ನಿಧಿ ಹರಿವನ್ನು ಗಮನಾರ್ಹವಾಗಿ ಸೆಳೆದದ್ದು, ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ಭಾರತಕ್ಕೆ ಬಂದ ನಿಧಿಯ ಒಳಹರಿವು, ಒಟ್ಟು ಯು.ಎಸ್. ಡಾಲರ್ 25 ಬಿಲಿಯನ್ ಆಗಿದ್ದು ಹೆಚ್ಚು ಕಡಿಮೆ ಈ ಎಲ್ಲಾ ಒಳಹರಿವನ್ನು (21 ಬಿಲಿಯನ್ ಗೂ ಹೆಚ್ಚು) ಎಪ್ರಿಲ್-ಅಕ್ಟೋಬರ್ ಕಾಲಾವಧಿಯಲ್ಲಿ ಸೆಳೆಯಲು ಶಕ್ತವಾಯ್ತು. ಡಿಸೆಂಬರ್ 2010ರ ನಂತರ ಪ್ರವರ್ಧಮಾನ ಮಾರುಕಟ್ಟೆ, ಭಾರತವೂ ಸೇರಿದಂತೆ ಬಹಳಷ್ಟು ಬಂಡವಾಳ ಹೊರಹರಿವನ್ನು ಕಂಡಿತು. ಪ್ರಮುಖವಾಗಿ ಇಲ್ಲಿನ ಹಣದುಬ್ಬರ ಮತ್ತು ಗ್ರಾಹಕ ಸರಕುಗಳ ವಿಪರೀತ ಬೆಲೆಯೇರಿಕೆ (ವಿಶೇಷತಃ ಕಚ್ಚಾ ತೈಲ ಬೆಲೆ) ಅಭಿವೃದ್ಧಿಶೀಲ ದೇಶಗಳಿಗೆ ಒಂದು ದುಃಸ್ವಪ್ನವಾಯ್ತು. ಕಚ್ಚಾ ತೈಲದ ಪ್ರಮುಖ ಆಮದು ದೇಶಗಳಲ್ಲಿ ಒಂದಾದ ಭಾರತ, ಕಚ್ಚಾ ತೈಲದ ಬೆಲೆ ಹೆಚ್ಚಳ ಮತ್ತು ಇತರ ಸರಕುಗಳ ಬೆಲೆಯೇರಿಕೆಯಿಂದ ಬಹಳ ಭಾದಿಸಲ್ಪಟ್ಟಿತು. ಏರುತ್ತಿರುವ ಕಚ್ಚಾ ತೈಲ ಬೆಲೆಯೇರಿಕೆ, ಹಣದುಬ್ಬರಕ್ಕೆ ಪ್ರಧಾನ ಕಾರಣವಾಗಲಿದ್ದು, ಹೆಚ್ಚಿನ ಆರ್ಥಿಕ ತಜ್ಞರು ದೇಶದ ಭವಿಷ್ಯದ ಬೆಳವಣಿಗೆಯ ಮುನ್ನೋಟವನ್ನು ಅಂದಾಜು 50-75 ಬಿ.ಪಿ.ಎಸ್., ಇಳಿಸಲೇಬೇಕಾದ ಹಾಗೂ ಬಡ್ಡಿದರ ಏರಿಕೆಯ ಅನಿವಾರ್ಯತೆಗೆ ಚಿಂತನೆಗೀಡಾಗಿದ್ದಾರೆ.

ಭಾರತದ ವಿದೇಶಿ ವ್ಯಾಪಾರ-ವ್ಯವಹಾರ ದೃಢವಾದ ಬೆಳವಣಿಗೆ ಕಂಡಿದೆ. ಆರ್ಥಿಕ ವರ್ಷ 2011ರಲ್ಲಿ ರಫ್ತು ಡಾಲರ್ 246.00 ಬಿಲಿಯನ್ (ವರ್ಷದಿಂದ ವರ್ಷಕ್ಕೆ ಬೆಳವಣಿಗೆ ಶೇ. 37.5) ಮತ್ತು ಆಮದು ಡಾಲರ್ 350 ಬಿಲಿಯನ್ (ಶೇ. 21 ಬೆಳವಣಿಗೆ) ತಲುಪಿದೆ. ಸೇವಾ ವಲಯವೂ ಸಕಾರಣವಾಗಿ ಉತ್ತಮವಾಗಿ ನಿರ್ವಹಣೆ ಕಾಣಿಸಿದ್ದು ವರದಿ ವರ್ಷದಲ್ಲಿ ಚಾಲ್ತಿ ಖಾತೆಯ ಕೊರತೆ ನೈಜ ಸ್ಥೂಲ ದೇಶೀಯ

below 3.0 per cent of GDP. During 2010-2011 foreign exchange reserves increased by \$ 26.0 billion to reach \$ 305.0 billion as at end-March 2011 as against US\$ 279.0 billion as at end-March 2010.

Development in the Banking space

During the year 2010-11, the aggregate deposits of scheduled commercial banks (SCBs) increased at a lower pace of 15.8 per cent (₹ 7,11,877 crore) as compared to 17.20 per cent (₹ 7,02,514 crore) in the previous year. However, time deposits recorded a growth of 18.67 per cent, year on year, as compared to 16.20 per cent a year ago, while demand deposits decreased marginally, due to the upward movement of interest rates on term deposits.

During the financial year 2010-11, overall credit flow from scheduled commercial banks increased by 21.40 per cent as compared to 16.90 per cent during the previous year. While the Food credit of SCBs increased by ₹ 15793 crore in 2010-11 as compared to ₹ 2278 crore in the previous year, non-food credit extended by the scheduled commercial banks (SCBs) increased by 21.20 per cent (₹ 6,78,077 crore) as compared to 17.10 per cent (₹ 4,66,960 crore) in the previous year in line with the better performance of industrial and services sectors during the year.

Commercial banks' investment in government and other approved securities decreased by 8.3 per cent during 2010-11 compared to the previous year's increase of 18.8 per cent, mainly due to the lower deposit accretion and relatively tight liquidity in the market. Investment in non-SLR securities grew by 24.5 per cent (₹ 28871 crore) as against the increase of 12.8 per cent (₹ 26597 crore) in the previous year.

Opportunities

The global economy is expected to sustain in 2011 although growth may slow down marginally from its pace in 2010. Based on the forecast by the Indian meteorological department of normal monsoon, the real GDP growth for 2011-12 is expected to be around 8 per cent. In the year 2011-12, the aggregate deposits of SCBs are projected to grow by 17.0 per cent and non-food credit at 19.0 per cent. Your Bank, with its multiple delivery channels, plans to take a reasonable share in the increase in the growth of the business of the SCBs. The Government's continued thrust on infrastructure development will also open up more avenues to banks to finance these projects. The improved employment situation in the country, higher income levels etc. augur well for the long term sustainable growth of retail lending

ಉತ್ಪನ್ನದ ಶೇ. 3.0 ಕಡೆಗೆ ಕಡಿಮೆ ಬರಬಹುದೆಂದು ಅಂದಾಜಿಸಿದೆ. 2010-11ರಲ್ಲಿ ವಿದೇಶಿ ವಿನಿಮಯ ಮೀಸಲು ಡಾಲರ್ 26.0 ಬಿಲಿಯನ್ ಹೆಚ್ಚಳಗೊಂಡಿದ್ದು ಅದು 2011 ಮಾರ್ಚ್ ಅಂತ್ಯಕ್ಕೆ ಡಾಲರ್ 305.0 ಬಿಲಿಯನ್ ತಲುಪಿದ್ದು ಇದು 2010 ಮಾರ್ಚ್ ಅಂತ್ಯದಲ್ಲಿ ಡಾಲರ್ 279.0 ಬಿಲಿಯನ್ ನಷ್ಟಿತ್ತು.

ಬ್ಯಾಂಕಿಂಗ್ ಆಯಾಮದಲ್ಲಿ ಅಭಿವೃದ್ಧಿ

2010-11ರ ವರ್ಷದಲ್ಲಿ ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಸಮಗ್ರ ಠೇವಣಿಗಳು ಶೇ. 15.8ರ ನಿವ್ವಳತೆಯಲ್ಲಿ ವೃದ್ಧಿಗೊಂಡು (₹ 7,11,877 ಕೋಟಿ) ಹಿಂದಣ ವರ್ಷದಲ್ಲಿ ಇದು ಶೇ. 17.20 (₹ 7,02,514 ಕೋಟಿ) ಯಷ್ಟಿತ್ತು. ಏನಿದ್ದರೂ, ಸಾವಧಿ ಠೇವಣಿಗಳು ದಾಖಲೆ ಅಭಿವೃದ್ಧಿ ಕಂಡಿದ್ದು ಇದು ಶೇ. 18.67 ವರ್ಷದ ಮೇಲಣ ವರ್ಷ ತಲುಪಿದ್ದು, ಹಿಂದಣ ವರ್ಷ ಇದೇ ಅವಧಿಗೆ ಇದು ಶೇ. 16.20ರಷ್ಟಿತ್ತು. ಸಾವಧಿ ಠೇವಣಿಗಳ ಮೇಲಿನ ಬಡ್ಡಿದರಗಳ ಮೇಲ್ಮುಖ ಚಲನೆಯಿಂದಾಗಿ ಬೇಡಿಕೆ ಠೇವಣಿಗಳು ಅಲ್ಪ ಪ್ರಮಾಣದಲ್ಲಿ ಇಳಿಕೆಯಾಗಿವೆ.

2010-11ರ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ, ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಒಟ್ಟಾರೆ ಮುಂಗಡ ಹರಿವು ಶೇ. 21.40 ವೃದ್ಧಿಗೊಂಡು, ಇದು ಹಿಂದಣ ವರ್ಷ ಶೇ. 16.90 ಆಗಿತ್ತು. ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಆಹಾರ ಮುಂಗಡವು 2010-11ರಲ್ಲಿ ₹ 15793 ಕೋಟಿಗೆ ಏರಿತು, ಇದು ಹಿಂದಣ ವರ್ಷ ₹ 2278 ಕೋಟಿಯಷ್ಟಿತ್ತು. ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳು ವಿತರಿಸಿದ ಆಹಾರೇತರ ಮುಂಗಡವು ಶೇ. 21.20 (₹ 6,78,077 ಕೋಟಿ) ಆಗಿದ್ದು, ಹಿಂದಣ ವರ್ಷ ಇದು ಶೇ. 17.10 (₹ 4,66,960 ಕೋಟಿ) ಆಗಿತ್ತು. ಇದು ಕೈಗಾರಿಕಾ ಮತ್ತು ಸೇವಾ ವಲಯದ ಉತ್ತಮ ನಿರ್ವಹಣೆಯ ಪ್ರತೀಕವಾಗಿದೆ.

2010-11ರಲ್ಲಿ ಸರ್ಕಾರಿ ಮತ್ತು ಇತರ ಅಂಗೀಕೃತ ಧನಪತ್ರಗಳ ಮೇಲಣ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಹೂಡಿಕೆಯ ಶೇ. 8.3 ಇಳಿಕೆಯಾಗಿದ್ದು ಇದು ಹಿಂದಣ ವರ್ಷದಲ್ಲಿ ಶೇ. 18.8ರಷ್ಟಿತ್ತು. ಇದಕ್ಕೆ ಮುಖ್ಯ ಕಾರಣ ಠೇವಣಿ ಒಗ್ಗೂಡಿಕೆಯ ಇಳಿಮುಖಿತ ಹಾಗೆಯೇ ಮಾರುಕಟ್ಟೆಯಲ್ಲಿನ ಬಿಗು ದ್ರವನ ಶೀಲತೆ, ಪರಿನಿಯತ ದ್ರವ್ಯ ಅನುಪಾತ ಹೊರತಾದ ಧನಪತ್ರಗಳ ಹೂಡಿಕೆಯಲ್ಲಿ ಶೇ. 24.5 (₹ 28871 ಕೋಟಿ) ಹೆಚ್ಚಳವಾಗಿದ್ದು, ಹಿಂದಣ ವರ್ಷದಲ್ಲಿ ಇದು ಶೇ. 12.8 (₹ 26597 ಕೋಟಿ) ಆಗಿತ್ತು.

ಅವಕಾಶಗಳು

ಜಾಗತಿಕ ಆರ್ಥಿಕತೆ 2010ರ ನಿವ್ವಳತೆಯ ಬೆಳವಣಿಗೆಯನ್ನು ಗಮನಿಸಿಯೂ 2011ರಲ್ಲಿ ಚೇತರಿಸಿ, ಹಾರೈಕೆಯ ಮಟ್ಟ ಮುಟ್ಟಬಹುದೆನ್ನುವ ನಿರೀಕ್ಷೆ ಇದೆ. ಭಾರತೀಯ ಪವನಶಾಸ್ತ್ರ ವಿಭಾಗದ ಮುನ್ನೋಟದ ಕ್ರಮಬದ್ಧ ಮಳೆಗಾಲದ ಆಶಾವಾದದಲ್ಲಿ ನೈಜ ಸ್ಥೂಲ ದೇಶೀಯ ಉತ್ಪನ್ನದ ಬೆಳವಣಿಗೆ 2011-12ರಲ್ಲಿ ಸಾಮಾನ್ಯ ಶೇ. 8 ರಷ್ಟು ಅಂದಾಜಿಸಲಾಗಿದೆ. 2011-12ರಲ್ಲಿ ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಸಮಗ್ರ ಠೇವಣಿ ಶೇ. 17.0 ವೃದ್ಧಿ ಹೊಂದಬಹುದೆಂದು ಅಂದಾಜಿಸಲಾಗಿದ್ದು, ಆಹಾರೇತರ ಮುಂಗಡವು ವೃದ್ಧಿ ಶೇ. 19.0 ಎಂದು ಅಂದಾಜು ಮಾಡಲಾಗಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ತನ್ನ ಬಹುಮುಖ ಪೂರೈಕೆ ಮೂಲಕ, ಅನುಸೂಚಿತ ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳ ಪೈಕಿ ಯುಕ್ತವಾದ ಬೆಳವಣಿಗೆ ಅಂಶದಲ್ಲಿ ಮಾಲು ಹೊಂದಲು ಯೋಜಿಸಲಾಗಿದೆ. ಸರ್ಕಾರದ ತಳಹದಿ ಸಂರಚನಾ ಅಭಿವೃದ್ಧಿ ಅಭಿಯಾನವೂ ಆ ಯೋಜನೆಗಳಿಗೆ ಸಾಕಷ್ಟು ಮುಂಗಡ ಪೂರೈಸಲು ಸಹಾಯಕವಾಗುತ್ತದೆ. ಹೆಚ್ಚಿದ ಹಾಗೂ ಸುಧಾರಿತ ಉದ್ಯೋಗಾವಕಾಶಗಳು, ಉನ್ನತ ಆದಾಯ ಮಟ್ಟ ಇತ್ಯಾದಿ, ಇತ್ಯಾದಿ, ಭಾರತೀಯ ಮಾರುಕಟ್ಟೆಯಲ್ಲಿ ನಿರಂತರ ಅಭಿವೃದ್ಧಿಗೆ ದೀರ್ಘಕಾಲೀನ ಮುಂಗಡ ವಿಸ್ತರಿಸಬಹುದಾದ ಸದವಕಾಶವನ್ನು ನಿರ್ಮಿಸಿದೆ. ಸರ್ಕಾರದ ಒಗ್ಗೂಡಿಕೆ ಅಭಿವೃದ್ಧಿ ಯೋಜನೆಯೂ, ಗ್ರಾಮೀಣ ಹಾಗೂ ಅರೆಪಟ್ಟಣ ಶಾಖೆಗಳಿಗೆ ಹೆಚ್ಚಿನ

in the Indian market. Government's inclusive growth agenda may also bring additional business to banks in rural and semi urban areas.

The biggest opportunity for the Indian banking system today is the Indian consumer. Demographic shifts in terms of income levels and cultural shifts in terms of lifestyle aspirations are changing the profile of the Indian consumer. This is and will be a key driver of economic growth going forward. The Indian consumer now seeks to fulfill his lifestyle aspirations at a younger age with an optimal combination of equity and debt to finance consumption and asset creation. This is leading to a growing demand for competitive, sophisticated retail banking services. The consumer represents a market for a wide range of products and services - like a mortgage loan to finance his house, an auto loan for his car, a credit card for ongoing purchases, a bank account, a long-term investment plan to finance his child's higher education, a life insurance policy etc. Your Bank has readied suitable strategies to meet the ever increasing financial requirements of Indian consumers to expand its credit portfolio.

Outlook

GDP growth is expected to moderate in 2011-12 from its pace in 2010-11. Based on the expectation of a normal monsoon and crude oil prices likely to average US \$ 110 over the year 2011-12, the base line projection of real GDP growth for 2011-12 is placed at around 8 per cent. Inflation is likely to remain at a high level in the year 2011-12 owing to the suppressed component of increase in crude oil prices yet to be fully passed on and uncertain out look for crude oil prices in the near future given the geo-political situation in Middle East and North African (MENA) region, increase in prices of several important industrial raw materials, upward pressure on wages and food inflation. Though the increasing inflation is worrisome, the policy measures initiated by the Government and the Regulator are likely to reign in the inflation and the economic growth may remain strong in the coming years. However, there are several downside risks to global growth such as (i) sovereign debt problem in the euro area periphery (ii) high commodity prices, especially of oil, impacting the global recovery, (iii) abrupt rise in long term interest rates in highly indebted advanced economies with implications for fiscal path and (iv) accentuation of inflationary pressures in Emerging Market Economies

ವ್ಯವಹಾರವಾಕಾಶ ಒದಗಿಸಬಹುದು.

ಭಾರತೀಯ ಬ್ಯಾಂಕಿಂಗ್ ರಂಗಕ್ಕೆ ಒಂದು ಅತ್ಯುನ್ನತ ಅವಕಾಶವೇ ಭಾರತೀಯ ಗ್ರಾಹಕರು. ಜನಸಮುದಾಯದಲ್ಲಿ ಆದಾಯ ಮಟ್ಟದಲ್ಲಿ ಆದ ವಿಸ್ತೃತ ಉನ್ನತಿ, ಬದುಕಿನ ಶೈಲಿಯಲ್ಲಿ ಆದ ಸಾಂಸ್ಕೃತಿಕ ಬದಲಾವಣೆ ಭಾರತೀಯರ ಗ್ರಾಹಕರ ಆಶೋತ್ತರಗಳನ್ನು ಹೆಚ್ಚಿಸಿವೆ. ಆರ್ಥಿಕ ಬೆಳವಣಿಗೆಗೆ ಇದು ಕೀಲಿಕೈ ಆಗಬಹುದು ಮತ್ತು ಆಗುತ್ತದೆ. ಭಾರತೀಯ ಗ್ರಾಹಕರು ಅವರ ಜೀವನ ಶೈಲಿಗಾಗಿ ತಾರುಣ್ಯದಲ್ಲೇ ಗರಿಷ್ಠ ಮಟ್ಟದ ಸ್ಥಿತಿ ಮತ್ತು ಆಸ್ತಿಗಾಗಿ ಹಿತೋದಯುತ್ತಾರೆ. ಇದು ಸ್ಪರ್ಧಾತ್ಮಕ, ಮೇಲ್ಮಟ್ಟದ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆಗಳಿಗೆ ಅವಕಾಶ ಮಾಡಿಕೊಡುತ್ತದೆ. ಓರ್ವ ಗ್ರಾಹಕ, ಸಮಗ್ರ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆಗೆ ಅನುರೂಪ ಅವಕಾಶವೇ ಆಗಿ ಬಿಡುತ್ತಾನೆ. ಸ್ವಗೃಹ ಹೊಂದಲು ಅಡಮಾನ ಮುಂಗಡ, ಕಾರ್ ಕೊಳ್ಳಲು ವಾಹನ ಸಾಲ, ನಿರಂತರ ಖರೀದಿಗಾಗಿ ಕ್ರೆಡಿಟ್ ಕಾರ್ಡ್, ಒಂದು ಬ್ಯಾಂಕ್ ಖಾತೆ, ತನ್ನ ಮಗುವಿನ ಶಿಕ್ಷಣಕ್ಕಾಗಿ, ದೀರ್ಘಕಾಲದ ಉಳಿತಾಯ ಯೋಜನೆ, ಜೀವ ವಿಮಾ ಪಾಲಿಸಿ ಇತ್ಯಾದಿ ಇತ್ಯಾದಿ ಗ್ರಾಹಕರ ಅನಿವಾರ್ಯ ಅಗತ್ಯಗಳಾಗುತ್ತವೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ಗ್ರಾಹಕರ ಇಂತಹ ಅಗತ್ಯಗಳ ಪೂರೈಕೆಗಳಾಗಿ ಮುಂಗಡ ಯೋಜನೆಗಳ ಸರಣಿಯನ್ನೇ ಅವಿಷ್ಕಾರಗೊಳಿಸಿದ ಹಾಗೂ ತನ್ನ ಮುಂಗಡ ವಿತರಣೆಯನ್ನು ಗರಿಷ್ಠ ಮಟ್ಟಕ್ಕೆ ಏರಿಸಲು ಉತ್ಸುಕಗೊಂಡಿದೆ.

ಹೊರ ನೋಟ

ಸ್ಥೂಲ ದೇಶೀಯ ಉತ್ಪನ್ನವು 2010-11ರಲ್ಲಿ ಅಭಿವೃದ್ಧಿಗೊಂಡ ನಡೆಯನ್ನು ಗಮನಿಸಿದಾಗ 2011-12ರಲ್ಲಿ ಸುಸ್ಥಿರ ಬೆಳವಣಿಗೆಯನ್ನು ಅಂದಾಜಿಸಲಾಗಿದೆ. ಕ್ರಮಬದ್ಧ ಮಳೆಗಾಲದ ನಿರೀಕ್ಷೆಯೊಂದಿಗೆ, ಕಚ್ಚಾ ತೈಲದ ಬೆಲೆಯು ಸರಾಸರಿ ಯು.ಎಸ್.ಡಾಲರ್ 110, 2011-12ರ ಸಾಲಿನಲ್ಲಿ ಹೆಚ್ಚುವರಿಗೊಂಡರೂ, ತಳಮಟ್ಟದ ಅಂದಾಜು ಮಾಡಲಾದ ನೈಜ ಸ್ಥೂಲ ದೇಶೀಯ ಉತ್ಪನ್ನದ ಅಭಿವೃದ್ಧಿಯ ವೇಗ ಶೇ. 8ರಷ್ಟಕ್ಕೆ ಅಂದಾಜಿಸಲಾಗಿದೆ. ಹಣದುಬ್ಬರ ಪರಿಮಾಣವು 2011-12ರಲ್ಲಿ ಎತ್ತರಗತಿಯಲ್ಲೇ ಇರಬಹುದಾಗಿದ್ದು, ಕಚ್ಚಾ ತೈಲದ ಬೆಲೆಯು ಸಂಪೂರ್ಣವಾಗಿ ಮುನ್ನೋಟಕ್ಕೆ ಸಿಲುಕದಾಗಿರುತ್ತದೆ ಮತ್ತು ಸದ್ಯೋಭವಿಷ್ಯದಲ್ಲಿ ಅಂದಾಜಿಸಲಾಗದ ಸ್ಥಿತಿ, ಮಧ್ಯಪ್ರಾಚ್ಯ, ಉತ್ತರ ಆಫ್ರಿಕಾ ಪ್ರದೇಶದ ಅನಿಶ್ಚಿತ ಭೌಗೋಳಿಕ - ರಾಜಕೀಯ ಸ್ಥಿತಿ, ಕೈಗಾರಿಕಾ ರಂಗದ ಅನೇಕ ಕಚ್ಚಾ ವಸ್ತುವಿನ ಬೆಲೆಯೇರಿಕೆ, ವೇತನ ಹೆಚ್ಚುವರಿಗೆ ಸತತ ಒತ್ತಾಯ, ಆಹಾರ ಉಬ್ಬರ ಹೀಗೆ ಅನೇಕ ಕಾರಣಗಳನ್ನು ಇದು ಆಧರಿಸಿದೆ. ಹಣದುಬ್ಬರ ಏರುಗತಿ ಚಿಂತನೆಗೆ ಕಾರಣವಾದರೂ ಸರಕಾರ ಮತ್ತು ನಿಯಂತ್ರಣ ಸಂಸ್ಥೆಗಳು ತೆಗೆದುಕೊಳ್ಳುವ ಸೂಕ್ತ ಹಾಗೂ ಸಕಾಲಿಕ ಪರಿಶ್ರಮದಿಂದ ಹಣದುಬ್ಬರ ಸ್ಥಿತಿಯಲ್ಲೂ ಆರ್ಥಿಕ ಅಭಿವೃದ್ಧಿ ಮುಂದಣ ವರ್ಷಗಳಲ್ಲಿ ಬಲಿಷ್ಠಗೊಳ್ಳಬಹುದೆನ್ನುವ ಆಶಾವಾದ ತಳೆಯಲಾಗಿದೆ. ಏನಿದ್ದರೂ, ಜಾಗತಿಕ ಅಭಿವೃದ್ಧಿಯಲ್ಲಿ ಕೆಲವೊಂದು ಇಳಿಮುಖ ಅಪಾಯಗಳನ್ನು ನಿರೀಕ್ಷಿಸಲಾಗಿದ್ದು ಅವುಗಳಲ್ಲಿ (ಅ) ಸೋವೆನ್ ಡೆಟ್ ಸಮಸ್ಯೆ - (ಯೂರೋ ಪರಿಸರದಲ್ಲಿ) (ಆ) ಜಾಗತಿಕ ಚೇತರಿಕೆಗೆ ಏಮುಖವಾಗಬಲ್ಲ ವಿಶೇಷವಾಗಿ ತೈಲಬೆಲೆ ಸೇರಿದಂತೆ, ಸರಕುಗಳ ಬೆಲೆ ಏರಿಕೆ (ಇ) ದೊಡ್ಡಮಟ್ಟದ ಋಣಬದ್ಧ ಮುಂಗಡ ನೀಡಿಕೆಯ ಆರ್ಥಿಕ ವಲಯದಿಂದ ದೀರ್ಘಾವಧಿ ಮುಂಗಡಗಳ ಮೇಲೆ ಆಕಸ್ಮಿಕ ಹೆಚ್ಚುವರಿ ಬಡ್ಡಿದರ, ತನ್ಮೂಲಕ ಆರ್ಥಿಕ ಹೆಚ್ಚೆಯ ಮೇಲೆ ದುಷ್ಪರಿಣಾಮ, (ಈ) ಅಭಿವೃದ್ಧಿಶೀಲ ಮಾರುಕಟ್ಟೆ ಆರ್ಥಿಕತೆಯ ಮೇಲೆ ಹಣದುಬ್ಬರ ಒತ್ತಡದ ಪ್ರತಿಧ್ವನಿ - ಹೀಗೆ ಪ್ರಮುಖವಾಗಿ ಗುರುತಿಸಲಾಗಿದೆ. ಎಲ್ಲಾದರೂ ಜಾಗತಿಕ ಚೇತರಿಕೆ ಮಂದಗತಿ ಕಂಡರೆ, ಅದು ದಾರುಣವಾಗಿ ಭಾರತೀಯ ಆರ್ಥಿಕತೆಯ ಮೇಲೆ, ವ್ಯಾಪಾರ ರಂಗ, ಮುಂಗಡ ಮತ್ತು ವಿಶ್ವಾಸಗಳ ಮೇಲೆ ಧಕ್ಕೆ ನೀಡಬಲ್ಲದು.

(MEs). Should global recovery slacken significantly it will impact the Indian economy through the trade, finance and confidence channels.

BUSINESS GOALS FOR THE CURRENT YEAR

Your Bank has envisaged to achieve a total business turnover of ₹ 54000 crore, comprising of deposits of ₹ 32,500 crore and advances of ₹ 21,500 crore for the year ending 31st March 2012. Your Bank is confident of achieving the same through better customer services and operational efficiency. Besides, the Bank has plans to increase its total number of business units to 825, by increasing the total number of branches to 500 and own ATM network to 325 by March 2012. A new Regional Office at Kolkatta is also planned during this year for better administration and effective control of branches of the east and north-east regions.

SEGMENT REPORTING

Pursuant to the Guidelines issued by RBI on Accounting Standard 17 (Segment Reporting) the Bank has identified four business segments viz., Treasury, Corporate/ Wholesale Banking, Retail Banking and Other Banking Operations for the year ended 31st March 2011.

Treasury Operations

Treasury operations include the entire investment portfolio i.e. dealing in government and other securities, money market operations and foreign exchange operations.

During the year-ended 31st March, 2011, your Bank has earned total revenue of ₹ 751.51 crore from Treasury operations with a net result of ₹ (-) 165.81 crore.

Corporate / Wholesale Banking

Wholesale Banking includes all advances, not included under Retail Banking. The revenue earned by the Bank during the year under this Segment was ₹ 890.30 crore with contribution of ₹ 43.29 crore.

Retail Banking

Retail Banking includes exposure which fulfills the following FOUR criteria:

- Orientation criterion - The total annual turnover is less than ₹ 50 crore i.e. the average turnover of the last three years in case of existing entities and projected turnover in case of new entities.

ಪ್ರಸ್ತುತ ವರ್ಷದ ವ್ಯವಹಾರ ಗುರಿ

31, ಮಾರ್ಚ್ 2012 ಕ್ಕೆ ನಿಮ್ಮ ಬ್ಯಾಂಕು ತನ್ನ ಒಟ್ಟು ವ್ಯವಹಾರವನ್ನು ₹ 54,000 ಕೋಟಿಗೆ ಏರಿಸುವ ಗುರಿ ಹೊಂದಿದ್ದು, ಇದರಲ್ಲಿ ಠೇವಣಿ ₹ 32,500 ಕೋಟಿ ಮತ್ತು ಮುಂಗಡ ₹ 21,500 ಕೋಟಿಯ ಗುರಿಗಳು ಅಂತರ್ಗತವಾಗಿವೆ. ಆತ್ಯುತ್ತಮ ಗ್ರಾಹಕ ಸೇವೆ ಮತ್ತು ನಿರ್ವಹಣಾ ಉತ್ತಮತೆಯ ಮೂಲಕ ಈ ಗುರಿಯನ್ನು ಸಾಧಿಸುವಲ್ಲಿ ಬ್ಯಾಂಕು ವಿಶ್ವಾಸವಿರಿಸಿದೆ. ಇದರೊಂದಿಗೆ, ಬ್ಯಾಂಕು ತನ್ನ ವ್ಯವಹಾರ ಕೇಂದ್ರಗಳನ್ನು 825ಕ್ಕೆ ವಿಸ್ತರಿಸುವ ಗುರಿಯನ್ನು ಹೊಂದಿದ್ದು ಶಾಖಾ ಸಂಖ್ಯೆಯನ್ನು 500ಕ್ಕೂ ಮತ್ತು ಸ್ವಂತ ಎಟಿಎಂ ಕೇಂದ್ರಗಳನ್ನು 325ಕ್ಕೂ ಮಾರ್ಚ್ 2012 ರ ಒಳಗೆ ವಿಸ್ತರಿಸಲಿದೆ. ಪೂರ್ವ ಹಾಗೂ ಈಶಾನ್ಯ ದಿಕ್ಕುಗಳ ಶಾಖೆಗಳ ಮೇಲೆ ಹೆಚ್ಚಿನ ನಿಗಾ ಮತ್ತು ಆಡಳಿತ ನಿರ್ವಹಣೆಗಾಗಿ ಕೋಲ್ಕತ್ತಾದಲ್ಲಿ ನೂತನ ಪ್ರಾದೇಶಿಕ ಕಚೇರಿಯನ್ನು ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ತೆರೆಯಲು ಬ್ಯಾಂಕು ಯೋಚಿಸಿದೆ.

ವರದಿ ಮಾಡಲಿಕ್ಕಿರುವ ಭಾಗಗಳು

ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕ್ ನಿರ್ದೇಶಿಸಿದ ಅಕೌಂಟಿಂಗ್ ಸ್ಟಾಂಡರ್ಡ್ 17 (ವರದಿ ಮಾಡಲಿಕ್ಕಿರುವ ಭಾಗಗಳು) ಮಾರ್ಗದರ್ಶಿಕೆ ಅನುಸಾರವಾಗಿ ಬ್ಯಾಂಕು, ವರ್ಷಾಂತ್ಯ 31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ನಾಲ್ಕು ವ್ಯವಹಾರ ಅಂಗಗಳಲ್ಲಿ ಗುರುತಿಸಲ್ಪಟ್ಟಿದ್ದು, ಅವುಗಳ ವಿಜಾನೆ, ಸಾಂಸ್ಥಿಕ / ಸಗಟು ಬ್ಯಾಂಕಿಂಗ್, ಚಿಲ್ಲರೆ ಬ್ಯಾಂಕಿಂಗ್ ಮತ್ತು ಇತರ ಬ್ಯಾಂಕಿಂಗ್ ಚಟುವಟಿಕೆಗಳು ಒಳಗೊಂಡಿವೆ.

ವಿಜಾನೆ ವಹಿವಾಟುಗಳು

ವಿಜಾನೆ ವಹಿವಾಟುಗಳು ಸಂಪೂರ್ಣ ಹೊಡಿಕೆ ವಿಭಾಗಗಳನ್ನು ಅಂದರೆ ಸರಕಾರಿ ಮತ್ತು ಇತರ ಧನಪತ್ರಗಳ ನಿರ್ವಹಣೆ, ಹಣಕಾಸು ಮಾರುಕಟ್ಟೆ ವ್ಯವಹಾರ ಹಾಗೂ ವಿದೇಶಿ ವಿನಿಮಯ ವ್ಯವಹಾರಗಳನ್ನು ಹೊಂದಿದೆ.

ಪ್ರಸ್ತುತ ವರ್ಷ, 31, ಮಾರ್ಚ್, 2011 ವರ್ಷಾಂತ್ಯಕ್ಕೆ ಬ್ಯಾಂಕು ವಿಜಾನೆ ವಹಿವಾಟಿನಿಂದ ಒಟ್ಟು ₹ 751.51 ಕೋಟಿ ಆದಾಯ ಗಳಿಸಿದ್ದು, ನಿವ್ವಳ ಫಲಿತಾಂಶ ₹ (-) 165.81 ಕೋಟಿ ಆಗಿದೆ.

ಸಾಂಸ್ಥಿಕ / ಸಗಟು ಬ್ಯಾಂಕಿಂಗ್

ಚಿಲ್ಲರೆ ಬ್ಯಾಂಕಿಂಗ್ ವಹಿವಾಟಿನಲ್ಲಿ ಒಳಗೊಳ್ಳದ ಎಲ್ಲಾ ಮುಂಗಡ ವ್ಯವಹಾರಗಳು ಸಗಟು ಬ್ಯಾಂಕಿಂಗ್ ವಿಭಾಗದಲ್ಲಿ ಬರುತ್ತವೆ. ಈ ಅಂಗದಲ್ಲಿ ವರದಿ ವರ್ಷದಲ್ಲಿ ಬ್ಯಾಂಕು ಗಳಿಸಿದ ಹುಟ್ಟುವಳಿ ₹ 890.30 ಕೋಟಿ ಆಗಿದ್ದು, ಆದಾಯ ಕೊಡುಗೆ ₹ 43.29 ಕೋಟಿ ಆಗಿರುತ್ತದೆ.

ಚಿಲ್ಲರೆ ಬ್ಯಾಂಕಿಂಗ್

ಚಿಲ್ಲರೆ ಬ್ಯಾಂಕಿಂಗ್ ವಹಿವಾಟುಗಳ, ಈ ಕೆಳಗಿನ ನಾಲ್ಕು ಪ್ರಮಾಣಗಳನ್ನು ತುಂಬಿಕೊಡುವಲ್ಲಿ ತನ್ನನ್ನು ಒಡ್ಡಿಕೊಳ್ಳುತ್ತದೆ.

- ನವೀಕರಣ ಅಳತೆಗೋಲು - ಒಟ್ಟು ವಾರ್ಷಿಕ ವಹಿವಾಟು ₹ 50 ಕೋಟಿಗಿಂತ ಕಡಿಮೆ ಇರುವುದು. ಅಂದರೆ, ಅಸ್ತಿತ್ವದಲ್ಲಿರುವ ಉದ್ಯಮವಾದರೆ ಹಿಂದಣ 3 ವರ್ಷಗಳ ಒಟ್ಟು ವಹಿವಾಟಿನ ಸರಾಸರಿ, ನೂತನ ಉದ್ಯಮವಾದರೆ ಅಂದಾಜಿಸಲಾದ ಒಟ್ಟು ವಹಿವಾಟು.
- ಉತ್ಪನ್ನದ ಅಳತೆಗೋಲು- ಅವರ್ತನ ಮುಂಗಡ ಮತ್ತು ಮುಂಗಡ ಸಾಲಗಳು (ಮೀರಳಿತ ಸೌಲಭ್ಯ ಕೂಡಿ). ಸಾವಧಿ ಮುಂಗಡ ಮತ್ತು ಅಡಮಾನ ಮತ್ತು ಸಣ್ಣ ವ್ಯವಹಾರ ಸೌಲಭ್ಯ ಮತ್ತು ಒಪ್ಪಂದಗಳಿಗೆ ಒಡ್ಡಿಕೊಳ್ಳುವ ಪ್ರಕ್ರಿಯೆ.
- ಕಣಕಣದ ಮಾನದಂಡ- ಉದ್ಯಮದ ಒಂದೆಂದೆ ಸಮಗ್ರ ಒಡ್ಡುವಿಕೆಯು ಒಟ್ಟಾರೆ ಚಿಲ್ಲರೆ ವಿಭಾಗದ ಶೇ. 0.20 ಭಾಗ ಮೀರದೇ ಇರುವುದು.

- b. Product Criterion – The exposure taking the form of revolving credits and lines of credit (including overdrafts), term loans and leases and small business facilities and commitments.
- c. Granularity criterion - Aggregate exposure to one counterparty does not exceed 0.20 per cent of the overall retail portfolio.
- d. Low value of individual exposure:- The maximum aggregate exposure up to ₹ 5 crore

During the year 2010-11, this Segment has earned revenue of ₹ 963.22 crore with a net result of ₹ 334.45 crore.

Other Banking Operations:

Other Banking Operations include the remaining business done by the Bank i.e. distribution of insurance and mutual fund products, Demat services, online shopping, railway ticket booking, locker facilities etc.

During the year-ended 31st March 2011, this segment has generated revenues of ₹ 57.57 crore and a net result of ₹ 46 crore.

RISKS AND CONCERNS

Risk is inherent in all kinds of business activities and is an integral part of the banking business. In normal course of business, a bank is exposed to various risks, namely, Credit Risk, Market Risk and Operational Risk, besides other residual risks such as Liquidity Risk, Concentration Risk, Strategic Risk, Reputation Risk etc. With a view to efficiently manage such risks, your Bank has put in place various risk management systems and practices. In line with the guidelines issued by the Reserve Bank of India from time to time, we continue to strengthen our various risk management systems that include policies, tools, techniques, systems and other monitoring mechanisms. Your Bank aims at enhancing and maximizing the shareholder value by achieving appropriate trade-off between risks and returns. Your Bank's risk management objectives broadly cover proper identification, measurement, monitoring / control and mitigation of the risks with a view to enunciating the Bank's overall risk philosophy. The risk management strategy adopted by your Bank is based on clear understanding of the risks and the level of risk appetite that is dependent on the willingness to take risks in normal course of business. A Board level committee, viz., Integrated Risk Management Committee of your Bank periodically reviews the risk profile, evaluates the overall risks faced by the Bank and develops policies and strategies for their effective management.

ಡಿ) ಕಡಿಮೆ ಮೌಲ್ಯದ ವೈಯಕ್ತಿಕ ಒಡ್ಡುವಿಕೆ:- ಒಟ್ಟಾರೆ ಗರಿಷ್ಠ ಒಡ್ಡುವಿಕೆ ₹ 5 ಕೋಟಿ ತನಕ

2010-11 ನೇ ವರ್ಷದಲ್ಲಿ, ಈ ವಿಭಾಗದಲ್ಲಿ ₹ 963.22 ಕೋಟಿ ಹುಟ್ಟುವಳಿಗಳ ಸಲಾಗಿದ್ದು, ನಿವ್ವಳ ಫಲಿತಾಂಶ ₹ 334.45 ಕೋಟಿ ಆಗಿರುತ್ತದೆ.

ಇತರ ಬ್ಯಾಂಕಿಂಗ್ ವಹಿವಾಟುಗಳು

ಇತರ ಬ್ಯಾಂಕಿಂಗ್ ವಹಿವಾಟು ಅಂದರೆ ಉಳಿದ ವಹಿವಾಟುಗಳನ್ನು ಬ್ಯಾಂಕು ನಿರ್ವಹಿಸುತ್ತಿರುವುದನ್ನು ಒಳಗೊಂಡಿರುತ್ತದೆ. ಅಂದರೆ ಇನ್ಸುರೆನ್ಸ್ ಮತ್ತು ಮ್ಯೂಚುವಲ್ ಫಂಡ್ ವಿತರಣಾ ವ್ಯವಹಾರ, ಡಿಮ್ಯಾಟ್ ಸೇವೆ, ಆನ್‌ಲೈನ್ ಶಾಪಿಂಗ್, ರೈಲ್ವೆ ಟಿಕೆಟ್ ಬುಕಿಂಗ್, ಲಾಕರ್ ಸೌಲಭ್ಯಗಳನ್ನು ಒಳಗೊಂಡಿರುತ್ತದೆ.

31, ಮಾರ್ಚ್ 2011 ಅಂತ್ಯಕ್ಕೆ, ಈ ಅಂಗದಲ್ಲಿ ₹ 57.57 ಕೋಟಿ ಹುಟ್ಟುವಳಿ ಉತ್ಪನ್ನಗೊಂಡಿದ್ದು, ನಿವ್ವಳ ಫಲಿತಾಂಶ ₹ 46 ಕೋಟಿ ಆಗಿರುತ್ತದೆ.

ಸಂಭಾವ್ಯ ಅಪಾಯಗಳು ಮತ್ತು ಕಳಕಳಿಗಳು

ಅಪಾಯ ಸಂಭಾವ್ಯತೆ ವ್ಯಾವಹಾರಿಕ ರಂಗದ ಅವಿಭಾಜ್ಯ ಅಂಗವೇ ಆಗಿದ್ದು, ಬ್ಯಾಂಕಿಂಗ್ ವ್ಯವಹಾರದಲ್ಲೂ ಇದು ಅಭಿನ್ನ ಅಂಗವಾಗಿದೆ. ಸಾಮಾನ್ಯವಾಗಿ ಬ್ಯಾಂಕಿನ ದೈನಂದಿನ ವ್ಯವಹಾರಗಳಲ್ಲಿ ಹಲವಾರು ಅಪಾಯಗಳಿಗೆ ಒಡ್ಡಿಕೊಳ್ಳಬೇಕಾಗಿದ್ದು ಅವುಗಳಲ್ಲಿ ಮುಖ್ಯವಾಗಿ ಮುಂಗಡ ಅಪಾಯ, ಮಾರುಕಟ್ಟೆ ಅಪಾಯ ಮತ್ತು ನಿರ್ವಹಣಾ ಅಪಾಯ ಹಾಗೂ ಇತರ ಉಳಿಕೆ ಅಪಾಯಗಳಾದ ದ್ರವತ್ವದ ಅಪಾಯ, ಕೇಂದ್ರೀಕರಣ ಅಪಾಯ, ವ್ಯೂಹಾತ್ಮಕ ಅಪಾಯ, ಪ್ರತಿಷ್ಠಾ ಅಪಾಯ ಹೆಚ್ಚು ಹೆಚ್ಚಾಗಿವೆ. ಇಂತಹ ಅಪಾಯಗಳನ್ನು ದಕ್ಷತೆಯಿಂದ ನಿರ್ವಹಿಸಲು, ನಿಮ್ಮ ಬ್ಯಾಂಕು ಹಲವಾರು ಅಪಾಯ ನಿರ್ವಹಣಾ ವ್ಯವಸ್ಥೆಗಳನ್ನು ರಚಿಸಿದ್ದು ಕಾರ್ಯರೂಪಕ್ಕೆ ತಂದಿದೆ. ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕು ಆಗಿಂದಾಗ್ಗೆ ನೀಡಿದ ಮಾರ್ಗದರ್ಶಿಯಂತೆ, ಹಲವಾರು ಅಪಾಯ ನಿರ್ವಹಣಾ ವ್ಯವಸ್ಥೆಗಳ ಮೂಲಕ ಧೋರಣೆ, ತಾಂತ್ರಿಕತೆ, ಪರಿಕರ ದ್ವಾರಾ ಆತ್ಯುತ್ತಮ ನಿರ್ವಹಣೆಯನ್ನು ಶಕ್ತಿಯುತಗೊಳಿಸಿದ್ದು, ಮುಂದುವರಿಸಿಕೊಂಡು ಬರುತ್ತಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ಶೇರುದಾರರ ಮೌಲ್ಯವನ್ನು ಗರಿಷ್ಠವಾಗಿ ಕಾಪಾಡಿಕೊಂಡು ಬರುತ್ತಿದ್ದು, ಈ ಮೌಲ್ಯವರ್ಧನೆ, ಮೌಲ್ಯ ವ್ಯಾಪಕತೆಯುತ ಕೇಂದ್ರ ಗಮನ ಹರಿಸಿದ್ದು ಅಪಾಯ ಸಂಭಾವ್ಯತೆ ಇಳುವರಿ ಸಂದೇಹವಿರುವಲ್ಲಿ ತತ್ಕ್ಷಣ ಸೂಕ್ತ ಸ್ಪಂದನ ಹರಿಸಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕಿನ ಅಪಾಯ ನಿರ್ವಹಣಾ ವಿಭಾಗವು ಪ್ರಮುಖವಾಗಿ ಅಪಾಯಗಳ ಸೂಕ್ತ ಗುರುತಿಸುವಿಕೆ, ಅಪಾಯಗಳ ಅಳತೆ, ಮೇಲ್ವಿಚಾರಣೆ ಹಾಗೂ ದಕ್ಷ ನಿರ್ವಹಣೆಯನ್ನು ಅಪಾಯ ತತ್ಪಾರಿತಿವಾಗಿ ಗರಿಷ್ಠ ಮಟ್ಟದಲ್ಲಿ ಕ್ರಿಯಾಶೀಲವಾಗಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ಅಂಗೀಕರಿಸಿದ ಅಪಾಯ ಸಂಭಾವ್ಯತೆ ಮತ್ತು ನಿರ್ವಹಣಾ ಧೋರಣೆಗಳು ಸುಸ್ಪಷ್ಟವಾಗಿದ್ದು ಅಪಾಯಗಳ ನಿಖರವಾದ ಅರಿಯುವಿಕೆ ಮತ್ತು ಅಪಾಯ ಸಾಧ್ಯತೆಯ ಮಟ್ಟದ ಸ್ಪಷ್ಟ ಅರಿವಿನಿಂದ ಕೂಡಿದ್ದು ದೈನಂದಿನ ವ್ಯವಹಾರಗಳಲ್ಲಿ ಅವುಗಳ ಸಂಭಾವ್ಯತೆ ಸಾಧ್ಯತೆ ಬಗ್ಗೆ, ಅವುಗಳನ್ನು ಇದಿರಿಸುವ ಬಗ್ಗೆ, ನಿರ್ವಹಿಸುವ ಬಗ್ಗೆ ಮುಕ್ತ ಮನಸ್ಸಿನಿಂದ ಕೂಡಿರುವುದಾಗಿರುತ್ತದೆ. ನಿರ್ದೇಶಕರ ಮಂಡಳಿ ಮಟ್ಟದ ಸಂಕೀರ್ಣ ಸಮಗ್ರ ಅಪಾಯ ನಿರ್ವಹಣಾ ಸಮಿತಿ ಆಗಿಂದಾಗ್ಗೆ ಬ್ಯಾಂಕಿಗೆ ಇದಿರಾಗುವ ಅಪಾಯ ಸಂಭಾವ್ಯತೆಯ ಬಗ್ಗೆ ಅವಲೋಕನ, ಬ್ಯಾಂಕು ಒಟ್ಟಾರೆ ಎದುರಿಸುತ್ತಿರುವ ಅಪಾಯಗಳ ಬಗ್ಗೆ ಸೂಕ್ತ ಪುನರಾವಲೋಕನ, ಸೂಕ್ತ ಮೌಲ್ಯೀಕರಣ ಮತ್ತು ಆತ್ಯುತ್ತಮ ನಿರ್ವಹಣೆಗಾಗಿ ಧೋರಣೆ ಮತ್ತು ಅಭಿವೃದ್ಧಿಗಳ ಕಡೆ ಆದ್ಯ ಗಮನ ಹರಿಸುತ್ತಿದೆ.

ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕಿನ ಮಾರ್ಗಸೂಚಿಯಂತೆ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ನೂತನ ಬಂಡವಾಳ ಪರ್ಯಾಪ್ತತಾ ಚೌಕಟ್ಟಿನಲ್ಲಿ ಬೇಸಲ್ II ಪದ್ಧತರಳಕ ಅವಿಷ್ಕಾರದಲ್ಲಿ 31, ಮಾರ್ಚ್ 2009ಕ್ಕೆ ಪರಿಪೂರ್ಣತೆ ಹೊಂದಿದೆ. ಬೇಸಲ್ II ಚೌಕಟ್ಟು ಉಲ್ಲೇಖಿಸಿದಂತೆ, ಮುಖ್ಯವಾಗಿ ಮೂರು ಪರಿಪೂರ್ಣ ಆಧಾರ ಸ್ತಂಭಗಳನ್ನು ಹೊಂದಿದೆ. ಪರಿಷ್ಕೃತ ಚೌಕಟ್ಟಿನ ಪ್ರಥಮ ಸ್ತಂಭ ಮುಂಗಡಗಳಿಗೆ ಕನಿಷ್ಠ ಬಂಡವಾಳ ಅಗತ್ಯತೆ, ಮಾರುಕಟ್ಟೆ ಮತ್ತು ನಿರ್ವಹಣಾ ಅಪಾಯಗಳನ್ನು ವಿವರಿಸಿದರೆ, ಎರಡನೇ

In line with the guidelines issued by RBI, your Bank has implemented the New Capital Adequacy Framework and is Basel II compliant with effect from March 31, 2009, by adopting the basic approaches available under the guidelines. The Basel II framework, as it is referred to, is based on three mutually reinforcing pillars. While the first Pillar of the revised framework addresses minimum capital requirement for Credit, Market and Operational risks, the second pillar (supervisory review and evaluation process) intends to ensure that the banks have adequate capital to address all the risks in their business commensurate with the Bank's risk profile and control environment. The third pillar of Basel II framework refers to market discipline. The purpose of market discipline is to complement the minimum capital requirements detailed under Pillar I and the supervisory review and evaluation process (SREP) detailed under Pillar II. While complying with all the requirements of the basic approaches under Basel II, your Bank has taken the necessary steps to move over to Basel II Advanced Approaches as per the Road Map approved by the Board in this regard. As a part of the Basel II Pillar III –Market Disclosure requirement, your Bank has made a detailed Pillar III Disclosure, which is appended to this report as Annexure II.

INTERNAL CONTROL SYSTEMS

Your Bank has put in place well articulated internal control measures commensurate with the size of the Bank and complexity of operations. A separate Compliance Department has also been set up. The Audit Committee of the Board of Directors supervises the internal audit and compliance functions. The system of regular inspection, short inspection and EDP Audit (IS Audit) of all the branches / offices, concurrent IS audit of the Data Centre and concurrent audit of select branches, the Treasury Department, the International Division etc., form part of the internal control mechanism. Besides, your Bank has been ensuring stock audit and credit audit of large borrowal accounts by professional audit firms to further strengthen the credit administration.

A sound internal audit mechanism plays an important role in contributing to the effectiveness of the internal control system. The audit function would provide high quality counsel to the management on the effectiveness of risk management and internal controls, including regulatory compliance by the Bank. Historically, the internal audit system in banks has been concentrating on transaction testing, testing of accuracy and reliability of accounting records and financial reports, integrity, reliability

ಸ್ವಂಭ (ಪುನರಾವಲೋಕನ ಮೇಲ್ವಿಚಾರಣೆ ಮತ್ತು ಮೌಲ್ಯೀಕರಣ ಪ್ರಕ್ರಿಯೆ) ವು ಬ್ಯಾಂಕಿನ ಸಂಭಾವ್ಯ ಅಪಾಯಗಳಿಗೆ ಅಗತ್ಯವಿರುವ ಬಂಡವಾಳ ಮೀಸಲಿಡುವಿಕೆ ಬಗ್ಗೆ ಗಮನ ಹರಿಸುತ್ತಾ ಬ್ಯಾಂಕಿನ ಅಪಾಯ ಸಂದಿಗ್ಧತೆ ಮತ್ತು ಅಪಾಯ ಪರಿಸರ ನಿಯಂತ್ರಣ ಬಗ್ಗೆ ನಿಗಾ ವಹಿಸುತ್ತದೆ. ಬೇಸಲ್ II ಚೌಕಟ್ಟಿನ ತೃತೀಯ ಸ್ತಂಭವು ಮಾರುಕಟ್ಟೆ ಶಿಸ್ತಿನ ಬಗ್ಗೆ ಸಂಬಂಧಿಸಿರುವುದಾಗಿರುತ್ತದೆ. ಮಾರುಕಟ್ಟೆ ಶಿಸ್ತಿನ ಮುಖ್ಯ ಉದ್ದೇಶವೇನೆಂದರೆ ಸ್ವಂಭ 1ರಲ್ಲಿ ಹೇಳಲಾದ ಕನಿಷ್ಠ ಬಂಡವಾಳ ಅಗತ್ಯತೆಯ ಕುರಿತಾಗಿದ್ದು ಮತ್ತು ಸ್ವಂಭ 2ರಲ್ಲಿ ಹೇಳಲಾದ ಪುನರಾವಲೋಕನ ಮೇಲ್ವಿಚಾರಣೆ ಮತ್ತು ಮೌಲ್ಯೀಕರಣ ಪ್ರಕ್ರಿಯೆಯ ಉಪಕ್ರಮದ ಕುರಿತಾಗಿರುತ್ತದೆ. ಈ ಕುರಿತಂತೆ ಬೇಸಲ್ II ಸ್ವಂಭ 3 ಪ್ರಕಟಣೆಗಳು ಅನುಬಂಧ-2ರಲ್ಲಿ ಲಗತ್ತಿಸಲಾಗಿವೆ.

ಆಂತರಿಕ ನಿಯಂತ್ರಣ ವ್ಯವಸ್ಥೆಗಳು

ಬ್ಯಾಂಕಿನ ಗಾತ್ರ ಮತ್ತು ವ್ಯವಹಾರಗಳಲ್ಲಿನ ಸಂಕೀರ್ಣತೆಯ ಸೂಕ್ಷ್ಮಕ್ಕೆ ಅನುಗುಣವಾದ ಆಂತರಿಕ ನಿಯಂತ್ರಣ ವ್ಯವಸ್ಥೆಗಳನ್ನು ಬ್ಯಾಂಕು ಈಗಾಗಲೇ ಕೈಗೊಂಡಿರುತ್ತದೆ. ಪ್ರತ್ಯೇಕವಾದ ಒಂದು ಪರಿಪಾಲನಾ ವಿಭಾಗವೂ ಈಗ ಕಾರ್ಯ ನಿರ್ವಹಿಸುತ್ತಿದೆ. ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಸಮಿತಿಯು ಬ್ಯಾಂಕಿನ ಆಂತರಿಕ ಪರಿವೀಕ್ಷಣೆ ಮತ್ತು ಪರಿಪಾಲನಾ ಕಾರ್ಯದ ಮೇಲ್ವಿಚಾರಣೆ ನಡೆಸುತ್ತಿದೆ. ಸುವ್ಯವಸ್ಥಿತ ನಿಯಮಿತ ಪರಿವೀಕ್ಷಣೆಗೆ, ಕಿರುಪರಿ ವೀಕ್ಷಣೆಗೆ ಮತ್ತು ಇಡಿಪಿ ಪರಿವೀಕ್ಷಣೆಗೆ ಎಲ್ಲಾ ಶಾಖೆಗಳು / ಕಚೇರಿಗಳು ಒಳಗೊಳ್ಳುತ್ತಿವೆ. ದತ್ತಾಂಶ ಕೇಂದ್ರದ ಸಹಗಾಮಿ ಪರಿಶೋಧನೆ ಮತ್ತು ಆಯ್ದು ಶಾಖೆಗಳ ಸಹಗಾಮಿ ಲೆಕ್ಕ ಪರಿಶೋಧನೆ, ಖಜಾನೆ ವಿಭಾಗ ಮತ್ತು ಅಂತಾರಾಷ್ಟ್ರೀಯ ವಿಭಾಗದ ಸಹಗಾಮಿ ಲೆಕ್ಕ ಪರಿಶೋಧನೆ ಇತ್ಯಾದಿಗಳು ವ್ಯವಸ್ಥೆಯ ಆಂತರಿಕ ನಿಯಂತ್ರಣದ ಪರಿಶ್ರಮವಾಗಿ ಜರಗುತ್ತಿವೆ. ಅಲ್ಲದೇ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ತನ್ನ ಬೃಹತ್ ಮುಂಗಡಗಳ ಕಾರ್ಯನಿರ್ವಹಣೆಯನ್ನು ಮತ್ತಷ್ಟು ಬಲಪಡಿಸುವ ಉದ್ದೇಶದಿಂದ, ಬೃಹತ್ ಮುಂಗಡ ಖಾತೆಗಳ "ದಾಸ್ತಾನು ಲೆಕ್ಕ ಪರಿಶೋಧನೆ" ಮತ್ತು "ಮುಂಗಡ ಲೆಕ್ಕ ಪರಿಶೋಧನೆ"ಗಳನ್ನು ವೃತ್ತಿಪರ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಸಂಸ್ಥೆಗಳ ನೆರವಿನಿಂದ ಮುಂದುವರಿಸಿಕೊಂಡು ಬಂದಿದೆ.

ಪರಿಣಾಮಕಾರಿ ಆಂತರಿಕ ನಿಯಂತ್ರಣ ವ್ಯವಸ್ಥೆಯಲ್ಲಿ, ನದೃಢ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಕೌಶಲ್ಯ, ಬಹುಮುಖ್ಯ ಪಾತ್ರ ವಹಿಸುತ್ತದೆ. ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಪ್ರಕ್ರಿಯೆಯು, ಬ್ಯಾಂಕ್ ಆಡಳಿತಕ್ಕೆ ಉತ್ತಮ ಗುಣಮಟ್ಟದ ನಿಖರ ಅಭಿಪ್ರಾಯವನ್ನು ಒದಗಿಸುವಲ್ಲಿ ಸಹಕಾರಿಯಾಗುತ್ತದೆ. ಈ ಅಭಿಪ್ರಾಯವು ಪರಿಣಾಮಕಾರಿ ಅಪಾಯ ನಿರ್ವಹಣೆ ಮತ್ತು ಆಂತರಿಕ ನಿಯಂತ್ರಣ, ಬ್ಯಾಂಕ್ ಪೂರೈಸಬೇಕಾದ ನಿಯಮಿತ ಸಮರ್ಪಕತೆಯನ್ನು ಒಳಗೊಂಡಿರುತ್ತದೆ. ಚಾರಿತ್ರಿಕವಾಗಿ, ಬ್ಯಾಂಕುಗಳ, ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವ್ಯವಸ್ಥೆಯು ವಹಿವಾಟಿನ ಪರಿವೀಕ್ಷಣೆ, ನಿಖರತೆಯ ಪರೀಕ್ಷೆ ಮತ್ತು ಲೆಕ್ಕಗಳ ದಾಖಲೆ ಮತ್ತು ಲೆಕ್ಕ ಪತ್ರಗಳ ವರದಿಗಳ ಸಾಚಾತನ ಪರೀಕ್ಷೆ, ಋಜುಪಟ್ಟಿ ಪರೀಕ್ಷೆ, ನಂಬಲರ್ಹತೆಯ ಪರೀಕ್ಷೆ, ನಿಯಂತ್ರಕ ವರದಿಗಳ ಸಕಾಲಿಕ ಸಲ್ಲಿಕೆಯ ಪರಿವೀಕ್ಷಣೆ ಮತ್ತು ಕಾನೂನು ಮತ್ತು ನಿಯಂತ್ರಕ ಅಗತ್ಯಗಳಿಗೆ ಬದ್ಧವಾಗಿದೆಯೇ ಎನ್ನುವುದನ್ನು ಖಚಿತಪಡಿಸಿಕೊಳ್ಳುವುದನ್ನು ಒಳಗೊಂಡಿರುತ್ತದೆ. ಇದಕ್ಕೆ ಹೆಚ್ಚುವರಿಯಾಗಿ, ಇದೀಗ, ಸಂಭಾವ್ಯ ಅಪಾಯಗಳನ್ನು ಆಧರಿಸಿದ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವ್ಯವಸ್ಥೆಯು, ವಿವಿಧ ಅಪಾಯಗಳನ್ನು ಮಿತಗೊಳಿಸುವುದರಲ್ಲಿ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ಪಾತ್ರ ಹೆಚ್ಚಿನ ಮಹತ್ವ ಹೊಂದಿದೆ. ಪರಿಣಾಮಕಾರಿ ಅಪಾಯ ನಿರ್ವಹಣೆ ಮತ್ತು ನಿಯಂತ್ರಣವನ್ನು ಕೇಂದ್ರೀಕರಿಸುವುದರೊಂದಿಗೆ ವಹಿವಾಟಿನ ಸಾಚಾತನ ಪರೀಕ್ಷೆಯನ್ನು ಒಡಗೂಡಿ, ಅಪಾಯ ಸಂಭಾವ್ಯತಾ ಆಧಾರಿತ ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನೆಯು, ಚಾಲ್ತಿ ಅಪಾಯಗಳನ್ನು

and timeliness of control reports and adherence to legal and regulatory requirements. In addition to these, now, with the implementation of risk-based internal audit (RBIA), greater emphasis is placed on the internal auditor's role in mitigating various risks. While focusing on effective risk management and controls, in addition to transaction testing etc., the risk-based internal audit would, not only offer suggestions for mitigating current risks but also anticipate areas of potential risks thereby playing an important role in the risk management apparatus of the bank.

The RBIA risk assessment is undertaken, inter-alia, for the purpose of formulating the audit plan. The risk assessment would, as an independent activity, cover risks at various levels (corporate and branch; the portfolio and individual transactions etc.) as also the processes in place to identify, measure, monitor and control the risks. The internal audit department is devising the RBIA risk assessment methodology, with the approval of the Board of Directors, keeping in view the size and complexity of the business undertaken by the Bank. The risk assessment process would include the identification of inherent business risks in various activities undertaken by the bank, evaluation of the effectiveness of the control systems for monitoring the inherent risks of the business activities ('Control risk') and drawing up a risk-matrix for taking into account both the factors viz., inherent business risks and control risks. With a view to further improve the credit monitoring and supervision, your Bank has introduced on-line marking of NPAs and has also initiated steps for offsite monitoring of all the borrowal accounts with exposure above ₹ 25 lakh.

HUMAN RESOURCE DEVELOPMENT

Banking industry across the world is undergoing radical changes in its framework and operational modalities. The survival and prosperity of any industry depends upon the quality of its human resources and banking industry is no exception. Thus your Bank attaches utmost importance to human resources development activities.

Your Bank regularly deposes employees to various training and development programmes to upgrade their skills and competencies so that they grow as an individual and contribute towards the growth of the Bank. The Bank has a well established Staff Training College having state of the art infrastructure facilities and expertise in conducting need based training programmes. Officers requiring specialized training are being deputed to Southern India Banks' Training College Bangalore, National Institute of Bank Management, Pune, College of Agriculture Banking, Pune and Institute for Development and Research in Banking Technology, Hyderabad, State

ಮಿತಗೊಳಿಸುವುದರೊಂದಿಗೆ ವಿವಿಧ ಕ್ಷೇತ್ರದಲ್ಲಿ ಬಂದೊದಗಬಹುದಾದ ಅಪಾಯ ಸಂಭಾವ್ಯತೆಯನ್ನು ನಿಖರವಾಗಿ ಅಂದಾಜಿಸುವ ಗುರುತರವಾದ ಹೊಣೆಯನ್ನು ಬ್ಯಾಂಕಿನ ಪರವಾಗಿ ಅಪಾಯ ನಿರ್ವಹಣಾ ವ್ಯವಸ್ಥೆ ಹೊರುತ್ತದೆ.

ಅಪಾಯ ಸಂಭಾವ್ಯತೆ ಆಧಾರಿತ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯಲ್ಲಿ ಇತರ ವಿಷಯಗಳ ಜೊತೆಗೆ ಅಪಾಯದ ಮಾಪನವೂ ಸೇರಿದ್ದು, ಲೆಕ್ಕ ಪರಿಶೋಧನೆ, ಯೋಜನೆಯ ರೂಪಣೆಗೆ ಇದು ಸಹಾಯ ಮಾಡುತ್ತದೆ. ಅಪಾಯ ನಿರ್ಧರಣೆಯ ಮಾಪನ ಒಂದು ಸ್ವತಂತ್ರ ಚಟುವಟಿಕೆಯಾಗಿದ್ದರೂ, ವಿವಿಧ ಸ್ತರಗಳಲ್ಲಿ (ಸಾಂಸ್ಥಿಕ ಮತ್ತು ಶಾಖಾ ಹಂತಗಳಲ್ಲಿ, ಪೂರ್ಟ್‌ಫೋಲಿಯೋ) ಮತ್ತು ಏಕವ್ಯಕ್ತಿಪರ ವಹಿವಾಟು ಇತ್ಯಾದಿ) ಕಾರ್ಯ ಜರಗಿಸುತ್ತಾ ಅಪಾಯದ ಗುರುತಿಸುವಿಕೆ, ಮೌಲ್ಯಮಾಪನ, ನಿಗಾ ಮತ್ತು ನಿಯಂತ್ರಣಕ್ಕೆ ಸಹಾಯ ಮಾಡುತ್ತದೆ. ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ಒಪ್ಪಿಗೆಯೊಂದಿಗೆ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವಿಭಾಗವು ಅಪಾಯ ಸಂಭಾವ್ಯತೆ ಆಧಾರಿತ ಆಂತರಿಕ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯನ್ನು ಅಪಾಯ ಮಾಪನ ವ್ಯವಸ್ಥೆಯನ್ನು ಕಾರ್ಯರೂಪಕ್ಕೆ ತಂದು, ಬ್ಯಾಂಕು ನಡೆಸುವ ವ್ಯವಹಾರದ ಗಾತ್ರ ಮತ್ತು ಸಂಕೀರ್ಣತೆಗೆ ಅನುಸಾರವಾಗಿ ನಿರ್ವಹಿಸುತ್ತಿದೆ. ಅಪಾಯ ಮಾಪನ ಪ್ರಕ್ರಿಯೆಯು ಬ್ಯಾಂಕು ಕೈಗೊಳ್ಳುವ ವಿವಿಧ ವ್ಯವಹಾರಗಳಲ್ಲಿ ಸಹಜವಾಗಿ ಅಂತರ್ಗತವಾಗಿರುವ ವ್ಯವಹಾರ ಅಪಾಯವನ್ನು ಗುರುತಿಸುವ ಕೆಲಸವನ್ನು ಹೊಂದಿದ್ದು, ಅಂತರ್ಗತ ಅಪಾಯದ ಮೌಲ್ಯಮಾಪನವನ್ನು, ಪರಿಣಾಮಕಾರಿ ನಿಯಂತ್ರಣ ವ್ಯವಸ್ಥೆಯ ರೂಪಣೆಯನ್ನು ವ್ಯವಹಾರ ಚಟುವಟಿಕೆಯೊಂದಿಗೆ ಅಂತರ್ಗತವಾದ ಅಪಾಯದ ಮೇಲೆ ನಿಗಾ 'ಅಪಾಯ ನಿಯಂತ್ರಣ' ಹಾಗೂ ನಿಯಂತ್ರಣಕ್ಕೆ ಅನುರೂಪವಾದ ಅಪಾಯದ ವಿರುದ್ಧ ಖ್ವಿಪ್ಪ ಕಾರ್ಯಾಚರಣೆಯನ್ನು ಅಂತರ್ಗತವಾದ ವ್ಯವಹಾರದ ಅಪಾಯ ಮತ್ತು ಅಪಾಯ ನಿಯಂತ್ರಣದಲ್ಲಿ ಬಳಸುತ್ತದೆ. ಮುಂಗಡಗಳ ಮೇಲಣ ನಿಗಾ ಮತ್ತು ಮೇಲ್ವಿಚಾರಣೆ ಹಾಗೂ ಈ ನಿಟ್ಟಿನಲ್ಲಿ ಹೆಚ್ಚುವರ ಸುಧಾರಣೆ ಆಗಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಅನುತ್ತಾದಕ ಆಸ್ತಿ ಖಾತೆಗಳ "ಆನ್ ಲೈನ್ ಮಾರ್ಕಿಂಗ್" ವ್ಯವಸ್ಥೆಯನ್ನು ಕಾರ್ಯರೂಪಕ್ಕೆ ತಂದಿದೆ ಅಲ್ಲದೇ ₹ 25 ಲಕ್ಷ ಮಿತಿಯ ಮೇಲಣ ಸಾಲ ಖಾತೆಗಳ ಬಗ್ಗೆ ಪ್ರತ್ಯೇಕ ನಿಗಾ, ಮೇಲ್ವಿಚಾರಣೆಯನ್ನು ಈಗಾಗಲೇ ಪ್ರಾರಂಭಿಸಿದೆ.

ಮಾನವ ಸಂಪನ್ಮೂಲ ಅಭಿವೃದ್ಧಿ

ಜಾಗತಿಕ ಮಟ್ಟದಲ್ಲೇ ಬ್ಯಾಂಕಿಂಗ್ ರಂಗದ ಕಾರ್ಯವಿಧಾನದಲ್ಲಿ ಮತ್ತು ವ್ಯವಹಾರ ರೂಪಣೆಯಲ್ಲಿ ಆಮೂಲಾಗ್ಯ ಬದಲಾವಣೆ ಆಗುತ್ತಾ ಇದೆ. ಯಾವುದೇ ಒಂದು ಸಂಸ್ಥೆಯ ಉಳಿವು ಮತ್ತು ಉತ್ಪನ್ನಕ್ಕೆ ಅದರ ಮಾನವ ಸಂಪನ್ಮೂಲದ ಗುಣಮಟ್ಟ ಕಾರಣವಾಗುತ್ತದೆ. ಅಂತೆಯೇ ಬ್ಯಾಂಕಿಂಗ್ ಸಂಸ್ಥೆಗೂ ಇದು ಅನ್ವಯಿಸುತ್ತದೆ. ಮಾನವ ಸಂಪನ್ಮೂಲ ಅಭಿವೃದ್ಧಿಯಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಗಂಭೀರ ಕಾಳಜಿ ಹೊಂದಿದೆ.

ನಿಮ್ಮ ಬ್ಯಾಂಕು ಕ್ರಮಪ್ರಕಾರವಾಗಿ ಉದ್ಯೋಗಿಗಳನ್ನು ನಾನಾ ತರಬೇತಿ ಮತ್ತು ಅಭಿವೃದ್ಧಿ ಕಾರ್ಯಕ್ರಮಗಳಿಗಾಗಿ ನಿಯೋಜಿಸುತ್ತಿದ್ದು ಇದು ಅವರ ಕೌಶಲ ಮತ್ತು ಆಧುನಿಕ ಅಗತ್ಯಕ್ಕೆ ತತ್ಕ್ಷಣ ಸ್ಪಂದಿಸುವ ಪರಿಪೂರ್ಣತೆ ಅಭಿವೃದ್ಧಿಗಳಿಸಿಕೊಳ್ಳಲು ವಿಶೇಷ ಸಹಾಯಕವಾಗಿದ್ದು, ವ್ಯಕ್ತಿಗತವಾಗಿಯೂ ಮತ್ತು ಬ್ಯಾಂಕಿನ ಅಭಿವೃದ್ಧಿಗೂ ಅವರು ಕಾರಣರಾಗುತ್ತಾರೆ. ಬ್ಯಾಂಕು ತನ್ನದೇ ಆದ ಪರಿಪೂರ್ಣವಾದ ಸಿಬ್ಬಂದಿ ತರಬೇತಿ ವಿದ್ಯಾಲಯವನ್ನು ಹೊಂದಿದ್ದು, ಅತ್ಯಾಧುನಿಕ ಅಧೋರಚನೆಯೊಂದಿಗೆ ಉತ್ತಮ ಅಧ್ಯಾಪನ ನೈಪುಣ್ಯತೆ ಹೊಂದಿದ ಬೋಧನಾ ವೃಂದವನ್ನೊಡಗೂಡಿ ಸಿಬ್ಬಂದಿಗಳಿಗೆ ಅಗತ್ಯಕ್ಕೆ ತಕ್ಕಂತಹ ಸಕಾಲಿಕ ತರಬೇತಿ ನೀಡುತ್ತಿದೆ. ಅಧಿಕಾರಿಗಳನ್ನು ವಿಶೇಷ ತರಬೇತಿ ಕಾರ್ಯಕ್ರಮಗಳಿಗಾಗಿ ಬೆಂಗಳೂರಿನ "ಸದರ್ನ್ ಇಂಡಿಯಾ ಬ್ಯಾಂಕ್ಸ್ ಟ್ರೈನಿಂಗ್ ಕಾಲೇಜ್", ಪುಣೆಯ "ನ್ಯಾಷನಲ್ ಇನ್‌ಸ್ಟಿಟ್ಯೂಟ್ ಆಫ್ ಬ್ಯಾಂಕ್ ಮ್ಯಾನೇಜ್‌ಮೆಂಟ್" ಮತ್ತು "ಕಾಲೇಜ್ ಆಫ್ ಎಗ್ರಿಕಲ್ಚರಲ್ ಬ್ಯಾಂಕಿಂಗ್" ಹೈದರಾಬಾದ್‌ನ "ಇನ್‌ಸ್ಟಿಟ್ಯೂಟ್ ಫಾರ್ ಡೆವಲಪ್‌ಮೆಂಟ್ ಆಂಡ್ ರಿಸರ್ಚ್ ಇನ್ ಬ್ಯಾಂಕಿಂಗ್ ಟೆಕ್ನೋಲಜಿ" ಮತ್ತು "ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್ ಸ್ಟಾಫ್ ಕಾಲೇಜ್"

Bank Staff College, Hyderabad etc. During the year 2010-11, 1599 Officers, 924 Clerks and 90 Sub-staff were imparted training under various disciplines, to update / improve the knowledge.

Your Bank continues to maintain excellent industrial relations and there is an atmosphere of peace and harmony in the Bank. The performance of individual employees is recognised and rewarded by promotions, appreciations etc. The total number of employees in the Bank stood at 5795 as on 31st March 2011. The business per employee (excluding inter-bank deposits) has improved from ₹ 7.27 crore as on 31st March 2010 to ₹ 7.71 crore as on 31st March 2011.

DIRECTORS

During the year under report, some changes have taken place in the Board of Directors. Mr. M Bheema Bhat completed the term of 8 years and ceased to be a director w.e.f. September 28, 2010. The Board places on record its appreciation of the active involvement and useful contribution made by Mr M Bheema Bhat. The Board has appointed Mr T R Chandrasekaran, a Chartered Accountant, Chennai as an Additional Director w.e.f. October 15, 2010. The Board welcomes the new Director and seeks his guidance.

CORPORATE GOVERNANCE

Your Bank is committed to following the best practices of corporate governance to protect the interest of all the stakeholders of the Bank, viz. shareholders, depositors, customers and employees and the society in general and maintains transparency at all levels. A detailed report on corporate governance practices is given as Annexure III to this Report.

DIRECTORS' RESPONSIBILITY REPORT

As per Section 217(2AA) of Companies (Amendment) Act, 2000, your Directors report that:

- The Accounts for the year 2010-11 were prepared by following the Accounting Standards in so far as they apply to banks.
- Accounting policies adopted and applied consistently by the Bank are in tune with the RBI guidelines issued from time to time. Reasonable prudent judgments and estimates have been made in the accounts, so as to give a true and fair view of the state of affairs of the Bank and of the profit of the Bank for the financial year ended 31st March 2011.
- The Bank had taken proper and sufficient care for

ಇತ್ಯಾದಿ ಇತ್ಯಾದಿಗಳಿಗೆ ನಿಯೋಜಿಸಲಾಗುತ್ತಿದೆ. 2010-11 ರ ವರ್ಷದಲ್ಲಿ 1599 ಅಧಿಕಾರಿಗಳಿಗೆ, 924 ಗುಮಾಸ್ತರಿಗೆ ಮತ್ತು 90 ಸಹಾಯಕ ಸಿಬ್ಬಂದಿಗಳಿಗೆ ಅವರವರ ಜ್ಞಾನ ಮತ್ತು ಕೌಶಲ ಅಭಿವೃದ್ಧಿಗಾಗಿ ವಿವಿಧ ವಿಷಯಗಳಲ್ಲಿ ತರಬೇತಿಗಳನ್ನು ನೀಡಲಾಗಿದೆ.

ನಿಮ್ಮ ಬ್ಯಾಂಕು ಅತ್ಯುತ್ತಮ ಸಾಂಸ್ಥಿಕ-ನೌಕರ ಬಾಂಧ್ಯವನ್ನು ಹೊಂದಿದೆ ಮತ್ತು ಪ್ರಶಾಂತ ಮತ್ತು ಸೌಹಾರ್ದಯುತ ವಾತಾವರಣ ಬ್ಯಾಂಕಿನಲ್ಲಿ ಇರುತ್ತದೆ. ಪ್ರತಿಯೊಬ್ಬ ಸಿಬ್ಬಂದಿಯ ಸಾಧನೆಯನ್ನು ವೈಯಕ್ತಿಕವಾಗಿ ಗುರುತಿಸುವ ಮತ್ತು ಪದೋನ್ನತಿಯ ಮೂಲಕ ಮೆಚ್ಚುಗೆ ವ್ಯಕ್ತಪಡಿಸುವ ಮೂಲಕ ಬ್ಯಾಂಕು ಉತ್ತೇಜನ ನೀಡುತ್ತಿದೆ. 31, ಮಾರ್ಚ್, 2011ಕ್ಕೆ ಬ್ಯಾಂಕ್ ನೌಕರರ ಸಂಖ್ಯೆ 5795 ಆಗಿರುತ್ತದೆ. ಸಿಬ್ಬಂದಿಯ ತಲಾ ವಹಿವಾಟು (ಅಂತರ್ ಬ್ಯಾಂಕು ಠೇವಣಿ ಹೊರತಾಗಿ) 31, ಮಾರ್ಚ್ 2010ರಲ್ಲಿದ್ದ ₹ 7.27 ಕೋಟಿಯಿಂದ 31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ₹ 7.71 ಕೋಟಿಗೆ ಏರಿಕೆ ಉತ್ತಮಗೊಂಡಿದೆ.

ನಿರ್ದೇಶಕರು

ಪ್ರಸ್ತುತ ವರದಿ ವರ್ಷದಲ್ಲಿ, ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯಲ್ಲಿ ಕೆಲವೊಂದು ಬದಲಾವಣೆಗಳು ಆಗಿವೆ. ಶ್ರೀ ಎಂ. ಭೀಮಭಟ್ ಅವರು ತಮ್ಮ ಕಾಲಾವಧಿ 8 ವರ್ಷಗಳನ್ನು ಪೂರೈಸಿದ್ದು ಸೆಪ್ಟೆಂಬರ್ 28, 2010ರಂದು ಅವರ ನಿರ್ದೇಶಕತ್ವವನ್ನು ಮುಕ್ತಾಯಗೊಳಿಸಲಾಯಿತು. ಶ್ರೀ ಎಂ. ಭೀಮಭಟ್ ಅವರು ನೀಡಿದ ಉಪಯುಕ್ತ ಕೊಡುಗೆಗಾಗಿ ಮತ್ತು ಅವರ ಸಕ್ರಿಯ ಪಾಲ್ಗೊಳ್ಳುವಿಕೆಗಾಗಿ ನಿರ್ದೇಶಕರ ಮಂಡಳಿ ತನ್ನ ಮೆಚ್ಚುಗೆಯನ್ನು ದಾಖಲಿಸುತ್ತದೆ. ದಿನಾಂಕ ಅಕ್ಟೋಬರ್ 15, 2010ರಿಂದ ಅನ್ವಯಗೊಳ್ಳುವಂತೆ ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯು ಶ್ರೀ ಟಿ.ಆರ್. ಚಂದ್ರಶೇಖರನ್, ಚಾರ್ಟೆಡ್ ಅಕೌಂಟೆಂಟ್, ಚೆನ್ನೈ ಇವರನ್ನು ಹೆಚ್ಚುವರಿ ನಿರ್ದೇಶಕರನ್ನಾಗಿ ನಿಯುಕ್ತಿ ಮಾಡಿಕೊಂಡಿದೆ. ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯು ನೂತನ ನಿರ್ದೇಶಕರನ್ನು ಸ್ವಾಗತಿಸುತ್ತಾ ಅವರ ಮಾರ್ಗದರ್ಶನವನ್ನು ಕೋರುತ್ತದೆ.

ಸಾಂಸ್ಥಿಕ ಪ್ರಶಾಸನ

ನಿಮ್ಮ ಬ್ಯಾಂಕು ಅತ್ಯುತ್ತಮ ಸಾಂಸ್ಥಿಕ ಪ್ರಶಾಸನವನ್ನು ಪಾಲಿಸಲು ಬದ್ಧವಾಗಿದ್ದು, ತನ್ಮೂಲಕ ಬ್ಯಾಂಕಿನ ಸರ್ವ ಪಾಲುದಾರರ ಅಂದರೆ ಶೇರುದಾರರ, ಠೇವಣಿದಾರರ, ಗ್ರಾಹಕರ ಮತ್ತು ನೌಕರರ ಹಾಗೂ ಮುಖ್ಯವಾಗಿ ಸಮಾಜದ ಹಿತಾಸಕ್ತಿಯನ್ನು ಕಾಯ್ದುಕೊಂಡಿದ್ದು, ನಿರ್ವಹಣೆಯ ಸಮಸ್ತ ಸ್ತರದಲ್ಲೂ ಪಾರದರ್ಶಕತೆಯನ್ನು ಕಾಪಾಡುವ ಗುರಿ ಮತ್ತು ಬದ್ಧತೆಯನ್ನು ಹೊಂದಿರುತ್ತದೆ. ಸಾಂಸ್ಥಿಕ ಪ್ರಶಾಸನಕ್ಕೆ ಸಂಬಂಧಿಸಿದ ವಿವರವಾದ ವರದಿಯನ್ನು ಈ ವಾರ್ಷಿಕ ವರದಿಯ ಅನುಬಂಧ - IIIರಲ್ಲಿ ನೀಡಲಾಗಿದೆ.

ನಿರ್ದೇಶಕರ ಜವಾಬ್ದಾರಿಗಳ ಬಗ್ಗೆ ವರದಿ

ಕಂಪೆನಿ (ತಿದ್ದುಪಡಿ) ಕಾಯಿದೆ 2000, ವಿಭಾಗ 217 (2ಎಎ) ಪ್ರಕಾರ, ನಿಮ್ಮ ನಿರ್ದೇಶಕರು ಈ ಕೆಳಕಂಡಂತೆ ವರದಿ ಮಾಡುತ್ತಾರೆ.

- 2010-11ರ ಲೆಕ್ಕಪತ್ರಗಳನ್ನು ಬ್ಯಾಂಕುಗಳಿಗೆ ಅನ್ವಯಿಸುವ ಲೆಕ್ಕಪತ್ರ ಸಂಹಿತೆಯನ್ನು ಅನುಸರಿಸಿ ತಯಾರಿಸಲಾಗಿದೆ.
- ಬ್ಯಾಂಕು ಅಳವಡಿಸಿರುವ ಮತ್ತು ನಿಯಮಿತವಾಗಿ ಅನುಸರಿಸುತ್ತಿರುವ ಲೇಖಾ ವಿಧಾನ ನೀತಿಗಳು, ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕು ಕಾಲಕಾಲಕ್ಕೆ ಹೊರಡಿಸಿರುವ ಮಾರ್ಗದರ್ಶಿ ಸೂತ್ರಗಳಿಗೆ ಅನುಗುಣವಾಗಿವೆ. 31.03.2011ರಂದು ಅಂತ್ಯಗೊಂಡ ವರ್ಷದಂದು ಇದ್ದ ಬ್ಯಾಂಕಿನ ಸ್ಥಿತಿಗಿತ್ತು ಮತ್ತು ಲಾಭದ ನಿಜವಾದ ಹಾಗೂ ಯಥಾರ್ಥವಾದ ಚಿತ್ರಣ ಕೊಡಲು ಯಥೋಚಿತ ವಿವೇಚನೆಯುತ ತೀರ್ಮಾನಗಳನ್ನು ಮತ್ತು ಅಂದಾಜುಗಳನ್ನು ಲೆಕ್ಕಪತ್ರವನ್ನಿಡಲು ಮಾಡಲಾಗಿದೆ.
- 1956ರ ಕಂಪೆನಿ ಕಾಯಿದೆಯನ್ವಯ ಬ್ಯಾಂಕುಗಳಿಗೆ ಅನ್ವಯಿಸುವ

maintaining adequate records in accordance with the provisions of the Companies Act 1956, in so far as they apply to banks.

iv. The annual accounts for the year ended 31st March 2011 have been prepared on a "Going Concern" basis.

STATUTORY DISCLOSURES

Considering the nature of the Bank's business, the provisions of Section 217(1) (e) of the Companies Act, 1956 relating to conservation of energy and technology absorption do not apply to your Bank. The Bank has, however, used information technology extensively in its operations.

There were no employees who were in receipt of remuneration during the year ended March 31, 2011 requiring disclosure under section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

SOCIAL INITIATIVES

As a responsible corporate citizen, your Bank has been responding well over the years through certain initiatives like participation in social, cultural, educational activities aimed at improving the quality of life of the people and society. Your Bank believes firmly that being an integral part of the society, it is the all-round growth of the society which contributes ultimately to the growth of the Bank.

FINANCIAL INCLUSION

Financial inclusion is the availability of the full range of banking services at an affordable cost to disadvantaged and low-income groups. It mainly focuses on the poor who do not have formal financial institutional support for getting them out of the clutches of local money lenders. The RBI has simplified the KYC (Know your customer) norms for opening a 'No frills' account. Your Bank has been allocated 81 villages across various states to extend the outreach to the remote corners of the country, by utilizing appropriate Information & Communication Technology (ICT) based model including either by using Business Correspondents Model or "Brick and Mortar" branch models, for extending banking services in every village having a population of over 2000.

With a view to spread awareness on financial services available from banks to the members of general public and spread financial education and financial literacy to the common man at the remotest village in the service area of the Bank, your Bank is implementing the Financial Inclusion Resource Center (FIRC) - Mobile Van model covering about 909 service area villages by 31.03.2012.

ಉಪಬಂಧಗಳ ಪ್ರಕಾರ ಲೆಕ್ಕಪತ್ರವನ್ನಿಡಲು ಬ್ಯಾಂಕು, ಯುಕ್ತ ಮತ್ತು ಆಗತ್ಯವಾದ ಎಚ್ಚರಿಕೆಯನ್ನು ತೆಗೆದುಕೊಂಡಿದೆ.

iv. 31.03.2011ರಂದು ಮುಕ್ತಾಯಗೊಂಡ ವಾರ್ಷಿಕ ಲೆಕ್ಕ ಪತ್ರಗಳನ್ನು "ಪ್ರಚಲಿತ ಸಂಸ್ಥೆ" ಮಾದರಿಯಂತೆ ತಯಾರಿಸಲಾಗಿದೆ.

ಶಾಸನಬದ್ಧ ಪ್ರಕಟಣೆ

ನಿಮ್ಮ ಬ್ಯಾಂಕಿನ ವ್ಯವಹಾರ ಸ್ವರೂಪಕ್ಕನುಗುಣವಾಗಿ, ಶಕ್ತಿ ಸಂಪನ್ಮೂಲ ರಕ್ಷಣೆ ಮತ್ತು ತಂತ್ರಜ್ಞಾನ ಅಳವಡಿಕೆಗೆ ಸಂಬಂಧಿಸಿದ ಕಂಪನಿ ಕಾಯಿದೆ 1956, ವಿಭಾಗ 217 (1) (ಇ) ನಿಮ್ಮ ಬ್ಯಾಂಕಿಗೆ ಅನ್ವಯಿಸುವುದಿಲ್ಲ. ಏನಿದ್ದರೂ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ತನ್ನ ವ್ಯವಹಾರಗಳಲ್ಲಿ ಮಾಹಿತಿ ತಂತ್ರಜ್ಞಾನವನ್ನು ವಿಸ್ತೃತವಾಗಿ ಉಪಯೋಗಿಸುತ್ತಿದೆ.

ಕಂಪನಿ ಕಾಯಿದೆ 1956ರ ವಿಭಾಗ (2ಎ) ಹಾಗೂ ಕಂಪನಿಗಳ (ಸಿಬ್ಬಂದಿ ವಿವರ) ವಿಧಿ 1975ರ ನಿಯಮಾನುಸಾರ ಬಹಿರಂಗಪಡಿಸಬೇಕಾದ ಮಾಹಿತಿ ಏನೂ ಇರುವುದಿಲ್ಲ. ಮಾರ್ಚ್ 31, 2011 ವರ್ಷಾಂತ್ಯಕ್ಕೆ ಮೇಲ್ಕಾಣಿಸಿದ ಕಾಯಿದೆ ಅನುಸಾರವಾಗಿ ಯಾವೂಬ್ಬ ಸಿಬ್ಬಂದಿಯೂ ಬಹಿರಂಗಪಡಿಸಬೇಕಾದಷ್ಟು ಮೊತ್ತದ ವೇತನವನ್ನು ಪಡೆದಿರುವುದಿಲ್ಲ.

ಸಾಮಾಜಿಕ ಉಪಕ್ರಮ

ಜವಾಬ್ದಾರಿಯುತ ಸಾಂಸ್ಥಿಕ ನಾಗರಿಕನಾಗಿ, ನಿಮ್ಮ ಬ್ಯಾಂಕು ಆತ್ಮನೃತ ಸಾಮಾಜಿಕ ಕಳಕಳಿಯನ್ನು ಮೆರೆದಿದ್ದು, ಸಾಮಾಜಿಕ, ಸಾಂಸ್ಕೃತಿಕ, ಶೈಕ್ಷಣಿಕ ಚಟುವಟಿಕೆಗಳಿಗೆ ಉತ್ತಮ ಪ್ರೋತ್ಸಾಹ ನೀಡುತ್ತಾ, ತನ್ಮೂಲಕ ಜನಪದೀಯರ ಬದುಕಿನ ಗುಣಮಟ್ಟದ ಔನ್ನತ್ಯಕ್ಕೆ ಕಾಲದಿಂದ ಕಾಲಕ್ಕೆ ಸ್ಪಂದಿಸುತ್ತಾ ಬಂದಿದೆ. ಸಮಾಜದ ಒಂದು ಭಾಗವೇ "ತಾನು" ಎನ್ನುವುದನ್ನು ನಿಮ್ಮ ಬ್ಯಾಂಕು ದೃಢವಾಗಿ ನಂಬಿದ್ದು, ಸಮಾಜದ ಸರ್ವಾಂಗೀಣ ಅಭಿವೃದ್ಧಿಯೇ, ಬ್ಯಾಂಕಿನ ಸರ್ವಾಂಗೀಣ ಅಭಿವೃದ್ಧಿಗೆ ಪೂರಕವಾಗುತ್ತದೆ ಎನ್ನುವ ನಿಲುವನ್ನು ಹೊಂದಿದೆ.

ಆರ್ಥಿಕ ಒಳಗೊಳ್ಳುವಿಕೆ

ಆರ್ಥಿಕ ಒಳಗೊಳ್ಳುವಿಕೆ ಎಂದರೆ ಸಂಪೂರ್ಣಮಟ್ಟದ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆಯನ್ನು ಕೈಗೆಟುಕುವ ವೆಚ್ಚದಲ್ಲಿ ಕಡಿಮೆ ಆದಾಯದ ಗುಂಪಿಗೆ, ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆಯನ್ನು ಪಡೆಯುವಷ್ಟು ಸ್ಥಿತಿ ಇಲ್ಲದವರಿಗೆ ನೀಡುವುದೇ ಆಗಿದೆ.

ಆರ್ಥಿಕ ಸಂಸ್ಥೆಗಳ ಸೇವೆಯನ್ನು, ಬೆಂಬಲವನ್ನು ಪಡೆಯಲಾಗದೇ, ಸ್ಥಳೀಯ ಲೇವಾದೇವಿಗಾರರಿಗೆ ಇವರು ಬಲಿಯಾಗುತ್ತಾರೆ. ಅವರನ್ನು ಲೇವಾದೇವಿಗಾರರ ಬಿಗುಹಸ್ತದಿಂದ ಬಿಡಿಸುವುದೇ ಈ ಯೋಜನೆಯ ಉದ್ದೇಶವಾಗಿದೆ. ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕು ಇವರಿಗಾಗಿಯೇ ಕೆವೈಸಿ ನಿಯಮಾವಳಿಯನ್ನು ಸರಳೀಕರಿಸಿ "ನೋಫ್ರಿಲ್ಸ್" ಉಳಿತಾಯ ಖಾತೆಗಳನ್ನು ತೆರೆಯಲು ಅನುವು ಮಾಡಿಕೊಟ್ಟಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕಿಗೆ ವಿವಿಧ ರಾಜ್ಯಗಳಲ್ಲಿರುವ 81 ಹಳ್ಳಿಗಳು ಹಂಚಿಕೆಯಾಗಿದ್ದು, ಆ ಹಳ್ಳಿಯ ಮೂಲೆ ಮೂಲೆಗೂ ಆಧುನಿಕ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವಾಸವಲತ್ತು ತಲುಪಲು "ಮಾಹಿತಿ ಮತ್ತು ಸಂಪರ್ಕ ತಂತ್ರಜ್ಞಾನ" ಬಳಕೆಯಾಗಲಿದ್ದು, "ಬ್ಯೂಸಿನೆಸ್ ಕರೆಸ್ಪಾಂಡೆಂಟ್ ಮಾಡೆಲ್" ಅಥವಾ "ಬ್ರಿಕ್ ಆಂಡ್ ಮೋರ್ಟರ್" ಎಂದು ಕರೆಯಲ್ಪಡುವ ಶಾಖೆಗಳ ಪ್ರತಿನಿಧಿಗಳು, 2000ಕ್ಕೂ ಹೆಚ್ಚು ಮಂದಿ ಇರುವ ಕುಗ್ರಾಮಗಳ ಮನೆ ಮನೆ ಬಾಗಿಲಿಗೆ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆ ನೀಡಲಿದ್ದಾರೆ.

ಬ್ಯಾಂಕಿನಿಂದ ಏನೆಲ್ಲಾ ಆರ್ಥಿಕ ಸೇವೆ, ಸವಲತ್ತು ದೊರಕಬಲ್ಲುದು ಅನ್ನುವ ತಿಳುವಳಿಕೆ, ಜ್ಞಾನ, ಶ್ರೀಸಾಮಾನ್ಯನಿಗೆ, ಸಮಾಜದ ನಿಮ್ಮತಿನಿಮ್ಮ ಜನಸಮುದಾಯದಲ್ಲೂ ಒಂದು ಅರಿವು ಮೂಡಿಸುವ ದೃಷ್ಟಿಕೋನವನ್ನು ಈ ಯೋಜನೆ ಹೊಂದಿದ್ದು, ತನ್ಮೂಲಕ ಕ್ರಮೇಣ ಜನಸಾಮಾನ್ಯರಲ್ಲಿ ಹಣಕಾಸಿನ ಬಗ್ಗೆ ಜ್ಞಾನ, ಆರ್ಥಿಕ ಸಾಕ್ಷರತೆಯನ್ನು ತನ್ನ ಸೇವಾ ವ್ಯಾಪ್ತಿಯ ಮಿತಿಯಲ್ಲಿ ಬ್ಯಾಂಕ್ ಶಾಖೆಗಳು ಮಾಡುವುದೇ ಆಗಿದೆ.

Your Bank has launched the first two mobile van FIRC units in Hassan and Chikmagalur Districts on 31.03.2011 in order to cover the 330 service area village of bank branches in these districts. Further, in order to educate the people in rural and urban areas regarding various financial products and services available from the formal financial sector, to provide financial counseling services regarding responsible borrowing and debt counseling and restructuring, your Bank has joined hands with other banks in setting up of Financial Literacy and Credit Counseling Centers (FLCCs).

Further, your Bank has joined as a Trustee of the Karnataka Farmers Resource Center (KFRC) set up by State Level Bankers Committee (SLBC), Karnataka at Bagalkot, Karnataka, to serve as a resource centre for providing bridging services to the farmers to develop managerial capacity of farmers, coordinating the services of various service providers to provide training, consultancy, counseling and reference services.

Your Bank is also participating in the pilot project of the Govt. of Karnataka for Bio-Metric Smart Card based payment system (Electronic Benefit Transfer) for National Rural Employment Guarantee Scheme (NREGS) and Social Security Pension (SSP) beneficiaries, covering Bellary, Chitradurga, Yadgir and Gulbarga Districts in Karnataka. Your Bank is also taking part in the national level awareness campaign on Financial Inclusion - 'SWABHIMAN' targeting people covered under the Financial Inclusion Action Plan, by way of print and electronic media.

ACKNOWLEDGEMENTS

Your Directors would like to place on record their sincere gratitude to the Reserve Bank of India, other government and regulatory authorities, financial institutions and correspondent banks for their continued guidance and support. Your directors also place on record their gratitude to the Bank's shareholders, depositors and other customers for their continued support, patronage and goodwill. Your directors express their deep sense of appreciation to the employees, for their contribution in your Bank's quest for sustained growth and profitability and look forward to their continued contribution in scaling greater heights.

For and on behalf of the Board of Directors

Place: Mangalore
Date: 23rd May, 2011

Ananthakrishna
Chairman

ನಿಮ್ಮ ಬ್ಯಾಂಕು 31.03.2012ರ ಒಳಗೆ 909 ಸೇವಾ ವ್ಯಾಪ್ತಿಯ ಹಳ್ಳಿಗಳಿಗೆ "ಆರ್ಥಿಕ ಒಳಗೊಳ್ಳುವಿಕೆ" ಯೋಜನೆಯನ್ವಯ ಸೇವೆಯನ್ನು ವಿಸ್ತರಿಸಿದ್ದು ಆ ನಿಟ್ಟಿನಲ್ಲಿ "ಫೈನಾನ್ಸಿಯಲ್ ಇನ್‌ಕ್ಯೂಷನ್ ರಿಸೋರ್ಸ್ ಸೆಂಟರ್" ಹಾಗೂ "ಮೊಬೈಲ್ ವ್ಯಾನ್ ಮಾಡೆಲ್"ಗಳನ್ನು ಪ್ರಾರಂಭಿಸಲಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ಈಗಾಗಲೇ ಮೊದಲ ಎರಡು ಮೊಬೈಲ್ ವ್ಯಾನ್ ಯೂನಿಟ್‌ಗಳನ್ನು ಹಾಸನ ಮತ್ತು ಚಿಕ್ಕಮಗಳೂರು ಜಿಲ್ಲೆಗಳಲ್ಲಿ 31.03.2011ರಂದು ಪ್ರಾರಂಭಿಸಿದೆ. ಈ ಜಿಲ್ಲೆಗಳ 330 ಸೇವಾ ವ್ಯಾಪ್ತಿಯ ಹಳ್ಳಿಗಳು ಬ್ಯಾಂಕಿಂಗ್ ತೆಕ್ಕೆಗೆ ಬಂದಿವೆ. ಅಲ್ಲದೇ, ಜನಸಾಮಾನ್ಯರಲ್ಲಿ ಆರ್ಥಿಕ ಜ್ಞಾನ ಮೂಡಿಸಲು ಹಳ್ಳಿ ಮತ್ತು ಪಟ್ಟಣ ವ್ಯಾಪ್ತಿಯಲ್ಲಿ ಅರಿವು ಮೂಡಿಸಲು, ಆರ್ಥಿಕ ಸಂಸ್ಥೆಗಳಿಂದ ಏನಲ್ಲಾ ಆರ್ಥಿಕ ಉತ್ಪನ್ನ ದೊರಕುತ್ತದೆ, ಏನಲ್ಲಾ ಸೇವೆ ಸಿಗಬಲ್ಲದು ಎನ್ನುವ ಬಗೆಗೂ, ಆರ್ಥಿಕ ಸಮಾಲೋಚನೆ ಸೇವೆ, ಮುಂಗಡ ಉತ್ತರದಾಯಿತ್ವಕ್ಕಿ, ಋಣ ಬಾಕಿ ಅರಿವು ಮತ್ತು ಸಾಲ ಮರುಪಾವತಿಗೆ ಸುಲಭ ಕಂತುಗಳ ಪುನರಾವಕಾಶ ಕಲ್ಪಿಸುವುದು ಹೀಗೆ ಸಮಗ್ರ ಅರಿವು ಮೂಡಿಸಲು "ಫೈನಾನ್ಸಿಯಲ್ ಲಿಟರಸಿ ಆಂಡ್ ಕ್ರೆಡಿಟ್ ಕೌನ್ಸಿಲಿಂಗ್ ಸೆಂಟರ್" ಎನ್ನುವ ಹೆಸರಿನಲ್ಲಿ ಈಗಾಗಲೇ ಪ್ರಾರಂಭವಾದ ಬ್ಯಾಂಕುಗಳ ಒಕ್ಕೂಟದ ಸಂಸ್ಥೆಯೊಂದಿಗೆ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಕೈ ಜೋಡಿಸಿದೆ.

"ಕರ್ನಾಟಕ ಫಾರ್ಮರ್ಸ್ ರಿಸೋರ್ಸ್ ಸೆಂಟರ್" ಅನ್ನುವ ಹೆಸರಿನಲ್ಲಿ ಕರ್ನಾಟಕದ ಬಾಗಲಕೋಟೆಯಲ್ಲಿ, "ಸ್ಟೇಟ್ ಲೆವೆಲ್ ಬ್ಯಾಂಕರ್ಸ್ ಕಮಿಟಿ"ಯ ನೆರವಿನಿಂದ ಪ್ರಾರಂಭಿಸಲ್ಪಟ್ಟ ಸಂಸ್ಥೆಗೆ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಟ್ರಸ್ಟಿಯಾಗಿ ಸೇರ್ಪಡೆಗೊಂಡಿದೆ. ಈ ಸಂಸ್ಥೆಯು ರೈತರಿಗೆ ಮಾರ್ಗದರ್ಶಿಯಾಗಿ ಅವರಲ್ಲಿ ವ್ಯವಸ್ಥಾಪನಾ ಕೌಶಲ್ಯವನ್ನು ಬೆಳೆಸುವ ನಿಟ್ಟಿನಲ್ಲಿ ಕೆಲಸ ಮಾಡುತ್ತಾ ಬ್ಯಾಂಕಿಂಗ್ ಸೇವೆಯ ವಿಸ್ತೃತ ಮಾಹಿತಿ, ತರಬೇತಿ, ಸಮಾಲೋಚನೆ ಹೀಗೆ ನಾನಾ ರೀತಿಯ ಸೇವೆಯನ್ನು ನೀಡತೊಡಗಿದೆ.

ಕರ್ನಾಟಕದ ಜಿಲ್ಲೆಗಳಾದ ಬಳ್ಳಾರಿ, ಚಿತ್ರದುರ್ಗ, ಯಾದಗೇರಿ ಮತ್ತು ಗುಲ್ಬರ್ಗಾಗಳಲ್ಲಿ ಕರ್ನಾಟಕ ಸರ್ಕಾರದ "ಬಯೋ-ಮೆಟ್ರಿಕ್ ಸ್ಮಾರ್ಟ್ ಕಾರ್ಡ್" ಆಧಾರಿತ ಪಾವತಿ ವ್ಯವಸ್ಥೆ (ವಿದ್ಯುನ್ಮಾನ ಫಲ ವರ್ಗಾವಣೆ)ಯು "ನ್ಯಾಷನಲ್ ರೂರಲ್ ಎಂಪ್ಲಾಯ್‌ಮೆಂಟ್ ಜನರೇಶನ್ ಸ್ಕೀಮ್" ಮತ್ತು "ಸೋಶಿಯಲ್ ಸೆಕ್ಯೂರಿಟಿ ಪೆನ್ಶನ್" ಫಲಾನುಭವಿಗಳಿಗೆ ಅತ್ಯಂತ ಉಪಯುಕ್ತವಾಗಿದೆ.

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಸರ್ಕಾರದ ಈ ಮಹತ್ವಾಕಾಂಕ್ಷಿ "ಫೈಲೆಟ್ ಪ್ರಾಜೆಕ್ಟ್" ಯೋಜನೆಯಲ್ಲಿ ನಿಮ್ಮ ಬ್ಯಾಂಕು ಸಹಭಾಗಿರಾಗಿದೆ. ನಿಮ್ಮ ಬ್ಯಾಂಕು ರಾಷ್ಟ್ರಮಟ್ಟದ "ಆರ್ಥಿಕ ಒಳಗೊಳ್ಳುವಿಕೆ" ಬಗೆಗಿನ ಅರಿವು ಮೂಡಿಸುವ "ಸ್ವಾಭಿಮಾನ" ಎನ್ನುವ ಅಭಿಯಾನದಲ್ಲೂ ಸಹಭಾಗಿರಾಗಿದೆ. ಈ "ಫೈನಾನ್ಸಿಯಲ್ ಇನ್‌ಕ್ಯೂಷನ್ ಆಕ್ಷನ್ ಪ್ಲಾನ್" ಜನಸಾಮಾನ್ಯರಲ್ಲಿ ಅರಿವು ಮೂಡಿಸುವತ್ತೆ, ಆಕ್ಷರ ಮತ್ತು ವಿದ್ಯುನ್ಮಾನ ಮಾಧ್ಯಮಗಳ ಮೂಲಕ ಕಾರ್ಯವೆಸಗುತ್ತಿದೆ.

ಕೃತಜ್ಞತೆಗಳು

ನಿಮ್ಮ ನಿರ್ದೇಶಕರು, ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕಿನ, ಇತರ ಸರಕಾರಿ ನಿಯಂತ್ರಣ ಪ್ರಾಧಿಕಾರದ, ಆರ್ಥಿಕ ಸಂಸ್ಥೆಗಳ, ಸಹಭಾಗಿ ಬ್ಯಾಂಕುಗಳ ನಿರಂತರ ಮಾರ್ಗದರ್ಶನ ಮತ್ತು ಬೆಂಬಲಗಳಿಗಾಗಿ ತಮ್ಮ ಹೃತ್ಪೂರ್ವಕ ಕೃತಜ್ಞತೆಗಳನ್ನು ದಾಖಲಿಸಲು ಇಚ್ಛಿಸುತ್ತಾರೆ. ಬ್ಯಾಂಕಿನ ಶೇರುದಾರರ, ಠೇವಣಿದಾರರ ಮತ್ತು ಗ್ರಾಹಕರ ನಿರಂತರ ಬೆಂಬಲ, ಸಹಕಾರ ಮತ್ತು ನಂಬಿಕೆಗಳಿಗಾಗಿ ನಿಮ್ಮ ನಿರ್ದೇಶಕರು ಚಿರಋಣಿಗಳಾಗಿದ್ದಾರೆ. ಬ್ಯಾಂಕಿನ ಎಲ್ಲಾ ಸ್ವರದ ಸಿಬಂದಿ ವರ್ಗದವರು ನೀಡಿದ ಸಕ್ರಿಯ ಬೆಂಬಲ ಮತ್ತು ಸಹಕಾರಕ್ಕಾಗಿ, ಬ್ಯಾಂಕಿನ ನಿರಂತರ ಪ್ರಗತಿ ಮತ್ತು ಆದಾಯಕ್ಕಾಗಿ ನಿಮ್ಮ ನಿರ್ದೇಶಕರು ಹೃತ್ಪೂರ್ವಕ ಮೆಚ್ಚುಗೆಯನ್ನು ದಾಖಲಿಸುತ್ತಾ ಮತ್ತು ಮುಂಬರುವ ದಿನಗಳಲ್ಲಿ ಬ್ಯಾಂಕನ್ನು ಹೊಸ ಎತ್ತರಕ್ಕೆ ಕೊಂಡೊಯ್ಯುವಲ್ಲಿ ಇವರೆಲ್ಲರ ನಿರಂತರ ಸಹಕಾರವನ್ನು ನಿರೀಕ್ಷಿಸುತ್ತಾರೆ.

ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ಪರವಾಗಿ ಮತ್ತು ಅಪ್ಪಣೆಯೊಂದಿಗೆ

ಸ್ಥಳ: ಮಂಗಳೂರು
ದಿನಾಂಕ: 23 ಮೇ, 2011

ಅನಂತಕೃಷ್ಣ
ಅಧ್ಯಕ್ಷರು

ANNEXURES FORMING PART OF DIRECTORS REPORT

Annexure I

Disclosure in respect of Employees Stock Options Scheme pursuant to SEBI ((Employees Stock Options Scheme and Employees Stock Purchase Scheme) Guidelines 1999.

In the year 2006, shareholders of the Bank had approved a stock options scheme to be implemented in the Bank. Under the Scheme a total of 15,00,000 stock options were available for grant. The ESOP Committee of the Board administers the scheme in the Bank. The Bank is yet to implement the second stock options scheme as approved by the shareholders at the Annual General Meeting held on August 8, 2009.

The status of the options outstanding under the Employees Stock Options Scheme ESOS- 2006) as at March 31, 2011 is as under:

Total grants authorized under the Scheme	15,00,000 Shares		
	Series 1	Series 2	Series 3
Number of Options outstanding at the beginning of the year	507670	5230	420260
Number of Options granted during the year	Nil	Nil	Nil
Pricing formula-before rights issue	₹ 50 per option/share	₹ 50 per share/option	₹ 50 per share/option
-After adjustments for the rights issue	₹ 46.20 per option/share	₹ 46.20 per option/share	₹ 46.20 per option/share
Number of Options vested during the year	259110	2310	146825
Number of Options exercised during the year	275480	3070	167165
Total Number of shares arising as a result of exercise of options during the year	275480	3070	167165
Options lapsed / forfeited / cancelled (nos)	10100	320	690
Variation of terms of options	Nil	Nil	Nil
Money realized by exercise of options, including premium	13774000	153500	8358250
Total Number of Options in force as on March 31, 2011			
- Before Rights	222090	1840	252405
- After Rights	240461	1992	273284
Grant to senior Managerial personnel during the year	Nil	Nil	Nil
Employees receiving 5 per cent or more of the total number of options granted during the year ended March 2011	Nil	Nil	Nil
Employees granted options equal to or exceeding 1 per cent of the issued capital	Nil	Nil	Nil

a) The Bank follows the intrinsic value method for valuing the stock options. Intrinsic value is the amount by which the quoted market price of the underlying share exceeds the exercise price of the option. The difference between Employee Compensation cost computed based on such intrinsic value and employee Compensation cost that shall have been recognized if fair value of options had been used is explained below.

SI No	Particulars	Amount in ₹
1	Intrinsic value	12161015
2	Cost as per Black Scholes model	12075476
	Excess charged	(85539)

There is no adverse impact on profit and earnings per share (EPS)

b) The Bank has used Black Scholes Model to calculate a theoretical call price (ignoring the dividend paid during the life of the options) using five determinants of an options price: Stock price, strike price, volatility, time to expiration and short term (risk free) interest rate. Significant assumptions made to estimate the fair value of options are as under:

SI No	Particulars	Series 1	Series 2	Series 3
1	Risk free interest rate	7.34% to 7.42%	7.34% to 7.42%	7.40% to 7.47%
2	Expected life (excluding grant period of one year)	3 years	3 years	3 years
3	Expected volatility	18%	17.30%	20.78%
4	Expected dividend	35%	35%	50%
5	Price of the underlying share at the time of grant of options	₹ 173	₹ 240.35	₹ 141.15

ANNEXURE II

DISCLOSURE UNDER THE NEW CAPITAL ADEQUACY FRAMEWORK (BASEL II GUIDELINES) FOR THE YEAR ENDED 31ST MARCH 2011

1. SCOPE OF APPLICATION

The Karnataka Bank Limited is a premier private sector bank which was incorporated on February 18th 1924 at Mangalore. The Bank does not have any subsidiary/Associate companies under its Management.

The Bank presently is not involved in insurance business. However, it has entered in to a Joint venture agreement and holds equity investments to the extent of 15 per cent in M/s Universal Sompoo General Insurance Company Limited. The financials of the joint venture company are not considered for the balance sheet of the Bank. The investment in the joint venture is not deducted from the capital funds of the Bank but is assigned risk weights as an investment.

2. CAPITAL STRUCTURE

	Particulars	No of equity Shares	Face value per share (₹)	Amount (₹ in crore)
1	Authorised Capital	200000000	10	200.00
2	Issued Capital	188215600	10	188.22
3	Subscribed Capital	188207202	10	188.21
4	Called up/Paid up Capital	188190652	10	188.20

The Bank's shares are listed on the National Stock Exchange of India Ltd and Bombay Stock Exchange Ltd., Mumbai.

Pursuant to the Rights issue in the ratio of 2:5, the Bank has allotted 5,37,68,615 equity shares of ₹ 10/- each during the year, at a premium of ₹ 75/- per share aggregating to ₹ 457.03 crore. In accordance with the provisions of section 78(2) (c) of the Company's Act 1956 and as provided under the Letter of Offer dated February 18,2010 the expenses incurred in this connection, aggregating to ₹ 3.15 crore have been charged off to the share premium account.

During the year the Bank has allotted 4,45,715 equity shares to employees under it's Employee Stock Option Scheme.

The Bank had also raised Tier II capital (Subordinated Debt)of aggregate value of ₹ 350.00 crore outstanding as on 31st March, 2011, as per the details given below:

Date of allotment	Date of redemption	Rate of interest	Amount (₹ in crore)
30-06-2007	30-06-2017	10.50%	120.50
29-03-2008	29-03-2018	10.25%	29.50
27-09-2008	27-09-2018	11.25%	200.00
TOTAL			350.00

Breakup of Capital Funds

The Tier I Capital of the Bank comprises of (₹ in crore)

1	Paid up Capital (including forfeited shares)	188.20
2	Reserves	2227.67
	Total	2415.87

The Tier II Capital of the Bank comprises of (₹ in crore)

1	Undisclosed reserves	12.65
2	General Provisions and Loss Reserves	79.52
3	Subordinated debts eligible for inclusion in Lower Tier 2 Capital	350.00
	Total	442.17

The Total eligible capital comprises of (₹ in crore)

1	Tier I Capital	2415.87
2	Tier II Capital	442.17
	Total	2858.04

An assessment of the capital requirement of the Bank is carried out through comprehensive projections of future business that takes cognizance of the strategic intent of the Bank, profitability of particular business and opportunities for growth. The proper mapping of credit, operational and market risks to this projected business growth enables assignment of capital that not only adequately covers the minimum regulatory capital requirements but also provides headroom for growth. The calibration of risk to business is enabled by a strong risk culture in the Bank aided by effective, technology based risk management systems.

A summary of the Bank's capital requirement under Basel II for credit, market and operational risk and the capital adequacy ratio is detailed below.

(₹ in crore)

A	Capital requirement for Credit Risk	
	-Portfolios subject to Standardized approach	1726.18
	-Securitization exposures	0.00
B	Capital requirement for Market Risk	
	Standardized duration approach	102.60
	-Interest Rate Risk	67.28
	-Foreign Exchange Risk	2.16
	-Equity Risk	33.16
C	Capital requirement for Operational Risk	
	-Basic Indicator approach	101.02
D	Total Capital requirement	1929.80
E	Total Capital Funds of the Bank	2859.18
F	Total Risk Weighted Assets	21442.34
G	Capital Adequacy Ratio of the Bank (%)	13.33
H	Tier I CRAR (%)	11.27
I	Tier II CRAR (%)	2.06

3. RISK MANAGEMENT: OBJECTIVES AND ORGANIZATION STRUCTURE

The various risks taken by the Bank during the course of the business development are identified, measured, controlled, monitored and reported effectively. The key components of the Bank's risk management rely on the risk governance architecture, comprehensive processes and internal control mechanism. The Bank's risk governance architecture focuses attention on key areas of risk such as credit, market and operational risk and quantification of these risks wherever possible for effective and continuous monitoring.

a. Objectives and Policies

The Bank's risk management processes are guided by well-defined policies appropriate for various risk categories, independent risk oversight and periodic monitoring through the sub-committees of the Board of Directors. The Bank has a well documented 'Risk Management Policy', duly approved by the Board, in place. The Board sets the overall risk appetite and philosophy for the Bank. The Board of Directors, the Integrated Risk Management and the Audit Committees of the Board review various aspects of risk arising from the businesses of the Bank.

b. Structure and Organization

The Bank has a risk management system that is centralized with a three track committee approach. The committees are Credit Policy Committee (CPC), Asset Liability Management Committee (ALCO) and Operational

Risk Management Committee (ORMC). An Integrated Risk Management Committee (IRMC) evaluates the overall risk factors faced by the bank and directly reports to the Board of Directors.

The Credit Policy Committee deals with credit policies and procedures. The Asset Liability Management Committee deals with Asset Liability Management (ALM) and Investment Policy of the Bank and The Operational Risk Management Committee formulates policies and procedures for managing operational risk.

4. CREDIT RISK MANAGEMENT

The Bank has developed an online comprehensive risk rating system for all borrower accounts with aggregate fund based exposures of ₹ 25.00 lakh and above or aggregate non-fund based exposure of ₹ 200 lakhs and above, irrespective of the amount of fund based exposure. The rating serves as a single point indicator of diverse risk factors of counter-party and for taking credit decisions. The risk rating system is drawn up in a structured manner, incorporating different factors such as borrower specific characteristics, industry specific characteristics etc. The Bank also undertakes periodic validation exercise of its rating models and also conducts migration and default rate analysis to test robustness of its rating models.

The Bank has formulated a comprehensive Loan Policy by incorporating various parameters and prudential limits to manage and control default, transaction and intrinsic/concentration risk. The credit exposures are taken after subjecting the proposals to analysis of various risk factors such as financial risk, industry risk, management risk, business risk, transaction risk etc.

The Bank analyses the migration of borrowers in various risk rating categories to gauge the quality of the loan portfolio. In addition to the above, the Bank also conducts periodical review of the loan assets to ascertain conduct of the accounts. The Bank conducts periodical credit audit and stock audit of large credit exposures to limit the magnitude of credit risk and interest rate risk.

Credit sanction and related processes

Know Your Customer concept is a leading principle for all business activities of the Bank.

1. Sound credit approval process with well laid credit sanctioning criteria is in place.
2. The acceptability of credit exposure is primarily based on the sustainability and adequacy of borrower's normal business operations and not based solely on the availability of security.
3. Portfolio level risk analysis and reporting to ensure optimal spread of risk across various rating classes to prevent undue risk concentration across any particular industry segments and monitor credit risk migration.
4. Sector specific studies are periodically undertaken to highlight risk and opportunities in those sectors.
5. Rating linked exposure norms have been adopted by the Bank.
6. Industry-wise exposure ceilings are based on the industry performance, prospects and the competitiveness of the sector.
7. Separate risk limits are set out for credit portfolios like advances to NBFC and unsecured loans that require special monitoring.

Review and Monitoring

1. All credit exposures, once approved, are monitored and reviewed periodically against the approved limits. Borrowers with lower credit rating are subject to more frequent reviews.
2. Credit monitoring involves independent review of credit risk assessment, compliance with internal policies of the Bank and with the regulatory framework, compliance of sanction terms and conditions and effectiveness of loan administration.
3. Customers with emerging credit problems are identified early and classified accordingly. Remedial action is initiated promptly to minimize the potential loss to the Bank.

Concentration Risk

The Bank controls concentration risk by means of appropriate structural limits and borrower limits based on creditworthiness. These include:

Large exposures to individual clients or group

The Bank has individual borrower-wise exposure ceilings based on the internal rating of the borrower as well as group-wise borrowing limits. The Bank monitors the level of credit risk (Low/Moderate/High/Very High) and direction of change in credit risk (increasing /decreasing/ stable) at the portfolio level. The Bank is capturing the concentration risk by monitoring the geographical exposure.

Geographic Concentration

(₹ in crore)

SI No	State/Union Territory	Fund Based	Non Fund Based	Total
1	Andhra Pradesh	1605.56	339.02	1944.58
2	Assam	22.54	7.66	30.20
3	Bihar	5.11	0	5.11
4	Chandigarh	38.23	6.83	45.06
5	Chhattisgarh	145.71	15.37	161.08
6	Delhi	2229.72	302.17	2531.89
7	Goa	93.08	15.15	108.23
8	Gujarat	218.37	20.9	239.27
9	Haryana	501.79	193.08	694.87
10	Jharkhand	15.69	1.42	17.11
11	Karnataka	5908.28	601.71	6509.99
12	Kerala	141.6	2.61	144.21
13	Madhya Pradesh	123.53	4.17	127.70
14	Maharashtra	2781.98	561.91	3343.89
15	Orissa	358.18	39.74	397.92
16	Pondicherry	16.47	0.49	16.96
17	Punjab	223.62	24.39	248.01
18	Rajasthan	587.55	14.92	602.47
19	Tamil Nadu	1802.6	166.49	1969.09
20	Uttar Pradesh	275.94	60.65	336.59
21	Uttarakhand	17.34	0.66	18.00
22	West Bengal	583.14	77.67	660.81
	TOTAL GROSS BANK CREDIT	17696.03	2457.01	20153.04

While determining the level and direction of credit risk, parameters like percentage of low- risk credit (investment grade and above) to credit risk exposure and migration from investment to non-investment grade (quantum as percentage of credit risk exposure) are also considered. The Bank also monitors the rating-wise distribution of its borrowers.

Exposure to Industries

Industry analysis plays an important part in assessing the concentration risk within the loan portfolio. Particular attention is given to industry sectors where the Bank believes that there is a high degree of risk or potential for volatility in the future. The Bank has fixed internal limits for aggregate commitments to different sectors so that the exposures are evenly spread over various sectors.

The credit policy deals with short term as well as long term approach to credit risk management. The policy of the Bank embodies in itself the areas of risk identification, risk measurement, risk grading techniques, reporting and risk control systems /mitigation techniques, documentation practice and the system for management of problematic loans.

Disclosure for portfolios subject to the standardized approach

Large corporate borrowers and public sector enterprises are being encouraged to solicit ratings from approved external rating agencies and wherever such ratings are available the bank will use the same in calculation of risk weighted assets. The Bank has approved 4 domestic credit rating agencies identified by RBI i.e CRISIL, CARE, FITCH India and ICRA. The ratings available in public domain are mapped according to risk profile and specific risk characteristics of each rating grade of respective agencies as envisaged in RBI guidelines.

The credit exposure [fund based & non fund based] after risk mitigation (subject to the standardized Approach) in different risk buckets are as under:

b) Other Exposures

(₹ in crore)

SI No	Risk weight	Exposure Outstanding
1	Below 100%	5322.56
2	100%	9623.67
3	More than 100%	2046.79
	Total	16993.02

Credit Risk Mitigation: Disclosures for Standardized Approach

As stipulated by the RBI guidelines, the Bank uses the comprehensive approach for collateral valuation. Under this approach, the Bank reduces its credit exposure to counterparty when calculating its capital requirements to the extent of risk mitigation provided by the eligible financial collateral as specified in the Basel II guidelines.

Types of eligible financial collaterals / Guarantors:

The Bank recognizes only specified types of financial collateral and guarantees (counter-guarantors) for providing capital relief in line with Basel II guidelines on credit risk mitigation.

This includes cash, Bank's own deposits, gold (including bullion and jewellery, subject to collateralized jewellery being notionally converted/benchmarked to 99.99 per cent purity), securities issued by the Central and State Governments, Kisan Vikas Patras, National Savings certificates, life insurance policies with a declared surrender value which is regulated by IRDA, certain debt securities rated by a recognized credit rating agency, certain debt securities not rated but issued by banks and listed on a recognized exchange and are classified as senior debt, certain mutual fund units where daily Net Assets Value (NAV) is available in public domain.

In addition to the above, in the case of NPA accounts, the following collaterals are considered, as stipulated by the RBI under Basel II guidelines:

- (i) Land and building which are valued by an expert valuer and where the valuation is not more than three years old and
- (ii) Plant and machinery in good working condition at a value not higher than the depreciated value as reflected in the audited balance sheet of the borrower, which is not older than eighteen months.

Eligible Guarantors (counter-guarantors):

Credit protection given by the following entities will be recognized:

- (i) Sovereigns, sovereign entities (including BIS, IMF, European Central Bank and European Community as well as those MDBs, ECGC and CGTSL), banks and primary dealers with a lower risk weight than the counterparty;
- (ii) Other entities rated AA (-) or better. This would include guarantee cover provided by parent, subsidiary and affiliate companies when they have a lower risk weight than the obligor. The rating of the guarantor should be an entity rating which has factored in all the liabilities and commitments (including guarantees) of the entity.

The extent of total credit exposure (under the standardized approach) covered by eligible financial collaterals after application of haircuts are furnished below:

(₹ in crore)

Eligible financial collaterals after haircuts	2341.33
Eligible guarantors	814.16

Definition of Non-Performing Assets

Bank has adopted the definition of the 'past due' and 'impaired' (for accounting purposes) as defined by the regulator for income recognition and asset classification norms.

Exposures

A. Total gross credit exposure including geographic distribution of exposure

(₹ in crore)

	Domestic	Overseas	Total
Fund Based	17696.03	0	17696.03
Non Fund based	2457.01	0	2457.01
Total	20153.04	0	20153.04

B. Distribution of Credit Exposure by Industry Sector

(₹ in crore)

SI No	INDUSTRY CLASSIFICATION	FUND BASED	NON FUNDED
1	Coal and Mining	102.09	26.62
2	Iron and Steel	291.16	56.29
3	Metal and Metal Products	90.42	10.42
4	Other Engineering	327.76	155.09
5	Wood Based Industries	57.72	49.24
6	Electronics	33.13	2.15
7	Cotton Textile	667.07	73.57
8	Jute Textile	3.53	0.00
9	Other Textiles	595.25	51.59
10	Tea Industry	31.69	0.27
11	Kandasari and Sugar	28.97	1.02
12	Vegetable Oil	8.41	0.00
13	Tobbaco and Tobbaco Products	0.39	0.00
14	Paper and Paper Products	148.58	32.67
15	Rubber and Rubber Products	10.23	2.92
16	Plastic and Plastic Products	186.51	18.68
17	Chemicals, Dyes	52.63	11.64
18	Drugs and Pharmaceuticals	72.77	17.19
19	Cement and Cement Products	279.49	21.88
20	Leather and Leather Products	36.91	10.85
21	Petroleum Products	106.48	2.10
22	Food and Food Products	51.13	1.81
23	Gems and Jewellery	524.90	88.95
24	Automobiles	135.66	20.47
25	Computer Software and Computer Hardware	23.06	16.36
26	All Other Industries	355.29	103.03
27	Infrastructure advances	2565.64	272.60
	TOTAL INDUSTRIAL ADVANCE	6786.87	1047.41

The details of the industry/sectors wherein the Bank's exposure in the related industry/sector has exceeded the five per cent of total gross credit exposure will be furnished as detailed here below.

SI No	Industry / Sectors Classification	Percentage of the total Credit Exposure
1	Infrastructure advances	14.08%

C. Residual Contractual Maturity Breakdown Advances and Investments

(₹ in crore)

Maturity Buckets	Advances	Investments
1 day	558.03	308.77
2 to 7 days	104.43	774.50
8 to 14 days	105.02	119.60
15-28 Days	163.28	49.96
29 Days to 3 Months	1030.56	66.58
Over 3 Months to 6 Months	1124.73	5.25
Over 6 Months to 12 Months	2440.08	46.90
Over 1 Year to 3 years	8557.78	946.94
Over 3 Years to 5 Years	1777.73	1395.49
Over 5 Years	1486.43	7792.35
Total	17348.07	11506.34

D. Classification of Non-Performing Advances

(₹ in crore)

		Current Year	Previous Year
A	Amount of NPA's (Gross)	702.17	549.64
	-Substandard	182.93	151.14
	-Doubtful 1	187.90	194.87
	-Doubtful 2	203.16	95.71
	-Doubtful 3	38.27	53.02
	-Loss	89.91	54.90
B	Net NPAs	281.47	188.61

E. Non-Performing Investments and movement of provision for depreciation on Investments

(₹ in crore)

		Current Year	Previous Year
A	Amount of Non performing Investments	0.00	0.00
B	Amount of Provision held for Non-performing Investments	0.00	0.00
C	Movement of provisions for depreciation on Investments		
	a) Opening balance	29.61	47.83
	b) Add: Provisions made during the year	38.93	0.00
	c) Less: Write off/write back of excess provisions	0.00	18.22
	d) Closing balance	68.54	29.61

5. MARKET RISK & LIQUIDITY RISK

The Bank has put in place an Integrated Treasury Policy and Asset Liability Management (ALM) policy approved by the Board for effective management of market risk in the Bank. The objective of Integrated Treasury Policy is to assess and minimize risks associated with treasury operations by extensive use of various risk management tools. Broadly, it encompasses policy prescriptions for managing systemic risk, credit risk, market risk, operational risk and liquidity risk in treasury operations.

For market risk arising out of various products in treasury and its business activities, the Bank has set regulatory/ internal limits and ensures the adherence thereof. Migration of ratings is tracked regularly. Limits for exposures to counter-parties, industries and countries are monitored and the risks are controlled through stop loss limits, overnight limit, daylight limit, aggregate gap limit, individual gap limit, value at risk (VaR) limit for forex, inter-bank dealing and investment limits etc.

For the Market Risk Management the Bank has a Mid Office. The functions of Mid Office are handled by Integrated Risk Management Department.

The Bank's Board, IRMC and the ALCO oversee the market risk management of the Bank, procedures thereof, implementation of risk management guidelines issued by regulator, best risk management practices followed globally and ensures that internal parameters, procedures, practices/policies and risk management prudential limits are adhered to.

The policies for hedging and/or mitigating risk and strategies and processes for monitoring the continuing effectiveness of hedges/mitigates are discussed in ALCO meetings and based on views taken by / mandates of ALCO, hedge deals are undertaken.

Liquidity risk of the Bank is assessed through daily gap analysis for maturity mismatch based on residual maturity in different time buckets as well as various liquidity ratios and management of the same is done within the prudential limits fixed thereon. Advance techniques such as stress testing, simulation, sensitivity analysis etc. are conducted on regular intervals to draw the contingency funding plan under different liquidity scenarios.

Market Risk in Trading Book

The Bank has adopted the Standardized Duration Approach as prescribed by RBI for computation of capital charge for market risk and is already fully compliant with such RBI guidelines. The Bank is now preparing itself for the Advanced Approach based on a Value at Risk (VaR) model, which is under implementation.

The capital requirements for market risk are detailed below:

(₹ in crore)

SI No	Risk Category	Capital Charge
I	Interest Rate	67.28
II	Equity	33.16
III	Foreign Exchange, Gold and Derivatives	2.16
IV	Total Capital Charge for market Risk (I+II+III)	102.60

6. INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)

Interest rate risk is managed through gap analysis and duration gap analysis. Prudential limits have been fixed for impact on Net Interest Income (NII), Net Interest Margin (NIM), Minimum ROA.

The economic value i.e. impact on the capital fund due to change in interest rate by 200 basic points (bps) on the economic value is assessed on monthly intervals through duration gap method. As a prudential measure, a limit has been fixed for net duration gap of the assets and liabilities and the same is monitored at monthly intervals.

Earnings at Risk for a 200 bps interest rate shock is estimated as ₹ 11.10 crore and change in the Market value of Equity for a 200 bps interest rate shock is 8.34 per cent.

7. OPERATIONAL RISK:

Strategies and Processes

The Bank has initiated several measures to manage operational risk through identification, assessment and monitoring. A framework has been laid to capture loss data which can be mapped to operational risk events to measure the impact quantitatively. The Bank has put in place a hierarchical structure to effectively manage operational risk through the formation of an internal committee viz., Operational Risk Management Committee (ORMC).

Scope and Nature of Operational Risk Reporting and Measurement Systems :

A systematic process for reporting risk events, loss events, "near misses" and non-compliance issues relating to operational risks have been developed and implemented. The information gathered will be used to develop triggers to initiate corrective actions to improve controls. All critical risks and potential loss events are reported to the Senior Management/ORMC/IRMC as appropriate for their directions and suggestions.

An Operational Risk Management Policy approved by the Board details the framework for hedging and/or mitigating operational risk in the Bank. As per the policy, all new products are being vetted by the New Product Approval Committee to identify and assess potential operational risks involved and suggest control measures to mitigate the risks.

Approach for Operational Risk Capital Assessment

As per the RBI guidelines, the Bank has adopted Basic Indicator Approach for computing capital charge for Operational Risk. Steps have been initiated to migrate to the Advanced Measurement Approach.

8. COUNTRY RISK

The Bank has put in place a risk monitoring system for the management of country risk. The Bank uses the nine-category classification i.e. insignificant, low, moderately low, moderate, moderately high, high, very high, restricted and off-credit. The ratings of countries are being undertaken at monthly intervals or at more frequent intervals if the situation so warrant i.e. in case of a significant change in the condition of a country involving sharp deterioration of its ratings. Exposure to a country includes all credit-related lending, trading and investment activities, whether cross border or locally funded. The Bank has set up exposure limits for each risk category as also per country.

ANNEXURE III

CORPORATE GOVERNANCE

Corporate Governance is the application of the best management practices, compliance of law and adherence to ethical standards to achieve the Bank's objective of enhancing shareholders' value keeping in mind the interest of all stakeholders. Your Directors present below the Bank's Report on Corporate Governance as prescribed under Clause 49 of the listing agreement with the stock exchanges:

Philosophy of Corporate Governance

The Basic philosophy of Corporate Governance in the Bank is the application of the best management practices that provide stability and growth to the enterprise, transparency, accountability, disclosures and value creation. Your Bank believes that good governance practices ultimately secure the goal of turning the Bank into a value driven organization. Your Banks philosophy of Corporate Governance has been aptly embedded in its Mission statement which reads as under:

"To be a technology savvy, customer centric progressive Bank with a national presence, driven by the highest standards of Corporate Governance and guided by sound ethical values".

Board of Directors:

a) Composition of the Board: The Board of Directors of the Bank consists of 11 directors including the Managing Director. The constitution of the Board conforms to the provisions of Section 10 B of the Banking Regulation Act, 1949 and the Corporate Governance requirements. The Board consists of eminent persons drawn from specialized fields such as banking, finance, accountancy, law, agriculture and other areas as specified in the BR Act. Except Mr Ananthakrishna, Non-Executive Chairman and Mr P. Jayarama Bhat, Managing Director, all other directors on the Board are independent directors.

Board Meetings:

During the financial year ended March 31, 2011 the Board met 13 times on the following dates;

SI. No.	Date of the meeting	SI No	Date of the meeting
1	29.04.2010	8	23.11.2010
2	17.05.2010	9	24.12.2010
3	29.06.2010	10	24.01.2011
4	30.07.2010	11	18.02.2011
5	28.08.2010	12	19.03.2011
6	25.09.2010	13	31.03.2011
7	15.10.2010		

Details of the attendance of directors at the Board meetings during the year under report and at the last Annual General Meeting and directorships/ committee positions held in other companies are as under:

Name of the Director (Messrs)	No of meetings attended	Whether attended the last AGM	Directorship in other Public Limited Companies	Committee positions in other Public Limited Companies
Ananthakrishna	13	YES	2	1
P Jayarama Bhat	13	YES	NIL	NIL
M Bheema Bhat (upto 27.9.2010)	3	NO	NIL	NIL
S R Hegde	12	NO	NIL	NIL
R V Shastri	12	YES	2	4
U R Bhat	13	YES	4	3
T S Vishwanath	12	YES	3	3
Sitarama Murty M	13	YES	2	2
S V Manjunath	13	YES	NIL	NIL
D Harshendra Kumar	12	YES	NIL	NIL
Dr. H Ramamohan	13	YES	NIL	NIL
T R Chandrasekaran (w e f 15.10.2010)	6	NA	NIL	NIL

Note: For the purpose of committee positions held in other public limited companies, only Audit Committee and Shareholders/Investors Grievance Committees are considered.

None of the Directors of the Board serve as members of more than 10 Committees or they act as Chairman of more than 5 Committees across all companies. There is no relationship amongst directors inter-se.

Remuneration of Directors:

Except Mr P Jayarama Bhat, Managing Director, no other director was paid any remuneration except sitting fees for attending the meetings of the Board/Committees of the Board. The details of the remuneration paid to Mr P Jayarama Bhat during the year ended March 31, 2011 are furnished below:

Break up of remuneration	₹ in Lakh
Basic Salary	24.00
Dearness Allowance	4.80
House Rent Allowance	3.60
Total	32.40

Contribution to the Provident Fund at 10 per cent of the basic pay and other benefits such as use of car, telephone at residence, reimbursement of medical expenses etc. were also provided to Mr. P Jayarama Bhat during the period.

Other directors were paid sitting fees @ ₹ 15000 / ₹ 10000 for attending the meetings of the Board/Committees of the Board respectively during the year under report, the details of which are furnished hereunder:

Name of the Director (Messrs)	Sitting fees paid during 2010-11 (₹ in lakh)
Ananthakrishna	3.25
M Bheema Bhat (upto 27.9.2010)	0.75
S R Hegde	3.60
R V Shastri	3.80
U R Bhat	2.55
T S Vishwanath	1.90
Sitarama Murty M	2.95
S V Manjunath	3.35
D Harshendra Kumar	2.30
Dr. H Ramamohan	2.45
T R Chandrasekaran (w e f 15.10.2010)	1.50

No Stock Option has been granted to any of the Directors of the Bank.

COMMITTEES OF THE BOARD:

In compliance with the regulatory requirements and for the operational needs, the Board had constituted several committees, the details of which are given below;

1. Executive Committee of the Board of Directors(EC):

In order to facilitate the Board to concentrate on policy matters and strategic planning, etc., an Executive Committee of Board of Directors constituted earlier, continued its functions during this year also. It met 9 times during the year. The Committee is headed by Mr P Jayarama Bhat, Managing Director. The other members of the Committee are Messrs S R Hegde, R V Shastri and S V Manjunath. Details of the attendance at the meeting are as under;

Meetings record

Name of the Director (Messrs)	No of meetings attended
P Jayarama Bhat	9
S R Hegde	9
R V Shastri	8
S V Manjunath	8

2. Audit Committee of the Board of Directors(ACB):

The Bank had constituted an Audit Committee of the Board (ACB) in 1995 as per the directions of the Reserve Bank of India to look into the matters specified by RBI. The functioning of the ACB was modified to fall in line with the requirements of the Listing Agreement and the Companies Act, 1956. The terms of reference of the ACB include the following:

1. Oversight of the Bank's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report.
5. Reviewing the quarterly financial statements with the management before submission to the board for approval.
- 5A. Reviewing the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, with the management and making appropriate recommendations to the Board to take up steps in this matter.
6. Reviewing performance of statutory and internal auditors, adequacy of the internal control systems with the management.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Discussion with internal auditors any significant findings and follow up there on.
9. Reviewing the findings of any internal investigations by the internal auditors into matters where a fraud is suspected or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.

10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.
12. To review the functioning of the Whistle Blower mechanism, in case the same is existing.
- 12A. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.

The ACB was functioning under the Chairmanship of Mr M Bheema Bhat, an independent Director (upto 27.9.2010) and as on March 31, 2011 was headed by Mr T R Chandrasekaran an independent Director. The members of the ACB consisted of Messrs Sitarama Murty M, D Harshendra Kumar and Dr H Ramamohan (upto 23.11.2010) and presently Messrs S R Hegde, R V Shastri and U R Bhat. All the members of the ACB are financially literate. The Company Secretary acts as the secretary to the Committee. The Statutory Central Auditors, Chief Compliance Officer and the Head of the Inspection & Audit Department of the Bank were also invited to attend the meetings of the committee. During the year under review six meetings of ACB were held on 17.5.2010, 01.6.2010, 30.7.2010, 15.10.2010, 24.1.2011 and 18.3.2011.

Meetings record of ACB.

Name of the Director (Messrs)	No of meetings attended
M Bheema Bhat (upto 27.9.2010)	2
T R Chandrasekaran (from 23.11.2010)	2
Sitarama Murty M (upto 23.11.2010)	4
D Harshendra Kumar (upto 23.11.2010)	4
Dr. H Ramamohan (upto 23.11.2010)	4
S R Hegde ((from 23.11.2010)	2
R V Shastri (from 23.11.2010)	2
U R Bhat (from 23.11.2010)	2

3. Shareholders/Investors Grievance Committee:

A sub-committee of the Board constituted during the year 2002 to specifically look into the grievances of shareholders/investors continued its functioning during the year ended March 31, 2011 also. The Committee is headed by Mr R V Shastri and the other members of the committee are Messrs U R Bhat and T S Vishwanath. The Committee met once during the year under report on 23.11.2010 and reviewed all the complaints received from the shareholders and the investors.

Name & designation of the Compliance Officer:

Y V Balachandra. Company Secretary.

A total of 288 complaints were received from the Investors/Shareholders during the year ended March 31, 2011 and all of them have been redressed satisfactorily. As required under the Listing Agreement a separate Email ID – investor.grievance@ktkbank.com has been created exclusively for the purpose of registering complaints by the investors.

4. Fraud Monitoring Committee:

As per the directions of the Reserve Bank of India, the Board had constituted a special Committee on 17.2.2004 exclusively dedicated to the monitoring and following up of cases of fraud involving amounts of ₹ 1 crore and above. The terms of reference of the Committee were as under:

- a. Identify the systems lacunae, if any, that facilitated perpetration of the fraud and put in place measures to plug the same.
- b. Identify the reasons for delay in detection, if any, in reporting to top management of the Bank and RBI.
- c. Monitor progress of CBI/Police investigation and recovery position.
- d. Ensure that staff accountability is examined at all levels in all the cases of frauds and staff side action, if required, is completed quickly without loss of time.
- e. Review the efficacy of the remedial action taken to prevent recurrence of frauds such as strengthening of internal controls.
- f. Put in place other measures as may be considered relevant to strengthen preventive measures against frauds.

The Committee is functioning under the Chairmanship of Mr Ananthkrishna. The other members of the Committee were Messrs P Jayarama Bhat, M Bheema Bhat (upto 27.09.2010), Sitarama Murty M (up to 23.11.2010) and S.R. Hegde, S V Manjunath and T R Chandrasekaran (w e f 23.11.2010).

The Committee met twice during the year on 24.12.2010 and 18.03.2011.

5. Integrated Risk Management Committee (IRMC):

A Board level sub-committee called the Integrated Risk Management Committee (IRMC) was constituted on 24.12.2004 to devise a policy and strategy for integrated risk management containing various risk exposures of the Bank including credit risk and market risk. The Committee is headed by Mr. Ananthkrishna and other members of the Committee are Messrs P Jayarama Bhat, M Bheema Bhat (upto 27.9.2010), R V Shastri, Sitarama Murty M and T R Chandrasekaran (w e f. 23.11.2010).

The functions of the Committee include the review of risk profile of the Bank, evaluation of the overall risks faced by the Bank, develop policies and strategies for integrating risk management containing the credit, market and operational risk exposures etc and to ensure a smooth transition to the new Capital Adequacy Framework.

IRMC met 5 times during the year on 01.06.2010, 14.06.2010, 16.08.2010, 28.10.2010 and 17.02.2011.

6. Nomination Committee:

Reserve Bank of India, vide Circular DBOD.No. BC.104/08.139.001/2003-04 dated June 25, 2004 required that

- i) Banks in private sector should undertake a process of due diligence to determine the suitability of the persons for appointment /continuing to hold appointment as a director on the Board.
- ii) The process of due diligence should be undertaken by the banks in private sector at the time of appointment /renewal of appointment.
- iii) The Boards of the Banks in private sector should constitute Nomination Committee to scrutinize the declarations.
- iv) Based on the information provided in the signed declarations, Nomination Committee should decide on the acceptance and may make references, where considered necessary to the appropriate authority.
- v) Banks should obtain annually a declaration that information already provided has not undergone change and where there is any change, requisite details are furnished by the Directors.
- vi) The Board of the Bank must ensure in public interest that nominated /elected directors execute the deeds of covenants every year.

Accordingly a Nomination Committee was constituted on 29.7.2004. As on March 31, 2011, the Committee consisted of Messrs Ananthkrishna (Chairman of the Committee), P Jayarama Bhat, S R Hegde, R V Shastri and S V Manjunath. The committee met twice on 17.05.2010 and 15.10.2010 during the year under report.

7. Customer Service Committee:

With a view to strengthen the corporate governance structure and also mount innovative measures for enhancing the quality of customer service and improving the level of customer satisfaction for all categories of clientele at all times, the Reserve Bank of India has suggested Banks to constitute a Customer Service Committee of the Board in compliance with the recommendations of Committee on Procedures and Performance Audit on Public Service (CPPAPS). Accordingly Customer Service Committee of the Bank was constituted on 25.9.2004. The role of the Committee is to address the formulation of a comprehensive deposit policy, product approval process, annual survey of depositor satisfaction, tri-annual audit of such services and to review the performance of the Adhoc committee periodically. The Committee continued its functioning during this year also. The Committee is headed by Mr. Ananthkrishna, with Messrs. P Jayarama Bhat, D Harshendra Kumar and Dr. H Ramamohan as members. The Committee met once on 09.09.2010 during the year under report.

8. Internal Capital Adequacy Assessment Committee (ICAAC).

In order to review the capital plan of the Bank and recommend to the Board and lay down the capital planning process and responsibilities as well as contingency planning for dealing with deviations and unexpected events and matters incidental thereto, ICAAC has been constituted in the Bank. As on March 31, 2011, the Committee is headed by Mr Ananthkrishna and the other members of the committee are Messrs P Jayarama Bhat, U R Bhat and Sitarama Murty M. Mr. P Jairama Hande, General Manager and CFO, who is the head of the ICAAC Function in the Bank is also a member of the Committee. Three meetings of the Committee were held during the year under report on 29.6.2010, 18.9.2010 and 23.12.2010.

9. International Financial Reporting Standard (IFRS) Committee.

In order to enable the Bank to have smooth convergence of Indian Accounting Standards with International Financial Reporting Standards (IFRS), a project steering committee viz IFRS Committee was constituted during the last year as recommended by the working Group setup by the Indian Banks' Association (IBA). The Committee continued its functioning this year also. The Committee is headed by Mr Ananthakrishna. The other members of the Committee are Mr P Jayarama Bhat, Mr M Bheema Bhat (upto 27.9.2010) and Mr T R Chandrasekaran (w e f 23.11.2010) besides the General Manager in charge of Treasury & Accounts & Information Technology and heads of HR & IR and Risk Management Department. The Committee met once during the year under report on 17.2.2011.

Apart from the above, as on March 31, 2011, there were also other Committees of the Board such as Committee For Capital Augmentation (CFCA) and ESOP Committee. These Committees meet as per the business requirements.

COMMITTEES OF EXECUTIVES:

Apart from the Board Committees, the Bank has also constituted other committees of executives such as Asset and Liability Management Committee (ALCO), Investment Management Committee (IMC), Credit Management Committee (CMC), Credit Policy Committee (CPC), Operational Risk Management Committee (ORMC), Committee for scrutiny of frauds, Staff Accountability Committee etc. The Committees meet regularly to take decisions on respective matters.

GENERAL BODY MEETINGS:

(i) Venue and the date of the last three annual general meetings were as under:

Year	Venue	Date	Day	Time	Whether any special resolution/s passed
2010	Registered Office of the Bank, Mangalore	31.07.2010	Saturday	11.30 AM	Yes
2009	Registered Office of the Bank, Mangalore	08.08.2009	Saturday	11.30 AM	Yes
2008	Registered Office of the Bank, Mangalore	12.07.2008	Saturday	12.00 Noon	Yes

Neither any special resolution was passed in the previous year through postal ballot nor any special resolution is proposed to be conducted through postal ballot this year.

DISCLOSURES:

There were no materially significant transactions entered into by the Bank with its directors, management, or relatives conflicting with the interest of the Bank at large during the year ended March 31, 2011. Further it is declared that all the directors and senior management personnel have affirmed the compliance to the code of conduct laid down by the Bank.

STATUTORY COMPLIANCE, PENALTIES AND STRICTURES:

There were no instances of non-compliances by the Bank, penalties and strictures imposed by Stock Exchanges and SEBI /other regulatory authorities on any matter related to capital markets during the year under report.

MEANS OF COMMUNICATION:

The quarterly/half yearly/ annual results are published in the leading national English dailies such as Business Standard, The Hindu, Business Line, Financial Express, Economic Times etc and vernacular newspapers such as Udayavani, Samyukta Karnataka. The results were also put on our web site www.karnatakabank.com. In view of this, no separate communication to the shareholders about the half yearly results has been made.

SHAREHOLDERS' INFORMATION:

A. Annual General Meeting:

- Date : July 23, 2011
- Day : Saturday
- Time : 11.30 AM
- Venue : The Karnataka Bank Ltd.
Regd. & Head Office
Mahaveera Circle
Kankanady, Mangalore - 575 002

B. Book closure: 12.7.2011 to 23.7.2011 (both days inclusive)

C. Financial Calendar: 1st April to 31st March

- a) Quarter ending June, 30 2011: July, 2011
- b) Quarter ending Sept. 30, 2011: October, 2011
- c) Quarter ending Dec. 31, 2011: January, 2012
- d) Quarter ending March 31, 2012: May, 2012

D. Dividend: The Board of Directors has recommended a dividend of 30 per cent on the paid up capital of the Bank for the year ended March 31, 2011 (ie ₹ 3 per share) and the same will be paid to the shareholders/beneficial holders of shares holding shares as on 11.7.2011 as per the Register of members /Register of beneficial owners.

Dividend Payment Date: Between 24.7.2011 to 30.7.2011.

Unclaimed Dividend:

As per the provisions of section 205A of the Companies Act, 1956, the unclaimed dividend of ₹ 8,16,286/- for the financial year ended March 2002-2003 has been transferred to the Investor Education and Protection Fund established by the Central Government. The following Table gives the unclaimed dividend from the year 2003-2004 (position as on 31.3.2011) and the last date for transfer to Investor Education and Protection Fund.

Year	Unclaimed dividend (₹)	Date of declaration	Due date for transfer
2003-2004	1773332	29.07.2004	28.08.2011
2004-2005	1393586	15.07.2005	14.08.2012
2005-2006	2531483	06.07.2006	05.08.2013
2006-2007	3162462	30.06.2007	29.07.2014
2007-2008	5368645	12.07.2008	11.08.2015
2008-2009	7824714	08.08.2009	07.09.2016
2009-2010	8603040	31.07.2010	30.08.2017

E. Listing of shares: The shares of the Bank are listed on the following Stock Exchanges.

Name of the Stock Exchange	Address
National Stock Exchange of India Ltd.	Regd Office: Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai- 400 051.
Bombay Stock Exchange Ltd.	Regd Office: Floor 25, Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001

The Bank has paid the annual listing fees for the year 2010-2011 to the two Stock Exchanges.

Stock Code:

Trading symbol on the NSE : KTKBANK
 Scrip code on BSE : 532652
 ISIN at NSDL/CDSL : INE614B01018

Share transfer procedure:

The shares of the Bank being traded in dematerialized form are transferable through the depository system. The share transfers in physical form are processed by the Share Transfer Agent- M/s Integrated Enterprises (India) Ltd. and approved by the Managing Director at least once in a fortnight. There are no share transfer requests pending for transfer as on March 31, 2011.

Stock Market Data

The shares of the Bank are traded on the Stock Exchanges only in dematerialized form as per the directives of Securities and Exchange Board of India (SEBI). The shares are regularly traded on National Stock Exchange of India Ltd. (NSE) and Bombay Stock Exchange Ltd. (BSE). The monthly high & low prices along with the volumes traded from 1.4.2010 to 31.3.2011 on the above Stock Exchanges are given below together with bench mark indices.

Trading statistics on NSE

Month	Share Price (₹)		No of shares traded	S&P CNX NIFTY	
	High	Low		High	Low
Apr 2010	139.25	125.65	8838404	5374.65	5203.65
May 2010	171.00	129.90	33882507	5222.75	4806.75
June 2010	185.25	155.50	60741515	5353.30	4970.20
July 2010	181.85	168.65	22966268	5449.10	5235.90
Aug 2010	178.50	168.00	19105932	5543.50	5402.40
Sep 2010	182.95	170.30	21076210	6035.65	5471.85
Oct 2010	191.10	176.55	20000335	6233.90	5982.10
Nov 2010	205.55	158.65	34499445	6312.45	5751.95
Dec 2010	176.70	144.20	13743293	6134.50	5766.50
Jan 2011	164.45	133.85	9518741	6157.60	5505.90
Feb 2011	126.55	106.05	24135187	5546.45	5225.80
Mar 2011	115.00	99.35	17137548	5833.75	5364.75

Trading statistics on BSE

Month	Share Price (₹)		No of shares traded	BSE Sensex	
	High	Low		High	Low
Apr 2010	139.50	125.85	3220521	17970.02	17380.08
May 2010	170.60	129.45	13971750	17386.08	16022.48
June 2010	185.50	155.15	26449896	17876.55	16572.03
July 2010	181.85	169.00	8763602	18130.98	17441.44
Aug 2010	178.60	168.10	6768866	18454.94	17971.12
Sep 2010	182.45	170.75	7065761	20117.38	18205.87
Oct 2010	191.35	177.15	6140223	20687.88	19872.15
Nov 2010	205.50	158.85	8268604	21004.96	19136.61
Dec 2010	176.35	144.15	2624881	20509.09	19242.36
Jan 2011	164.50	133.35	2266487	20561.05	18327.76
Feb 2011	126.75	106.05	4007365	18506.82	17463.04
Mar 2011	115.15	99.50	4270194	19445.22	17839.05

Share holding pattern of the Bank as on 31.3.2011 was as under:

Partly paid-up shares	No of partly paid-up shares	As a % of total no. of partly paid-up shares	As a % of total no. of shares of the Company
Held by promoter/promoter group	NA	NA	NA
Held by Public	Nil	Nil	Nil
Total (D)	Nil	Nil	Nil
Outstanding convertible securities :-	No of outstanding securities	As a % of total no. of outstanding Convertible securities	As a % of total no. of shares of the company, assuming full conversion of the convertible securities
Held by promoter/promoter group	NA	NA	NA
Held by Public	Nil	Nil	Nil
Total (E)	Nil	Nil	Nil

Warrants : -	No of warrants	As a % of total no. of warrants	As a % of total no. of shares of the Company, assuming full conversion of warrants
Held by promoter/promoter group	NA	NA	NA
Held by Public	Nil	Nil	Nil
Total (F)	Nil	Nil	Nil
Total paid-up capital of the company assuming full conversion of warrants and convertible securities (A + B + C) + (D + E + F)	188,190,652	0	100.00

Category code	Category of shareholders	Total Number of shareholders	Total number of shares	Number of shares held in dematerialized form	Total shareholding as a percentage of total number of shares	
					As a percentage of (A+B)	As a percentage of (A+B+C)
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)
(A)	Shareholding of Promoter and Promoter Group[2]	NA	NA	NA	NA	NA
(1)	Indian	NA	NA	NA	NA	NA
(a)	Individuals/ Hindu Undivided Family	NA	NA	NA	NA	NA
(b)	Central Government/ State Government (s)	NA	NA	NA	NA	NA
(c)	Bodies Corporates	NA	NA	NA	NA	NA
(d)	Financial Institutions/Banks	NA	NA	NA	NA	NA
(e)	Any Other (specify)	NA	NA	NA	NA	NA
	Sub-Total (A)(1)	Nil	Nil	Nil	Nil	Nil
(2)	Foreign	NA	NA	NA	NA	NA
(a)	Individuals (Non-Resident Individuals/ Foreign Individuals)	NA	NA	NA	NA	NA
(b)	Bodies Corporate	NA	NA	NA	NA	NA
(c)	Institutions	NA	NA	NA	NA	NA
(d)	Any Other (specify)	NA	NA	NA	NA	NA
	Sub-Total (A)(2)	Nil	Nil	Nil	Nil	Nil
	Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	NA	NA	NA	NA	NA
(B)	Public shareholding[3]					
(1)	Institutions					
(a)	Mutual Funds/ UTI	5	4,072,272	4,072,272	2.16	2.16
(b)	Financial Institutions/Banks	8	449,111	449,111	0.24	0.24
(c)	Central Government/ State Government (s)	Nil	Nil	Nil	Nil	Nil
(d)	Venture Capital Funds	Nil	Nil	Nil	Nil	Nil
(e)	Insurance Companies	6	6,432,741	6,432,741	3.42	3.42

(f)	Foreign Institutional Investors	84	46,707,380	46,707,380	24.82	24.82
(g)	Foreign Venture Capital Investors	Nil	Nil	Nil	Nil	Nil
(h)	Any Other (specify)	Nil	Nil	Nil	Nil	Nil
	Sub-Total (B)(1)	103	57,661,504	57,661,504	30.64	30.64
(2)	Non-institutions					
(a)	Bodies Corporate	1,276	37,269,859	36,974,958	19.80	19.80
(b)	Individuals -					
	i. Individual shareholders holding nominal share capital up to ₹ 1 lakh.	104,232	56,720,952	39,728,191	30.14	30.14
	ii. Individual shareholders holding nominal share Capital in excess of ₹ 1 lakh.	973	35,085,496	31,840,841	18.64	18.64
(c)	Any Other (specify)					
	Trust	8	48970	47970	0.03	0.03
	Clearing Members	321	629962	565736	0.33	0.33
	NRI	633	773909	773909	0.41	0.41
	OCB	Nil	Nil	Nil	Nil	Nil
	Sub-Total (B)(2)	107,443	130,529,148	109,931,605	69.36	69.36
	Total Public Shareholding (B) = (B)(1) + (B)(2)	107,546	188,190,652	167,593,109	100.00	100.00
	TOTAL (A) + (B)	107,546	188,190,652	167,593,109	100.00	100.00
(C)	Shares held by Custodians and against which Depository Receipts have been issued	Nil	Nil	Nil	Nil	Nil
1	Held by promoter/ promoter group	NA	NA	NA	NA	NA
2	Held by Public	Nil	Nil	Nil	Nil	Nil
	GRAND TOTAL (A) + (B) + (C)	107,546	188,190,652	167,593,109	100.00	100.00

Shareholdings of Directors as on March 31, 2011

Name of the Director (Messrs)	No of shares held
Ananthakrishna	10000
P Jayarama Bhat	2261
S R Hegde	225
R V Shastri	210
U R Bhat	4523
T S Vishwanath	1508
Sitarama Murty M	700
S V Manjunath	52617
D Harshendra Kumar	3983
Dr. H Ramamohan	11632
T R Chandrasekaran	301

Distribution of shareholding as on 31.3.2011.

Shares holding of nominal value of	Share holders		Share Amount	
	Number	% to Total	in ₹	% to Total
(1)	(2)	(3)	(4)	(5)
Upto 5000	79923	74.32	120862970	6.42
5001 - 10,000	12230	11.37	90520770	4.81
10,001 - 20,000	7487	6.96	108780070	5.78
20,001 - 30,000	2787	2.59	68889280	3.66
30,001 - 40,000	1345	1.25	46403010	2.47
40,001 - 50,000	891	0.83	40159860	2.13
50,001 - 1,00,000	1647	1.53	115347760	6.13
1,00,001 and above	1236	1.15	1290942800	68.60
	107546	100.00	1881906520	100.00

De-materialization of shares:

As per the directives of SEBI, the equity shares of the Bank are compulsorily traded in dematerialized form by all categories of investors with effect from 26.2.2001. The Bank had entered into tripartite agreement with the depositories and M/s Alpha Systems (P) Ltd. Bangalore (since merged with Integrated Enterprises (India) Ltd) for dematerialization of shares. The ISIN allotted for the shares of the Bank is INE614B01018. As on 31.3.2011, 89.05 per cent of the equity shares of the Bank are held in demat form.

Registrar & Share Transfer Agent:

The Bank had appointed M/s Alpha Systems (P) Ltd as common Share Transfer Agent for both physical and electronic shares. During the year under report Alpha System (P) Ltd has been merged with M/s Integrated Enterprises (India) Ltd as per the scheme of merger approved by High Courts of Karnataka and Tamilnadu. Therefore in future all correspondence relating to share transfer, dividend, change of address for shares held in physical form and dematerialisation of shares etc are to be addressed to the Registrar and Share Transfer Agent at the following address:

Integrated Enterprises (India) Ltd

30, Ramana Residency
 4th Cross, Sampige Road
 Malleshwaram
 BANGALORE- 560 003
 Tel: (080) 23460815-818
 Fax: (080) 23460819
 Email: alfint@vsnl.com

Non-mandatory requirements :

The Bank at present has not adopted the non-mandatory requirements in regard to remuneration committee, communication of half-yearly performance to the shareholders to their residence, evaluation of non-executive Board Members and Whistle Blower Policy.

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**To the members of The Karnataka Bank Limited**

We have examined the records of The Karnataka Bank Ltd., concerning the compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered into by the Bank with the National Stock Exchange of India (NSE) and the Bombay Stock Exchange Ltd (BSE) for the financial year ended 31st March 2011.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Bank for ensuring the compliance of conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Bank.

We have conducted our examination on the basis of the relevant records and documents maintained by the Bank and furnished to us for our review and the information and explanations given to us by the Bank.

Based on such a examination, in our opinion, the Bank has complied with the conditions of Corporate Governance, as stipulated in Clause 49 of the said Listing Agreements.

We further state that, such compliance is neither an assurance as to the future viability of the Bank, nor as to the efficiency or effectiveness with which the management has conducted the affairs of the Bank.

For **Vishnu Daya & Co.**
Chartered Accountants
Firm Reg. No.: 008456S

For **R.K. Kumar & Co.**
Chartered Accountants
Firm Reg. No.: 001595S

Venkatesh Kamath S.V.
Partner
M. No. 202626

B.R. Ashok
Partner
M. No. 023313

Place : Mangalore
Date : 23rd May, 2011

BALANCE SHEET AS ON 31ST MARCH, 2011

(000's omitted)

	Schedule No.	As on 31.03.2011 ₹	As on 31.03.2010 ₹
CAPITAL AND LIABILITIES			
Capital	1	188,20,04	133,98,61
Reserves and Surplus	2	2240,88,66	1698,76,32
Deposits	3	27336,44,63	23730,64,88
Borrowings	4	1086,33,39	691,64,03
Other Liabilities and Provisions	5	841,14,03	766,53,17
TOTAL		31693,00,75	27021,57,01
ASSETS			
Cash and balances with Reserve Bank of India	6	1939,80,55	1743,09,79
Balances with Banks and Money at Call & Short Notice	7	46,25,19	62,45,03
Investments	8	11506,33,93	9992,04,63
Advances	9	17348,07,09	14435,68,33
Fixed Assets	10	145,52,68	148,07,58
Other Assets	11	707,01,31	640,21,65
TOTAL		31693,00,75	27021,57,01
Contingent Liabilities	12	9035,80,16	10119,23,84
Bills for Collection		962,89,92	1032,24,27
Significant Accounting Policies	17		
Notes on Account	18		

Sd/-
Muralidhar K. Rao
Assistant General Manager

Sd/-
V.N. Manohar
Deputy General Manager

Sd/-
P. Jairama Hande
General Manager & C.F.O.

Sd/-
P. Jayarama Bhat
Managing Director & C.E.O.

Sd/-
Ananthkrishna
Chairman

Sd/-
S.R. Hegde
R.V. Shastri
U.R. Bhat
Directors

Sd/-
T.S. Vishwanath
Sitarama Murty M.
S.V. Manjunath
Directors

Sd/-
D. Harshendra Kumar
H. Ramamohan
T.R. Chandrasekaran
Directors

Refer our report of even date

For **Vishnu Daya & Co**
Chartered Accountants

Sd/-
Venkatesh Kamath S.V.
Partner
M No. 202626

For **R.K. Kumar & Co**
Chartered Accountants

Sd/-
B.R. Ashok
Partner
M No. 023313

Place : Mangalore
Date : 23rd May, 2011

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

(000's omitted)

	Schedule No.	For the year ended 31.03.2011 ₹	For the year ended 31.03.2010 ₹
I. INCOME			
Interest Earned	13	2370,84,71	1975,97,30
Other Income	14	291,75,55	378,70,80
Total		2662,60,26	2354,68,10
II. EXPENDITURE			
Interest Expended	15	1758,36,28	1707,79,35
Operating Expenses	16	548,95,24	386,04,74
Provisions and Contingencies		150,67,61	93,72,04
Total		2457,99,13	2187,56,13
III. PROFIT			
Net profit for the year		204,61,13	167,11,97
Profit brought forward		2,31	2,84
Total		204,63,44	167,14,81
IV. APPROPRIATIONS			
Transfer to Statutory Reserve		100,00,00	88,00,00
Transfer to Capital Reserve		0	0
Transfer to Revenue Reserve		36,65,00	3,00,00
Transfer to Special Reserve u/s 36 (i) (viii) of IT Act		9,55,23	6,68,00
Transfer to Investment Reserve Account		-7,20,38	5,70,00
Transfer to Other Funds		20,00	1,00,00
Transfer to Proposed dividend		56,45,71	53,63,05
Transfer to Tax on proposed dividend		8,95,14	9,11,45
Balance carried over to Balance Sheet		2,74	2,31
Total		204,63,44	167,14,81
Earning per share			
Basic	₹	15.23	13.50
Diluted	₹	15.20	13.45
Significant Accounting Policies	17		
Notes on Account	18		

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Assistant General Manager

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Place : Mangalore
Date : 23rd May, 2011

M No. 202626

M No. 023313

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2011

(000's omitted)

	March 31, 2011		March 31, 2010	
	₹	₹	₹	₹
A CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax and extra ordinary items		235,44,58		193,04,83
Adjustments for :				
Depreciation on Fixed Assets including				
Lease Adjustment charges	22,99,18		22,14,51	
Provisions and Contingencies	120,35,20		71,08,30	
Amortisation of premium on Held to Maturity Investments	7,14,45		28,86,49	
		150,48,83		122,09,30
Operating profit before working capital changes		385,93,41		315,14,13
Adjustment for :				
i) Advances & Other Assets	-2723,57,02		-2662,88,91	
ii) Investments	-1560,36,86		-1041,20,05	
iii) Deposits, Borrowings & Other Liabilities	3436,02,20		3696,88,05	
		-847,91,68		-7,20,91
Cash generated from operations		-461,98,27		307,93,22
Direct taxes paid		127,41,20		102,58,30
Net cash flow from operating activities (A)		-589,39,47		205,34,92
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets		-21,23,85		-32,35,29
Sale of fixed assets		1,51,48		87,91
Net cash used in investing activities (B)		-19,72,37		-31,47,38
C CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of share capital (net of expenses)		456,10,88		158,84,56
Proceeds from long term borrowings		395,19,42		96,39,48
Dividend paid (Including Tax on Dividend)		-61,67,54		-84,30,45
Net Cash generated from Financing Activities (C)		789,62,76		170,93,59
Net increase in Cash & Cash equivalents (A+B+C)		180,50,92		344,81,13
Cash & cash equivalents as at (opening)		1805,54,82		1460,73,69
Cash & cash equivalents as at (closing)		1986,05,74		1805,54,82

Sd/-
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Partner

Place : Mangalore
Date : 23rd May, 2011

M No. 202626

M No. 023313

SCHEDULE ANNEXED TO THE BALANCE SHEET

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
SCHEDULE - 1 - CAPITAL		
Authorised Capital		
20,00,00,000 Equity shares of ₹ 10/- each (Previous Year 20,00,00,000 Equity shares of ₹ 10/- each)	200,00,00	200,00,00
Issued Capital		
18,82,15,600 equity shares of ₹ 10 each (previous year 13,39,99,950 Equity shares of ₹ 10/- each)	188,21,56	134,00,00
Subscribed Capital		
18,82,07,202 Equity shares of ₹ 10/- each (previous year 13,39,92,872 Equity shares of ₹ 10/- each)	188,20,72	133,99,29
Paid-up Capital		
18,81,90,652 Equity shares of ₹ 10/- each (Previous year 13,39,76,322 Equity shares of ₹ 10/- each)	188,19,06	133,97,63
Add : Forfeited Shares	98	98
Total	188,20,04	133,98,61
SCHEDULE - 2 - RESERVES & SURPLUS		
I. Statutory Reserve		
Opening balance	1006,00,00	918,00,00
Additions during the year	100,00,00	88,00,00
	1106,00,00	1006,00,00
Deductions during the year	0	0
Total	1106,00,00	1006,00,00
II. Capital Reserve		
Opening balance	63,68,79	63,68,79
Additions during the year	0	0
	63,68,79	63,68,79
Deductions during the year	0	0
Total	63,68,79	63,68,79
III. Share Premium		
Opening balance	312,67,30	162,94,42
Additions during the year	410,01,81	153,14,67
	722,69,11	316,09,09
Deductions during the year	3,15,30	3,41,79
Total	719,53,81	312,67,30
IV. Revenue and other Reserves		
a) Revenue Reserve		
Opening balance	270,00,00	267,00,00
Additions during the year	36,65,00	3,00,00
	306,65,00	270,00,00
Deductions during the year	0	0
Total	306,65,00	270,00,00

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
b) Special Reserve u/s 36(1) (viii) of IT Act		
Opening balance	30,24,00	23,56,00
Additions during the year	9,55,23	6,68,00
	39,79,23	30,24,00
Deletion during the year	0	0
Total	39,79,23	30,24,00
c) Employee Stock Option Outstanding		
Opening balance	8,93,54	8,71,80
Additions during the year	1,22,61	3,82,61
	10,16,15	12,54,41
Deductions during the year	4,97,06	3,60,87
Total	5,19,09	8,93,54
d) Investment Reseve Account		
Opening balance	7,20,38	1,50,38
Additions during the year	0	5,70,00
	7,20,38	7,20,38
Deductions during the year	7,20,38	0
Total	0	7,20,38
V Balance in Profit and Loss Account	2,74	2,31
TOTAL (I, II, III, IV and V)	2240,88,66	1698,76,32
SCHEDULE -3 DEPOSITS		
A.I. Demand Deposits		
1. From Banks	3,11,89	2,43,73
2. From others	1852,97,32	1704,04,61
	1856,09,21	1706,48,34
II. Savings Bank Deposits	4946,53,83	38,13,68,01
III. Term Deposits		
1. From Banks	18,32,55	32,04,68
2. From others	20515,49,04	18178,43,85
	20533,81,59	18210,48,53
Total : (I, II and III)	27336,44,63	23730,64,88
B. 1. Deposits of branches in India	27336,44,63	23730,64,88
2. Deposits of branches outside India	0	0
Total (1+2)	27336,44,63	23730,64,88
SCHEDULE - 4 BORROWINGS		
I. Borrowings in India		
1. Reserve Bank of India	0	0
2. Other Banks	1,76	0
3. Other Institutions and Agencies	495,50,33	250,16,03
4. Subordinated Debts for Tier II Capital	350,00,00	350,00,00
Total	845,52,09	600,16,03
II. Borrowings outside India	240,81,30	91,48,00
Total : (I and II)	1086,33,39	691,64,03
Secured borrowings included in I & II above ₹	Nil	Nil

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
SCHEDULE - 5 OTHER LIABILITIES & PROVISIONS		
I. Bills Payable	214,19,71	198,65,54
II. Inter Office adjustments (Net)	23,44	3,51,01
III. Interest accrued	77,48,45	72,12,33
IV. Deferred Tax Liability (Net)	133,52,85	102,92,85
V. Others (including Provisions)	415,69,58	389,31,44
Total	841,14,03	766,53,17
SCHEDULE - 6 CASH & BALANCES WITH THE RBI		
I. Cash in hand (including foreign currency notes)	174,14,08	146,62,04
II. Balances with Reserve Bank of India		
1. In Current Account	1765,66,47	1596,47,75
2. In Other Accounts	0	0
Total	1765,66,47	1596,47,75
Total : (I and II)	1939,80,55	1743,09,79
SCHEDULE - 7 BALANCES WITH BANKS AND MONEY AT CALL & SHORT NOTICE		
I. IN INDIA		
i. Balances with Banks		
a) In Current Accounts	34,87,32	39,53,28
b) In other deposit accounts	2,35,00	19,10,00
	37,22,32	58,63,28
ii. Money at Call & Short Notice		
a) With Banks	0	0
b) With other institutions	0	0
Total	37,22,32	58,63,28
II. OUTSIDE INDIA		
i. In Current Accounts	9,02,87	3,81,75
ii. In Other Deposit Accounts	0	0
iii. Money at Call & Short Notice	0	0
Total : (i, ii and iii)	9,02,87	3,81,75
Grand Total (I & II)	46,25,19	62,45,03

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
SCHEDULE - 8 INVESTMENTS		
I. Investments in India (Gross)		
	11574,87,64	10021,65,23
Less: Provision for depreciation	68,53,71	29,60,60
Net Investments In India	11506,33,93	9992,04,63
Break-up :		
1. Government Securities	6695,54,56	6400,97,57
2. Other Approved Securities	3,33,11	4,98,08
3. Shares	157,18,43	162,27,43
4. Debentures and Bonds	690,78,54	809,38,68
5. Subsidiaries and/ or Joint Ventures	0	0
6. Others	3959,49,29	2614,42,87
Total	11506,33,93	9992,04,63
II. Investments outside India	0	0
Total (I+II)	11506,33,93	9992,04,63
SCHEDULE - 9 ADVANCES		
A) 1. Bills Purchased & discounted	699,29,72	691,19,13
2. Cash Credits, Overdrafts and Loans repayable on demand	8921,50,79	7728,29,56
3. Term Loans	7727,26,58	6016,19,64
Total	17348,07,09	14435,68,33
B) 1. Secured by Tangible Assets (Including book debts)	13907,43,51	11553,70,26
2. Secured by Bank/Government Guarantees	2145,55,52	1841,79,43
3. Unsecured	1295,08,06	1040,18,64
Total	17348,07,09	14435,68,33
C) I. Advances in India		
1. Priority Sectors	6238,36,40	5252,95,82
2. Public Sectors	1211,20,89	1228,68,50
3. Banks	9,58	15,08
4. Others	9898,40,22	7953,88,93
Total	17348,07,09	14435,68,33
C) II. Advances outside India		
1. Due from Banks	0	0
2. Due from others	0	0
a) Bills Purchased & Discounted	0	0
b) Syndicated Loans	0	0
c) Others	0	0
Total	0	0
GRAND TOTAL (C. I and C. II)	17348,07,09	14435,68,33

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
SCHEDULE - 10 FIXED ASSETS		
I. Premises		
At cost as on 31st March of preceding year	106,03,29	100,38,36
Additions during the year	1,22,64	5,78,60
	107,25,93	106,16,96
Deductions during the year	25,06	13,67
	107,00,87	106,03,29
Depreciation to-date	25,92,03	23,09,98
Total	81,08,84	82,93,31
II. Other Fixed Assets		
(including Furniture & Fixtures)		
At cost as on 31st March of the preceding year	192,49,07	171,86,29
Additions during the year	20,01,31	26,56,70
	212,50,38	198,42,99
Deductions during the year	5,92,90	5,93,92
	206,57,48	192,49,07
Depreciation to date	143,13,20	128,34,35
Total	63,44,28	64,14,72
III. Leased Fixed Assets		
Cost as on 31st March of the preceding year	15,32,32	20,16,08
Additions during the year	0	0
	15,32,32	20,16,08
Deductions during the year	0	4,83,76
	15,32,32	15,32,32
Depreciation to-date	6,05,09	6,05,09
	9,27,23	9,27,23
Less: Accumulated Lease Adjustment	8,14,89	8,14,90
	1,12,34	1,12,33
Less: Other Adjustments	12,78	12,78
Total	99,56	99,55
Total (I, II & III)	145,52,68	148,07,58
SCHEDULE -11 OTHER ASSETS		
I. Interest accrued	167,57,67	182,33,50
II. Tax paid in advance/tax deducted at source (net of provisions)	291,25,53	343,38,85*
III. Stationery and Stamps	2,85,25	2,93,85
IV. Non-Banking Assets acquired in satisfaction of claims	1,46,70	1,46,70
V. Others	243,86,16	110,08,75
Total	707,01,31	640,21,65
* Includes ₹ 4280.00 lakhs being MAT Credit Entitlement.		

(000's omitted)

	As on 31.03.2011 ₹	As on 31.03.2010 ₹
SCHEDULE - 12 CONTINGENT LIABILITIES		
I. Claims against the Bank not acknowledged as debts	28,90,22	28,32,91
II. Liability for Partly paid investments	0	0
III. Liability on account of outstanding Forward Exchange Contracts including derivatives	5656,14,32	7163,95,76
IV. Guarantees given on behalf of constituents		
a) In India	1126,10,22	1030,37,29
b) Outside India	0	0
V. Acceptances, Endorsements & other Obligations	757,21,99	673,60,67
VI. Other items for which the bank is contingently liable	1467,43,41	1222,97,21
Total	9035,80,16	10119,23,84

SCHEDULES TO PROFIT & LOSS ACCOUT FOR THE YEAR ENDED 31st MARCH 2011

SCHEDULE - 13 INTEREST EARNED		
I. Interest/discount on advances/bills	1707,64,91	1388,97,61
II. Income on Investments	642,22,36	566,01,54
III. Interest on balances with R.B.I / other Inter-Bank funds	60,44	58,03
IV. Others	20,37,00	20,40,12
Total	2370,84,71	1975,97,30
SCHEDULE - 14 OTHER INCOME		
I. Commission, Exchange & Brokerage	162,32,33	126,27,59
II. Profit on sale of Investments (net)	44,26,29	182,20,24
III. Profit on Revaluation of Investments (net)	0	0
IV. Profit on sale of Land, Buildings & Other Assets (net)	71,90	21,08
V. Profit on Exchange Transactions(net)	27,59,92	24,53,45
VI. Income earned by way of dividends etc., from Subsidiaries/ Companies and /or Joint Ventures abroad/ in India	0	0
VII. Miscellaneous income	56,85,11	45,48,44
Total	291,75,55	378,70,80
SCHEDULE - 15 INTEREST EXPENDED		
1. Interest on deposits	1684,68,99	1661,94,94
2. Interest on Reserve Bank of India/Inter-Bank Borrowings	5,79,18	4,39,67
3. Others	67,88,11	41,44,74
Total	1758,36,28	1707,79,35

(000's omitted)

	As on 31.03.2011	As on 31.03.2010
	₹	₹
SCHEDULE - 16 OPERATING EXPENSES		
I. Payments to and provisions for employees	345,07,54	206,79,61
II. Rent, Taxes and Lighting	64,23,30	49,44,77
III. Printing and Stationery	4,23,64	3,99,21
IV. Advertisement and Publicity	2,90,50	3,17,98
V. Depreciation on Bank's property	22,98,85	22,23,09
VI. Directors' fees, allowances and expenses	53,13	57,24
VII. Auditors' fees and expenses (including branch auditors fees and exp)	1,22,86	1,17,30
VIII. Law charges	1,39,75	1,36,02
IX. Postage, telegrams, telephones etc.	7,63,39	7,79,31
X. Repairs and Maintenance	12,75,51	12,27,14
XI. Insurance	27,63,05	24,06,76
XII. Other expenditure	58,33,72	53,16,31
Total	548,95,24	386,04,74

SCHEDULE - 17**SIGNIFICANT ACCOUNTING POLICIES ADOPTED IN PREPARING FINANCIAL STATEMENTS****1. BASIS OF PREPARATION:**

The accompanying financial statements have been prepared following the going concern concept, on historical cost basis and confirm to the Generally Accepted Accounting Principles, (GAAP) in India which encompasses applicable statutory provisions, regulatory norms prescribed by the Reserve Bank of India (RBI) from time to time, notified Accounting Standards (AS) issued under the Companies (Accounting Standards) Rules, 2006 to the extent applicable and current practices prevailing in the banking industry in India.

2. USE OF ESTIMATES:

The preparation of the financial statements require management to make estimates and assumptions that affect the reported amounts of assets and liabilities including contingent liabilities as of the date of the financial statements and the reported income and expenses during the reported period. The Management believes that the estimates and assumptions used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. The differences, if any between estimates and actual will be dealt appropriately in future periods.

3. REVENUE RECOGNITION:

Income and expenditure are accounted for on accrual basis except in respect of income from Non Performing Assets, commission, exchange and rent on safe deposit lockers, all of which are accounted on cash basis. Recoveries made in Non-Performing Advances (NPAs) are appropriated towards the principal, interest and charges in the order of demand except in the case of One Time Settlement (OTS) where recoveries are first adjusted to Principal balance.

4. INVESTMENTS:

Investments are classified under the heads "Held to Maturity", "Available for Sale" and "Held for Trading" categories and are valued in accordance with the RBI guidelines. The value, net of depreciation is shown in the Balance Sheet. The excess of acquisition cost over the face value of securities under "Held to Maturity" category is amortised over the remaining period to maturity. Provisions for non-performing investments are made as per RBI guidelines.

5. DERIVATIVE CONTRACTS:

Derivative contracts are designated as hedging or trading and accounted in accordance with Reserve Bank of India's guidelines.

Derivatives deals for trading are marked to market and net depreciation is recognised while net appreciation is ignored. Derivatives used for hedging are marked to market in cases where the underlying assets/ liabilities are marked to market and Income /expenditure is accounted on accrual basis.

6. ADVANCES:

Advances are classified into (a) Standard; (b) Sub-Standard; (c) Doubtful; and (d) Loss assets, in accordance with the RBI Guidelines and are stated net of provisions made towards non performing advances, unrealised interest, claims received from Credit Guarantee institutions etc. Provisions are made in accordance with the prudential norms prescribed by Reserve Bank of India.

In case of financial assets sold to Securitisation/reconstruction Company, if the sale is at a price below the net book value (NBV), the shortfall is debited to the Profit and Loss account. If the sale is for the price higher than the net book value, excess provision held is not reversed.

7. FIXED ASSETS:

Premises and other fixed assets have been shown at cost as reduced by depreciation written off to date. Software is capitalised along with computer and included under Other Fixed Assets.

8. DEPRECIATION:

Depreciation on fixed assets are provided on Written Down Value (WDV) method as per the rates and in the manner specified under Schedule –XIV of the Companies Act 1956, except in respect of computers (including software) where depreciation is provided at a flat rate of 33.33 % on Straight Line Method (SLM) as per RBI guidelines, which is more than the amount required to be charged off under schedule –XIV of the Companies Act 1956.

Depreciation on assets purchased during the year is computed up to the end of the year including for the entire month in which the asset is capitalised, and on assets sold/scrapped, up to the end of the month in which it is sold / scrapped.

Premium paid on lease hold properties is charged off over the lease period.

Depreciation of leased assets is calculated so as to spread the depreciable amount over the primary lease period. Carrying amount of assets is reviewed at each balance sheet date for indication of impairment if any and is recognized wherever the carrying amount of an asset exceeds its recoverable value.

9. FOREIGN CURRENCY TRANSACTIONS:

Monetary Assets and Liabilities, Forward Exchange Contracts, Guarantees, Letters of Credit, Acceptances, Endorsements and other obligations are evaluated at the closing spot rates/Forward rates for the residual maturity of the contract, as published by FEDAI and in accordance with the Accounting Standard 11.

Income and expenditure items are translated at the exchange rates ruling on the respective dates of the transaction. The gain or loss on evaluation of outstanding monetary assets/liabilities and Foreign Exchange Contracts are taken to Profit and Loss Account.

10. EMPLOYEE BENEFITS:

Contribution made by the Bank to the Provident Fund is charged to the Profit and Loss Account.

Contribution to the recognised Gratuity Fund, Pension Fund and en-cashable Leave are determined and recognised in the accounts based on actuarial valuation as at the Balance Sheet date and net actuarial gains/ Losses are recognised as per the Accounting Standard 15.

Provisions for short term employee benefits are accounted for on an estimated basis.

11. EMPLOYEE STOCK OPTION:

The Bank uses Intrinsic Value method to account for compensation cost of stock options granted to employees of the Bank. Intrinsic value is the amount by which the quoted market price of the underlying shares exceeds the exercise price of the options.

12. SEGMENT REPORTING:

The Bank recognises the Business Segment as the Primary Reporting Segment and Geographical Segment as the Secondary Reporting Segment, in accordance with the RBI guidelines and in compliance with the Accounting Standard 17.

Business Segment is classified into (a) Treasury (b) Corporate and Wholesale Banking, (c) Retail Banking and (d) Other Banking Operations.

Geographical Segment consists only of the Domestic Segment since the Bank does not have any foreign branches.

13. SHARE ISSUE EXPENSES:

Share issue expenses are adjusted from share premium account.

14. EARNINGS PER SHARE:

Earnings per share are calculated by dividing the net profit or loss for the year attributable to the equity share holders by the weighted average number of equity shares outstanding during the year.

Diluted Earnings per equity share are computed by using the weighted average number of equity shares and dilutive potential equity share outstanding as at the year end.

15. TAXATION:

Tax expenses comprise current and deferred taxes. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act 1961 and are made after due consideration of the judicial pronouncement and legal opinions.

Deferred income taxes reflect the impact of current year timing differences, between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are not recognised unless there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised.

16. PROVISIONS AND CONTINGENT LIABILITIES:

A provision is recognised when there is an obligation as a result of past event, it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation as at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

In case where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure is made in the financial statements under Contingent Liabilities.

17. NET PROFIT:

The net profit disclosed in the Profit & Loss Account is after making provisions for (i) taxes, (ii) Non Performing Assets, (iii) Standard Advances, (iv) Restructured advances and (v) Investments and other necessary and applicable provisions.

SCHEDULE – 18

NOTES ON ACCOUNTS FORMING PART OF THE BALANCE SHEET AS ON THE PROFIT AND LOSS ACCOUNT AND THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2011.

1. Disclosures as per RBI requirement:

1.1 Capital Adequacy (under Basel II):

Sl	Particulars	31.03.2011	31.03.2010
i.	CRAR (%)	13.33	12.37
ii.	CRAR – Tier I capital (%)	11.27	9.98
iii.	CRAR – Tier II capital (%)	2.06	2.39
iv.	Amount raised by issue of IPDI (₹ in Crore)	Nil	Nil
v.	Amount of Subordinated Debts raised as Tier II capital (₹ in Crore)	350.00	350.00

1.2 Investments

(₹ in Crore)

SI	Particulars	31.03.2011	31.03.2010
1	Value of Investments		
	1.i Gross Value of Investments		
	1.i. a In India	11574.88	10021.66
	1.i. b Outside India	Nil	Nil
	1.ii Provisions for Depreciation		
	1.ii. a In India	68.54	29.61
	1.ii. b Outside India	Nil	Nil
	1.iii Net Value of Investments		
	1.iii. a In India	11506.34	9992.05
	1.iii. b Outside India	Nil	Nil
2	Movement of provisions held towards depreciation on investments		
	2.i Opening balance	29.61	47.83
	2.ii Add: Provisions made during the year	38.93	Nil
	2.iii Less : Write-off/write-back of excess provisions during the year	Nil	18.22
	2.iv Closing balance	68.54	29.61

1.2.1 Repo Transactions (in face value terms)

(₹ in Crore)

Particulars	Outstanding during the Year			As on 31.03.2011
	Min	Max	Daily Average	
Securities sold under Repo				
(i) Government securities	75.00	325.00	13.70	Nil
(ii) Corporate Debt securities	Nil	Nil	Nil	Nil
Securities purchased under reverse Repo				
(i) Government securities	50.00	300.00	5.41	Nil
(ii) Corporate Debt securities	Nil	Nil	Nil	Nil

1.2.2 Non-SLR Investment Portfolio

1.2.2.i Issuer composition of Non-SLR investments:

(₹ in crore)

Sl. No.	Issuer	Amount	Extent of Private placements	Extent of 'below investment grade' securities	Extent of 'un-rated' securities	Extent of 'un-listed' securities
01	PSUs	249.06	53.35	Nil	Nil	Nil
02	Financial Institutions	3082.98	2869.15	Nil	Nil	Nil
03	Banks	970.30	35.43	Nil	Nil	Nil
04	Private Corporates	220.24	78.50	2.26	0.26	2.26
05	Subsidiaries / joint ventures	Nil	Nil	Nil	Nil	Nil
06	Others	315.83	7.06	Nil	Nil	Nil
07	Less; Provision held towards deprecation/NPA	-30.93	NA	NA	NA	NA
	TOTAL	4807.48				

1.2.2. ii Non Performing Non-SLR investments

(₹ in crore)

Particulars	2010-11	2009-10
Opening Balance	Nil	Nil
Additions during the year	Nil	Nil
Deductions during the above period	Nil	Nil
Closing Balance	Nil	Nil
Total Provision Held	Nil	Nil

1.3 Derivatives:

1.3.1. Forward Rate Agreement/ Interest Rate Swap:

(₹ in Crore)

Items		31.03.2011	31.03.2010
i)	The Notional principal of swap agreements	235.83	236.62
ii)	Losses which would be incurred if counter parties failed to fulfill their obligations under the agreements	181.46	88.87
iii)	Collateral required by the bank upon entering into swaps	Nil	Nil
iv)	Concentration of credit risk arising from swaps	Client	Client
v)	The fair values of the swap book	Nil	Nil

Notes: (i) Interest rate swap (fix v/s. fix) was undertaken for the purpose of client's hedging requirements, the underlying transaction being FCCB and ECB exposures of the client. (ii) The entire interest rate swap are covered on back-to-back basis with counter party bank and there is no open position. However the contingent liability is recognised and disclosed.

1.3.2. Exchange Traded Interest Rate Derivatives

(₹ in Crore)

SI No	Particulars	Amount
i	Notional principal amount of exchange traded interest rate derivatives	Nil
ii	Notional principal amount of exchange traded interest rate derivatives outstanding as on 31st March 2011 (instrument wise)	Nil
iii	Notional principal amount of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument wise)	Nil
iv	Mark- to-market value of exchange traded interest rate derivatives outstanding and not "highly effective" (instrument wise)	Nil

1.3.3 Disclosure in risk exposure in Derivative

(i) Qualitative Disclosure: Operations in the Treasury are segregated into three functional areas, namely. Front-office, Mid-office and Back-office, equipped with necessary infrastructure and trained officers, whose responsibilities are well defined.

The Integrated Treasury policy of the Bank clearly lays down the types of financial derivative instruments, scope of usages, approval process as also the limits like the open position limits, deal size limits and stop loss limits for trading in approved instruments.

The Mid Office is handled by Risk Management Department. Daily report is submitted to Risk Management Department, which, in turn appraises the risks profile to the senior management on the assets and liability management.

The Bank ensures that the transactions with the corporate clients are undertaken only after the inherent credit exposures are quantified and approved in terms of the approval process laid down in the Derivative Policy for customer appropriateness and suitability and necessary documents like ISDA agreements etc. are duly executed. The Bank has adopted Current Exposure Method for monitoring the credit exposures.

The Bank also uses financial derivative transactions for hedging its on or off Balance Sheet exposures. The Integrated Treasury Policy of the Bank spells out the approval process for hedging the exposures. The hedge transactions are monitored on a regular basis and the notional profits or losses are calculated on MTM basis.

The hedged/non hedged transactions are recorded separately. The hedged transactions are accounted for on accrual basis.

In case of Option contracts, guidelines issued by FEDAI from time to time for recognition of income, premium and discount are being followed.

While sanctioning the limits, the competent authority may stipulate condition of obtaining collaterals/margin as deemed appropriate. The derivative limits are reviewed periodically along with other credit limits.

The customer related derivative transactions for notional value (at market rate) of ₹ 162.07 crore are covered with counter party banks, on back- to- back basis for identical amount and tenure and the Bank does not have any market risk.

(ii) Quantitative Disclosure:

(₹ in crore)

Sl. No	Particulars	Currency Derivatives	Interest Derivatives
1	Derivatives (Notional Principal Amount)		
	a) Hedging	2499.82	226.49
	b) Trading	3065.38	Nil
2.	Marked to Market Positions		
	Assets(+)	132.11	181.46
	Liabilities(-)	-129.32	-181.46
3.	Credit Exposure	247.58	205.04
4.	Likely impact of 1% change in interest Rates (100*PV01)		
	a) on hedging derivatives	Nil	Nil
	b) on trading derivatives	Nil	Nil
5.	Maximum and Minimum of 100*PV01 observed during the year		
	a) on hedging – Maximum	Nil	Nil
	b) on hedging – Minimum	Nil	Nil
	c) on trading – Maximum	Nil	Nil
	d) on trading – Minimum	Nil	Nil

1.4 Asset Quality

1.4.1 Non-Performing Assets

(₹ in Crore)

		2010-11	2009-10
i. a)	Gross NPA to Gross Advances (%)	3.97	3.73
i. b)	Net NPA to Net Advances (%)	1.62	1.31
ii)	Movement of NPAs (Gross)		
	a) Opening Balance	549.64	443.20
	b) Additions during the year	323.76	300.28
	c) Reductions	171.23	193.84
	d) Closing balance	702.17	549.64
iii)	Movement Of Net NPAs		
	a) Opening Balance	188.61	116.10
	b) Additions during the year	247.52	202.03
	c) Reductions	155.79	129.52
	d) Closing balance	280.34	188.61
iv)	Movement of provisions for NPAs		
	a) Opening Balance	305.61	301.23
	b) Provision made during the year	67.50	81.00
	c) Write off/write back of excess provision	35.53	76.62
	d) Closing balance	337.58	305.61

1.4.2. Details of Loan assets subject to Restructuring during the year:

(₹ in crore)

		CDR Mechanism	SME Debt Restructuring	Others
Standard Advances Restructured	No of Borrowers	2	Nil	427
	Amount Restructured	86.03	Nil	80.73
	Amount Outstanding (including Restructured facilities)	100.93	Nil	86.87
	Sacrifice (diminution in the fair value)	1.69	Nil	2.04
Sub-Standard Advances Restructured	No of Borrowers	Nil	Nil	134
	Amount Restructured	Nil	Nil	30.36
	Amount Outstanding (including Restructured facilities)	Nil	Nil	30.95
	Sacrifice (diminution in the fair value)	Nil	Nil	1.97
Doubtful Advances Restructured	No of Borrowers	Nil	Nil	29
	Amount Restructured	Nil	Nil	5.78
	Amount Outstanding (including Restructured facilities)	Nil	Nil	6.72
	Sacrifice (diminution in the fair value)	Nil	Nil	0.25
Total Advances Restructured	No of Borrowers	2	Nil	590
	Amount Restructured	86.03	Nil	116.87
	Amount Outstanding (including Restructured facilities)	100.93	Nil	124.54
	Sacrifice (diminution in the fair value)	1.69	Nil	4.26

1.4.3 Details of Financial Assets sold to Securitisation/Reconstruction Company for Asset Reconstruction

(₹ in crore)

Sl.No	Particulars	2010-11	2009-10
1	No of Accounts	54	Nil
2	Aggregate Value (net of Provisions) of accounts sold to SC/RC	0.03	Nil
3	Aggregate consideration	4.68	Nil
4	Additional consideration realised in respect of accounts transferred in earlier years	Nil	Nil
5	Aggregate Gain/(Loss) over net book value	4.65	Nil

1.4.4. Details of Non-performing Financial assets Purchased/Sold:
1.4.4.A Details of Non-performing Financial assets Purchased:

(₹ in crore)

Sl.No.	Particulars	31.03.2011	31.03.2010
1	a) No. of accounts purchased during the year	Nil	Nil
	b) Aggregate outstanding	Nil	Nil
2	a) Of these, number of accounts restructured during the year	Nil	Nil
	b) Aggregate outstanding	Nil	Nil

1.4.4.B Details of Non-performing Financial asset Sold:

(₹ in crore)

Sl No.	Particulars	31.03.2011	31.03.2010
1	No of accounts sold	Nil	1
2	Aggregate outstanding	Nil	Nil
3	Aggregate consideration received	Nil	1.50

1.4.5 Provision on Standard Assets

(₹ in crore)

Item	31.03.2011	31.03.2010
Provisions towards Standard Assets	67.18	57.66

1.5 Business Ratios

	31.03.2011	31.03.2010
i) Interest Income to working funds	8.30%	8.18%
ii) Non-interest income to working funds	1.02%	1.25%
iii) Operating profits to working funds	1.24%	1.04%
iv) Return on Assets	0.72%	0.67%
v) Business (Deposits Plus Advances) per employee (₹ in crore)	7.71	7.27
vi) Profit per employee (₹ in crore)	0.04	0.03

1.6 Asset Liability Management:
Maturity Pattern of certain items of assets and liabilities:

(₹ in crore)

	Deposits	Advances	Investments	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1 day	495.00	558.03	308.77	0.02	138.26	59.11
2 to 7 days	363.83	104.43	774.50	22.30	323.08	352.45
8 to 14 days	807.88	105.02	119.60	Nil	27.18	14.70
15-28 Days	392.18	163.28	49.96	Nil	139.03	55.37
29 Days to 3 Months	1378.32	1030.56	66.58	178.38	1595.33	1691.51
Over 3 Months to 6 Months	1112.00	1124.73	5.25	40.13	472.99	448.38
Over 6 Months to 12 Months	4378.03	2440.08	46.90	247.75	382.32	406.01
Over 1 Year to 3 years	9955.34	8557.78	946.94	247.75	27.09	54.58
Over 3 Years to 5 Years	7633.19	1777.73	1395.49	Nil	Nil	20.22
Over 5 Years	820.68	1486.43	7792.35	350.00	Nil	0.11
Total	27336.45	17348.07	11506.34	1086.33	3105.28	3102.44

1.7 Exposure

1.7.1 Exposure to Real Estate Sector:

(₹ in crore)

	31.03.2011	31.03.2010
a) Direct exposure		
i) Residential Mortgages - Lendings fully secured by mortgages on residential/property that is or will be occupied by the borrower or that is rented Of which, individual housing loans eligible for inclusion in priority sector advances	1218.52 877.81	872.87 653.06
ii) Commercial Real Estates - Lending (including Non-Fund Based Limits) secured by mortgages on commercial real estate (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.)	673.74	682.53
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
a) Residential	1.16	2.34
b) Commercial Real Estate	Nil	Nil
b) Indirect Exposure Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	45.54	338.63
Total Exposure to Real Estate Sector	1938.96	1896.37

1.7.2 Exposure to Capital Market

(₹ in crore)

Category	31.03.2011	31.03.2010
i) Direct investments in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debts	172.15	171.79
ii) Advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPS), convertible bonds and convertible debentures and units of equity oriented mutual funds.	Nil	Nil
iii) Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	0.02	0.02
iv) Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/convertible bonds / convertible debentures /units of equity oriented mutual funds 'does not fully cover the advances'.	Nil	Nil
v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	75.12	66.01
vi) Loans sanctioned to corporate against the security of shares/bonds/debentures or others securities or on clean basis for meeting promoters contribution to the equity of new companies in anticipation of raising resources:	Nil	Nil
vii) Bridge loans to companies against expected equity flows/issues	Nil	Nil
viii) Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	Nil	Nil
ix) Financing to Stockbrokers for margin trading	Nil	Nil
x) All exposures to Venture capital funds (both registered and unregistered)	Nil	Nil
Total capital market exposure	247.29	237.82

1.7.3 Risk category-wise Country Exposure:

(₹ in crore)

Risk Category	Exposure (net) as at 31.03.2011	Provision held as at 31.03.2011	Exposure (net) as at 31.03.2010	Provision held as at 31.03.2010
Insignificant	68.64	Nil	82.40	Nil
Low	115.09	Nil	174.42	Nil
Moderate	0.07	Nil	6.90	Nil
High	1.23	Nil	0.90	Nil
Very High	Nil	Nil	Nil	Nil
Off-Credit	Nil	Nil	Nil	Nil
Total	185.03	Nil	264.62	Nil
Out of above:				
Restricted	1.30	Nil	Nil	Nil
Off-Credit	Nil	Nil	Nil	Nil

The net funded exposure of the bank in respect of foreign exchange transactions with each country is within 1% of the total assets of the Bank and hence no country risk provision is required as per extant RBI guidelines.

1.7.4 Details of Single Borrower Limit (SBL)/ Group Borrower Limits (GBL) exceeded by the Bank: During the year ended 31-03-2011, the Bank has not exceeded the Individual /Group borrowers' exposure ceiling fixed by RBI.

1.7.5 Unsecured Advances: The Bank has not granted any finance to projects against collaterals by way of intangible securities such as charge over the rights, licences, authorisations, etc.

1.8 Miscellaneous
1.8.1 Amount of provision made for Income-tax during the year:

(₹ in crore)

Particulars	Current Year	Previous Year
Provision for Income Tax	30.33	22.64

1.8.2. Penalties imposed by RBI: No Penalty was imposed by the Reserve Bank of India during the year.

2. Accounting Standards:

In compliance with the guidelines issued by the Reserve Bank of India regarding disclosure requirements of the various Accounting Standards, following information is disclosed:

2.1 Accounting Standard 5 – Net Profit or Loss for the period, Prior period items and changes in accounting policy

There is no material prior period items.

The Bank has changed its estimate with effect from October 1, 2010 relating to charging of provisions for Non-performing advances at rates higher than that prescribed by the Reserve Bank of India to the rates prescribed under the prudential norms of Reserve bank of India from time to time. Due to this change, the net profit after tax for the year is higher by ₹ 26.36 crore.

2.2 Accounting Standard 9 – Revenue Recognition

Income recognised on cash basis is neither material nor require disclosure

2.3 Accounting Standard 15 – Employee Benefits:
2.3.1 Various Benefits made available to the Employees are:-

- Pension:** The Bank has defined benefit plan under Pension Trust to employees who have opted for Pension Scheme under the Pension & Group Schemes unit of LIC of India, by purchasing annuity for optees separated after completion of 20 years of service. The Benefits under this plan are based on last drawn salary and the tenure of employment. The Liability for the pension is determined and provided on the basis of actuarial valuation.
- Gratuity:** In accordance with the applicable Indian Laws, the Bank provides for defined gratuity benefit retirement plan ('the Gratuity Plan') covering eligible employees. This plan provides for a lumpsum payment to the eligible employees on retirement, death, incapacitation or termination of employment of amounts that are based on the last drawn salary and tenure of employment. Liabilities with regard to the gratuity plan are determined by actuarial valuation and contributed to the gratuity fund trust. Trustees administer the contribution made to the trust and invest in specific designated securities as mandated by law, which generally comprise of Central and State Government Bonds and debt instruments of Government owned corporations.

- c) **Leave Encashment (PL):** The bank permits encashment of leave accumulated by employees on retirement, resignation and during the course of service. The liability of encashment of such leave is determined and provided on the basis of actuarial valuation performed by an independent actuary at the balance sheet date.
- d) **Provident Fund:** The Bank pays fixed contribution to Provident Fund at predetermined rates to a separate trust, which invests the funds in permitted securities. The contribution to the fund is recognised as expense and is charged to the profit and Loss account. The obligation of the Bank is limited to such contributions. As on 31st March 2011, there was no liability due and outstanding to the fund by the Bank.
- e) **Other Long term Employee Benefits:** Other than the employees benefits listed above, the Bank also gives certain long term benefits to the employees, which include Medical aid, reimbursement of hospitalization expenses to the employees / their family members, compensated absence such as sick leave and casual leave etc. The bank has made provision for such liabilities on an ad-hoc basis

The summarized position of Post-employment benefits and long term employee benefits recognized in the Profit and Loss Account and the Balance Sheet as required in accordance with Accounting Standard – 15 are as under :

a) Changes in the present value of the obligations

(₹ in crore)

	Pension (Funded)	Gratuity (Funded)	Leave Encashment (Un Funded)
Present Value of defined benefit obligation as at 1st April 2010	147.39	58.70	32.65
Interest Cost	11.79	4.70	2.61
Current Service Cost	11.97	3.91	1.48
Past Service Cost	Nil	39.12	Nil
(Less) Benefits Paid	95.35	12.98	Nil
Actuarial Loss/(Gain) on Obligations	317.12	3.57	3.14
Present Value of defined benefit obligation as at 31st March 2011	392.92	97.02	39.88

b) Change in Fair Value of Plan Asset

(₹ in crore)

	Pension (Funded)	Gratuity (Funded)
Fair Value of Plan Assets at the beginning of the year	147.78	59.39
Expected return on Plan Assets	11.82	4.75
Contribution	326.62	43.72
(Less) Benefits Paid	95.35	12.98
Actuarial (Loss)/Gain	4.75	2.14
Fair Value of Plan Asset at the end of the year	395.62	97.02

Leave encashment is unfunded.

c) Amount recognized in Balance Sheet

(₹ in crore)

	Pension (Funded)	Gratuity (Funded)	Leave Encashment (Un Funded)
Present value of defined benefit obligations as at the end of the year	392.92	97.02	39.88
Less: Fair Value of Plan Assets as at the end of the Year	395.62	97.02	Nil
Funded in advance	Nil	Nil	Nil
Unrecognised Transitional Liability	Nil	Nil	Nil
Unfunded Net Liability / (Assets) recognised in Balance Sheet	(2.70)	Nil	39.88

d) Expenses recognized in Profit & Loss Account

(₹ in crore)

	Pension (Funded)	Gratuity (Funded)	Leave Encashment (Un Funded)
Current Service Cost	11.97	3.91	1.48
Interest Cost	11.79	4.70	2.61
Past Service Cost	192.79	39.87	Nil
Transitional Liability recognised during the year	Nil	Nil	Nil
Less: Expected return on Plan Asset	11.82	4.75	Nil
Net Actuarial Gain/(Loss) recognized in the year	204.73	43.73	3.14
Less : Unamortised	94.33	31.30	Nil
Net Expense recognised	110.40	12.43	7.23

e) Investment percentage maintained by Pension & Gratuity Trust

(₹ in crore)

	Pension Trust	Gratuity Trust
Central Government Securities	Nil	26.03
State Government Securities	Nil	5.00
PSU Bond	Nil	23.24
Others	53.13	45.73
Insure Managed fund	46.87	Nil
Total	100.00	100.00

f) Principal actuarial assumption at the Balance Sheet Date (expressed as weighted average)

	Pension (Funded)	Gratuity (Funded)	Leave Encashment (Un Funded)
Method of Valuation	Projected Unit	Projected Unit	Projected Unit
Rate of Interest	8.50%	8.50%	8.50%
Rate of Inflation	4.00%	4.00%	4.00%
Mortality	LIC(94-96) table of mortality Rates	LIC(94-96) table of mortality Rates	LIC(94-96) table of mortality Rates
Rate of Withdrawal	-	-	5%

g) On account of other long term employees' benefits like LFC Encashment, Medical Aid, Hospitalisation Reimbursement, Sick Leave etc .provision of ₹ 3.05 crore is held.

2.3.2 In terms of the requirement of the Accounting Standard 15 – Employee Benefits, the entire amount of ₹ 190.71 crore (towards pension of ₹ 151.59 crore and Gratuity of ₹ 39.12 crore) on account of re-opening of pension option and enhancement in gratuity limit is required to be charged to Profit and Loss Account. However, in accordance with the permission accorded by the Reserve Bank of India vide their letter DBOD. No. BPBC. 15896/ 21.04.018/2010-11 dated 8th April 2011, the bank has debited the profit and Loss account a sum of ₹ 57.26 crore including entire liability towards retired employees on account of pension and ₹ 7.82 crore on account of Gratuity liability. The balance unamortized amount of ₹ 94.33 crore towards pension and ₹ 31.30 crore towards gratuity will be dealt with as per guidelines of the Reserve Bank of India

2.3.3. Employee Stock Options (ESOP)

The shareholders of the Bank have approved the Employees Stock Options Scheme (ESOS) at the Annual General Meeting held on 15.7.2006 for grant to eligible employees' up to 1500000 stock options in aggregate. Accordingly stock options have been granted to the eligible employees at an exercise price of ₹ 50 per share. As per the Scheme the stock options granted would vest in a graded manner i.e 40% after the first year, 30% in the second year and the remaining 30% before the end of the third year from the date of grant. The vested options, subject to other conditions, are exercisable within a period of 5 years from the respective dates of vesting. During the year ended March 31, 2011 the Bank has provided a sum of ₹ 1.23 crore as employee compensation cost being the proportionate accounting value in respect of stock options.

2.4 Accounting Standard 17 – Segment reporting:

For the purpose of segment reporting in terms of AS 17 of ICAI and as prescribed in RBI guidelines, the business of the Bank has been classified into 4 segments i.e. (a) Treasury operations (b) Corporate / Wholesale Banking (c) Retail Banking and (d) Other Banking Operations. Since the Bank does not have any overseas branch, reporting under geographic segment does not arise. Segment assets have been identified and segment liabilities have been allocated on the basis of segment assets.

Part A – Business Segments

(₹ in crore)

BUSINESS SEGMENTS	TREASURY		CORPORATE/ WHOLESALE BANKING		RETAIL BANKING		OTHER BANKING OPERATIONS		TOTAL	
	31.3.2011	31.3.2010	31.3.2011	31.3.2010	31.3.2011	31.3.2010	31.3.2011	31.3.2010	31.3.2011	31.3.2010
Revenue	751.51	808.29	890.30	661.29	963.22	839.41	57.57	45.69	2662.60	2354.68
Result	-165.81	-77.68	43.29	-51.35	334.45	303.14	46.00	37.88	257.93	211.99
Unallocated expenses									22.99	22.23
Profit before tax									234.94	189.76
Income tax									30.33	22.64
Extraordinary Profit/Loss									0.00	0.00
Net Profit									204.61	167.12
Other Information										
Segment Assets	13978.64	12243.86	10170.26	8933.17	7538.47	5839.02	5.64	5.52	31693.01	27021.57
Unallocated Assets									0.00	0.00
Total Assets									31693.01	27021.57
Segment Liabilities	12870.86	11385.59	9414.78	8338.53	6972.45	5459.68	5.83	5.02	29263.92	25188.82
Unallocated Liabilities									0.00	0.00
Total Liabilities									29263.92	25188.82

Part B - Geographic Segments: There is only one segment i.e. Domestic segment

2.5 Accounting Standard 18 – Related Party disclosures:

There is no related party transaction other than remuneration paid to Mr P Jayarama Bhat as Managing Director and Chief Executive Officer from 01.04.2010 onwards, a sum of ₹ 32,40,000/- (previous year ₹ 23,16,774/- from 13.07.2009 to 31.03.2010) as remuneration and contribution to Provident Fund, etc.

2.6 Accounting Standard 20 - Earnings per Share:

	31.03.2011	31.03.2010
i) Earnings per share Basic ₹	15.23	13.50
ii) Earning per share Diluted ₹	15.20	13.45
iii) Net Profit for the year attributable to Equity shares (₹ in crore)	204.61	167.12
iv) Weighted Average number of Equity Shares - Basic	134345980	123779973
v) Weighted Average number of Equity Shares - Diluted	134655397	124236031

4,120 Equity shares (previous year 2,800 Equity shares) allotment of which is in abeyance due to restraint orders received and matter being sub-judice. The same has not been considered for EPS calculation.

2.7 Accounting Standard 22 – Accounting for taxes on Income:

The Bank has accounted for taxes on income in compliance with Accounting Standard 22. Accordingly, deferred tax assets and liabilities are recognised. The major components of deferred tax are as under:-

(₹ in crore)

Particulars	As on 31.03.2011	As on 31.03.2010
A. Deferred Tax Liabilities		
1. Depreciation on fixed assets	4.00	5.12
2. Depreciation on investments	92.92	88.93
3. Accrued Interest on Investments	54.24	55.51
4. Pension and Gratuity	20.38	Nil
Total	171.54	149.56
B. Deferred Tax Assets		
1. PL/LFC Encashment	13.28	11.46
2. Arrears of Salary	Nil	15.52
3. Others	24.78	19.65
Total	38.06	46.63
Net deferred tax liabilities (A) – (B)	133.48	102.93

2.8 Accounting Standard 28 – Impairment of Assets: In the opinion of the management, there is no impairment of the fixed assets to any material extent as at 31st March 2011 requiring recognition in terms of Accounting Standard 28.

2.9 Accounting Standard 29 – Provision, Contingent liabilities and Contingent assets:

Movement in Provision for Contingencies:

(₹ in crore)

Particulars	Opening as on 01-04-2010	Provision made during the year	Provision reversed/adjusted	Closing as on 31-03-2011
Provision for Contingencies	5.34	0.20	Nil	5.54

3. Additional Disclosures:

3.1 Details of Provisions and contingencies made during the year:

(₹ in crore)

	31.03.2011	31.03.2010
i) Provision made for Standard Advances (including NPV of Restructured Standard advances)	13.72	7.56
ii) Non- performing Assets	67.50	81.00
iii) Taxation including Deferred taxes/Wealth tax	30.33	22.64
iv) Investment Depreciation	38.93	-18.23
v) Towards frauds/other claims	0.20	0.75
Total	150.68	93.72

3.2 Floating Provision:

(₹ in crore)

Particulars	31.03.2011	31.03.2010
a) Opening Balance	10.38	11.69
b) Provision made during the year	Nil	Nil
c) Utilised During the Year	Nil	1.31
d) Amount transferred to Counter Cyclical Provisioning Buffer as per RBI guidelines	10.38	Nil
e) Closing balance	Nil	10.38

3.3 Drawdown from Reserves:

A sum of ₹ 7.20 crore has been transferred from Investment Reserve Account net of Statutory Reserves and tax to the Profit and Loss Appropriation account as per Reserve Bank of India guidelines.

3.4 Complaints/unimplemented Awards of Banking Ombudsman:**3.4.1 Customer Complaints:**

(a) No. of complaints pending at the beginning of the year	26
(b) No. of complaints received during the year	13227
(c) No. of complaints redressed during the year	13205
(d) No. of complaints pending at the end of year	48

3.4.2 Awards passed by the Banking Ombudsman:

(a) No. of unimplemented awards at the beginning of the year	Nil
(b) No. of awards passed by the Banking Ombudsman during the year	1
(c) No. of awards implemented during the year	1
(d) No. of unimplemented awards at the end of the year	Nil

3.5 Disclosure of Letters of Comforts (LOC): The Bank issues Letter of Comforts on behalf of its various constituents against the credit limits sanctioned to them. In the opinion of the management, no significant financial impact and/or cumulative financial obligations have been assessed under LOCs issued by the Bank in the past or during the current year and remaining outstanding as of 31st March 2011.

Details of LOCs issued by the Bank are as follows:

(₹ in crore)

1	Letter of comforts issued during the year	352.38
2	Letter of comforts matured/cancelled during the year	292.51
3	Letter of comforts outstanding at the end of the year	140.50

3.6 Provisioning Coverage Ratio (PCR): The bank's provision coverage ratio as of March 31, 2011 is 60.08 %.

3.7 Bancassurance Business:

(₹ in crore)

SI No	Nature of Income	31.3.2011	31.3.2010
1	For selling Life Insurance Policies	22.62	18.35
2	For selling Non-Life Insurance Policies	4.11	3.08
3	For Mutual Fund Products	0.34	0.47
4	Demat Services	0.13	0.12
	Total	27.20	22.02

3.8 Concentration of Deposits, Advances, Exposures and NPAs:**3.8.1 Concentration of Deposits:**

SI No	Particulars	31.3.2011	31.3.2010
1	Total deposits of 20 largest depositors (₹ in crore)	2648.03	1986.45
2	% age of deposits of 20 largest depositors to total deposits	9.70	8.37

3.8.2 Concentration of Advances:

SI No	Particulars	31.3.2011	31.3.2010
1	Total advances of 20 largest borrowers (₹ in crore)	3087.43	3144.22
2	% age of advances of 20 largest borrowers to total advances (credit exposures including derivatives)	12.36	14.89

3.8.3 Concentration of Exposures:

SI No	Particulars	31.3.2011	31.3.2010
1	Total exposures of 20 largest borrowers/Customers (₹ in crore)	3089.78	3145.53
2	Percentage of Exposures to 20 largest borrowers/customers to Total Exposure of the bank on borrowers / customers	8.45	14.03

3.8.4 Concentration of NPAs:

(₹ in crore)

SI No	Particulars	31.3.2011	31.3.2010
1	Total fund based Exposure to Top Four NPA accounts	203.45	155.34

3.9 Sector-wise NPAs:

SI No	Sector	Percentage of NPAs to Total Advances in that sector	
		31.3.2011	31.3.2010
1	Agriculture & allied activities	4.50	3.10
2	Industry (Micro & small, Medium and Large)	6.41	6.50
3	Services	5.88	6.70
4	Personal Loans	1.77	2.94

3.10 Movement of NPA:

(₹ in crore)

Particulars	
Gross NPAs as of the beginning of the year	549.64
Additions during the year	323.76
Sub-Total (A)	873.40
Less:	
(i) Up-gradations	39.84
(ii) Recoveries (excluding recoveries made from upgraded accounts)	100.42
(iii) Write offs	30.97
Sub-Total (B)	171.23
Gross NPAs at the end of the Year [(A) – (B)]	702.17

3.11 Overseas Assets, NPA and Revenue:

(₹ in crore)

Particulars	31.3.2011	31.3.2010
Total Assets	Nil	Nil
Total NPAs	Nil	Nil
Total Revenue	Nil	Nil

3.12 Off- balance sheet SPVs sponsored (which are required to be consolidated as per accounting norms):

Name of the SPV Sponsored	
Domestic	Overseas
None	None

4. Reconciliation of Branch Adjustments and Balancing of Subsidiary Ledgers:

a) Balancing of Subsidiary Ledgers are completed in all branches/offices. b) Reconciliation of branch adjustments/ Inter Bank accounts has been completed up to 31-03-2011 and steps are being taken to give effect to consequential adjustments of pending items.

5. Investments: The percentage of investments under "Held to Maturity" category – SLR as on 31st March 2011 was 19.48% of the Net Demand and Time Liabilities of the bank (Previous Year 23.90%), which is within the permissible limit as per RBI guidelines.

6. Rights Issue: During the year, pursuant to the Rights issue in the ratio of 2:5, the bank allotted 5,37,68,615 Equity shares of ₹ 10/- each at a premium of ₹ 75/- per share aggregating to ₹ 457.03 crore. In accordance with the provisions of section 78(2)(c) of the Company's Act 1956 and as provided under the Letter of Offer dated February 18, 2011 the expenses incurred in this connection, aggregating to ₹ 3.15 crore have been charged off to the share premium account.

7. Tax demands under appeal: A sum of ₹ 47.34 crore (Previous year ₹ 101.76 crore) is outstanding on account of demands raised by the Income Tax Department in earlier years which have been paid under protest. No provision is considered necessary in respect of these demands, as the Bank has been advised that there are good chances of success in appeals/ considering favourable appellate orders on identical issues for earlier assessment years. Provision for income tax for the year has been made after due consideration of decisions of appellate authorities and advice of counsels.

8. Premises: Premises include buildings in possession and occupation of the Bank pending execution of title deeds and/or Co-operative Societies yet to be formed amounting to ₹ 0.22 crore (Previous year ₹ 0.22 crore)

9. Previous year's figures have been regrouped/rearranged/given in brackets wherever necessary and feasible to conform to the current year classifications.

Sd/- Muralidhar K. Rao Assistant General Manager	Sd/- V. N. Manohar Deputy General Manager	Sd/- P. Jairama Hande General Manager & C.F.O	Sd/- P. Jayarama Bhat Managing Director & C.E.O
Sd/- Ananthakrishna Chairman	Sd/- S.R. Hegde R.V. Shastri U.R. Bhat Directors	Sd/- T.S. Vishwanath Sitarama Murty M. S.V. Manjunath Directors	Sd/- D. Harshendra Kumar H. Ramamohan T.R. Chandrasekaran Directors

Refer our report of even date

For **Vishnu Daya & Co**
Chartered Accountants

For **R.K. Kumar & Co**
Chartered Accountants

Sd/-
Venkatesh Kamath S.V.
Partner
M.No. 202626

Sd/-
B.R. Ashok
Partner
M.No. 023313

Place : Mangalore
Date : 23rd May, 2011

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
KARNATAKA BANK LIMITED**

**ಕರ್ನಾಟಕ ಬ್ಯಾಂಕಿನ ಸದಸ್ಯರಿಗೆ
ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವರದಿ**

Report on the Financial Statements:

1. We have audited the accompanying financial statements of The Karnataka Bank Limited as at 31st March 2011, which comprises the Balance sheet as at 31st March 2011; the statement of Profit and Loss Account and the Cash Flow Statement for the year then ended; and a summary of significant Accounting Policies and other explanatory information. Incorporated in these financial statements are the returns of 13 branches and 3 offices audited by us and 465 branches and 21 offices audited by Branch Auditors. The Branches audited by us and those audited by other auditors have been selected by the Bank in accordance with the guidelines issued by the Reserve Bank of India.

Management's responsibility for the Financial Statements:

2. Management is responsible for the preparation of these financial statements in accordance with the Banking Regulation Act, 1949. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility:

3. Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the bank's preparation and fair presentation of the financial statements in order to design audit procedures

ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ಬಗ್ಗೆ ವರದಿ

1. ನಾವು ಇದರೊಂದಿಗೆ ಲಗತ್ತಿಸಿದ ಕರ್ನಾಟಕ ಬ್ಯಾಂಕ್ ಲಿಮಿಟೆಡ್ ಇದರ 31, ಮಾರ್ಚ್ 2011ರ ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯನ್ನು ಮಾಡಿದ್ದು, ಇದರಲ್ಲಿ 31, ಮಾರ್ಚ್ 2011 ರ ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ, ಲಾಭ ನಷ್ಟ ತಪ್ಪು ಮತ್ತು ವರ್ಷಾಂತದ ನಗದು ಪರಿಚಲನೆಯ ನಿರೂಪಣಾ ಪಟ್ಟಿಯು ಒಳಗೊಂಡಿರುತ್ತದೆ. ಅಲ್ಲದೇ ಪ್ರಮುಖ ಲೆಕ್ಕಪತ್ರಗಳನ್ನಿಡುವ ಧೋರಣೆಯ ಸಾರಾಂಶ ಮತ್ತು ವಿವರಣಾತ್ಮಕ ಸೂಚನೆಗಳು ಸೇರಲ್ಪಟ್ಟಿವೆ. ಇವುಗಳಲ್ಲಿ ಸಂಘಟಿತವಾದ ಶಾಖಾ ವರದಿಗಳಲ್ಲಿ ನಾವೇ ಪರಿಶೋಧನೆ ಮಾಡಿದ ಬ್ಯಾಂಕಿನ 13 ಶಾಖೆಗಳ ಮತ್ತು 3 ಕಚೇರಿಗಳ ಹಾಗೂ ಶಾಖಾ ಲೆಕ್ಕ ಪರಿಶೋಧಕರಿಂದ ಲೆಕ್ಕಪರಿಶೋಧಿಸಲ್ಪಟ್ಟ 465 ಶಾಖೆಗಳ ಮತ್ತು 21 ಕಚೇರಿಗಳ ವರದಿಗಳು ಒಳಗೊಂಡಿವೆ. ನಾವು ಲೆಕ್ಕಪರಿಶೋಧಿಸಿದ ಶಾಖೆಗಳು ಮತ್ತು ಇತರ ಲೆಕ್ಕ ಪರಿಶೋಧಕರು ಲೆಕ್ಕ ಪರಿಶೋಧಿಸಿದ ಶಾಖೆಗಳ ಆಯ್ಕೆ ಬ್ಯಾಂಕಿನದಾಗಿದ್ದು, ಅದು ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕಿನ ಮಾರ್ಗದರ್ಶಿಗಳಿಗೆ ಅನುಸಾರವಾಗಿ ಇದೆ.

ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ಬಗ್ಗೆ ಆಡಳಿತದ ಹೊಣೆಗಾರಿಕೆ:

2. 1949 ರ ಬ್ಯಾಂಕಿಂಗ್ ರೆಗ್ಯೂಲೇಷನ್ ಆಕ್ಟ್ ಅನುಸಾರವಾಗಿ ಈ ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ತಯಾರಿ ಬ್ಯಾಂಕಿನ ಆಡಳಿತದ ಹೊಣೆಗಾರಿಕೆಯಾಗಿರುತ್ತದೆ. ಈ ಹೊಣೆಗಾರಿಕೆಯಲ್ಲಿ ವಿನ್ಯಾಸ, ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ತಯಾರಿಕೆಗೆ ಅನುಗುಣವಾಗಿ ಆಂತರಿಕ ನಿಯಂತ್ರಣದ ಹೇರಿಕೆ ಮತ್ತು ಕಾಯ್ದುಕೊಂಡು ಬರುವಿಕೆ ಹಾಗೂ ಅವುಗಳು ವಂಚನೆ ಅಥವಾ ತಪ್ಪಿನಿಂದಾಗಲಿ ಎಷ್ಟಯಾತ್ಮಕ ತಪ್ಪು ವ್ಯಾಖ್ಯೆಗಳಿಂದ ಮುಕ್ತವಾಗಿರುವುದು ಮುಖ್ಯವಾಗಿರುತ್ತದೆ.

ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ಹೊಣೆಗಾರಿಕೆ:

3. ನಮ್ಮ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯ ಆಧಾರದ ಮೇಲೆ ಇಲ್ಲಿನ ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರಗಳ ಕುರಿತು ನಮ್ಮ ಅಭಿಪ್ರಾಯ ಮಾಡುವಷ್ಟಕ್ಕೆ ನಮ್ಮ ಹೊಣೆಗಾರಿಕೆ ಸೀಮಿತವಾಗಿದೆ. ಇನ್‌ಸ್ಟಿಟ್ಯೂಟ್ ಆಫ್ ಚಾರ್ಟೆಡ್ ಅಕೌಂಟೆಂಟ್ಸ್ ಆಫ್ ಇಂಡಿಯಾ ಬಿಡುಗಡೆಗೊಳಿಸಿದ್ದ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ನೀತಿಗನುಗುಣವಾಗಿ ಲೆಕ್ಕ ಪರಿಶೋಧನೆ ಮಾಡಿದ್ದೇವೆ. ಈ ಲೆಕ್ಕಾಚಾರದ ಪಟ್ಟಿಗಳು ಗಣ್ಯವಾದ ತಪ್ಪು ಹೇಳಿಕೆಗಳಿಂದ ಹೊರಪಟ್ಟಿವೆ ಎಂಬ ವಿವೇಚನಾ ಶಕ್ತಿಯ ಭರವಸೆ ಹೊಂದುವ ರೀತಿಯಲ್ಲಿ ನಾವು ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯನ್ನು ಯೋಚಿಸಿ, ನಿರ್ವಹಿಸಬೇಕೆಂದು ಆ ನೀತಿಗಳ ಅಪೇಕ್ಷೆ.
4. ಲೆಕ್ಕಪತ್ರಗಳನ್ನು ನೀಡಲ್ಪಟ್ಟ ಮೊತ್ತದ ಬಗ್ಗೆ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯ ಬಗೆಗೆ ಸೂಕ್ತ ಆಧಾರವನ್ನು ಕೇಳಿದ ಕಾರ್ಯನಿರ್ವಹಣೆಯನ್ನು ಪೂರೈಸುವುದನ್ನು ಲೆಕ್ಕ ಪರಿಶೋಧನೆ ಒಳಗೊಂಡಿರುತ್ತದೆ. ಕಾರ್ಯ ನಿರ್ವಹಣೆಯ ಆಯ್ಕೆಯು ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವಿವೇಚನೆಗೆ ಸಂಬಂಧಿಸಿದಾಗಿದ್ದು, ಲೆಕ್ಕಪತ್ರಗಳಲ್ಲಿನ ನ್ಯೂನತೆ, ತಪ್ಪು ಹೇಳಿಕೆ ಅಥವಾ ವಂಚನೆ ನಿರ್ಧಾರದಲ್ಲೂ ಇದು ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ವಿವೇಚನೆಗೆ ಬಿಟ್ಟದ್ದಾಗಿರುತ್ತದೆ. ಅಂತಹ ನಿರ್ಧಾರಕ್ಕೆ ಬರುವಲ್ಲಿ ಲೆಕ್ಕಪರಿಶೋಧಕರು ಬ್ಯಾಂಕಿನ ಆಂತರಿಕ ನಿಯಂತ್ರಣವು ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರ ತಯಾರಿಸುವಲ್ಲಿ, ಲೆಕ್ಕಪತ್ರ ಪರಿಶೋಧನಾ ವಿನ್ಯಾಸದಲ್ಲಿಯೇ ರಚಿಸಲ್ಪಟ್ಟಿದೆಯೇ, ಅದು ಸಂದರ್ಭಕ್ಕೆ ಸೂಕ್ತವಾಗಿದೆಯೇ

that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter:

6. Without qualifying our opinion, we draw attention to Note 2.3.2 of Schedule 18 to the financial statements, which describes deferment of pension and gratuity liability of the Bank to the extent of ₹ 125.63 crore pursuant to the exemption granted by the Reserve Bank of India to the Bank from the application of the provisions of Accounting Standard (AS) 15, Employee Benefits, vide its circular No. DBOD. BP. BC/15896/21.04.018/2010-11 dated 8th April, 2011 on prudential regulatory treatment relating to re-opening of pension option to employees of the Bank and enhancement in gratuity limits.

Opinion:

7. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon, give the information required by the Banking Regulation Act, 1949 as well as the Companies Act, 1956, in the manner so required for the Banking Companies and give a true and fair view in conformity with the accounting principles generally accepted in India: (i) in the case of the Balance Sheet, of the state of affairs of the Bank as at 31st March, 2011; (ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and (iii) in the case of the Cash Flow Statement, of cash flows for the year ended on that date.

Report on other legal and Regulatory requirements:

8. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the provisions of section 29 of the Banking Regulation Act, 1949 read with section 211 of the Companies Act, 1956;
9. Subject to the limitations of the audit indicated in paragraph 1 to 5 above, we report that: a. we

ಎಂದು ಖಚಿತಪಡಿಸಿಕೊಳ್ಳಬಹುದು. ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯು, ಲೆಕ್ಕವಿಡುವ ಮೂಲತತ್ವಗಳನ್ನು ಸಾರವಾಗಿ ಯುಧಾರ್ಥವಾಗಿ ರಚಿಸಲ್ಪಟ್ಟಿದೆ ಎನ್ನುವುದನ್ನು ಲೆಕ್ಕವಿಡುವಲ್ಲಿ ಬ್ಯಾಂಕ್ ಆಡಳಿತ ಮಾಡಿದ ಅಂದಾಜುಗಳು ಸಕಾರಣವಾಗಿದೆ ಎನ್ನುವುದನ್ನು ಹಾಗೆಯೇ ಲೆಕ್ಕಾಚಾರ ಪಟ್ಟಿಗಳ ಸಮಗ್ರ ನಿರೂಪಣೆಯ ಮೇಲೆ ಮೌಲ್ಯೀಕರಣ ಮಾಡುವುದೂ ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯ ವ್ಯಾಪ್ತಿ ಒಳಗೆ ಬರುತ್ತದೆ.

5. ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯ ಸಂದರ್ಭದಲ್ಲಿ ನಾವು ಸಾಕಷ್ಟು ಲೆಕ್ಕಪರಿಶೋಧನೆಗೆ ಅಗತ್ಯವಿರುವ ಪುರಾವೆಗಳನ್ನು ಪಡೆದಿದ್ದು ಮತ್ತು ಅದರ ಆಧಾರದ ಮೇಲೆ ಲೆಕ್ಕಪತ್ರ ಪರಿಶೋಧನಾ ಅಭಿಪ್ರಾಯವನ್ನು ನೀಡುವಲ್ಲಿ ನಾವು ಪರಿಪೂರ್ಣರಾಗಿದ್ದೇವೆ ಎಂದು ನಂಬಿದ್ದೇವೆ.

ವಸ್ತುಸ್ಥಿತಿ ಸ್ಪಷ್ಟತೆ:

6. ನಮ್ಮ ಅಭಿಪ್ರಾಯವನ್ನು ಮಂಡಿಸುವ ಮುನ್ನ, ನಾವು ಹಣಕಾಸಿನ ಲೆಕ್ಕಪತ್ರ ಟಿಪ್ಪಣಿ 2.3.2 - ಷೆಡ್ಯೂಲ್ 18ರತ್ತ ಗಮನ ಸೆಳೆಯುತ್ತಾ, ನೌಕರರ ನೂತನ ಪೆನ್ಷನ್ ಆಯ್ಕೆಯ ವಿಧಿ ಪುನರಾರಂಭಿಸಲು ಮತ್ತು ನೌಕರರ ಗ್ರಾಚ್ಯುಟಿ ಮಟ್ಟದ ಹೆಚ್ಚಳದ ಬಗ್ಗೆ ಹಾಗೂ ನೌಕರರ ಸವಲತ್ತಿನ ವಿಷಯವಾಗಿ ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕು, ಸುತ್ತೋಲೆ ನಂ. ಡಿಬಿ.ಡಿ.ಬಿ.ಪಿ.ಸಿ./15896/21.04.018/2010-11, ದಿನಾಂಕ 8 ಏಪ್ರಿಲ್ 2011ರಂತೆ, ಬ್ಯಾಂಕಿನ ನೌಕರರ ಪೆನ್ಷನ್ ಮತ್ತು ಗ್ರಾಚ್ಯುಟಿ ಹೊಣೆ ಬಾಬು ₹ 125.63 ಕೋಟಿಯನ್ನು ಬ್ಯಾಂಕು ತೆಗೆದಿರಿಸಿರುವುದಕ್ಕೆ ಮೇಲ್ಕಾಣಿಸಿದ ಸುತ್ತೋಲೆಯನ್ವಯ ಅನುಮತಿ ನೀಡಿರುತ್ತದೆ.

ಅಭಿಪ್ರಾಯ:

7. ನಮ್ಮ ಅಭಿಪ್ರಾಯದಂತೆ ನಮಗೆ ನೀಡಲ್ಪಟ್ಟ ಅತ್ಯುತ್ತಮ ಮಾಹಿತಿಯಂತೆ ನಾವು ಲೆಕ್ಕ ಪರಿಶೋಧನೆ ಮಾಡಿದ ಲೆಕ್ಕ ಪತ್ರಗಳು ಹಾಗೂ ಅವುಗಳಿಗೆ ಒದಗಿಸಿದ ಟಿಪ್ಪಣಿಯಂತೆ, ಬ್ಯಾಂಕಿಂಗ್ ರೆಗ್ಯುಲೇಶನ್ ಆಕ್ಟ್, 1949 ಮತ್ತು ಕಂಪೆನಿ ಆಕ್ಟ್, 1956 ಅನುಸಾರವಾಗಿ, ಅಲ್ಲಿ ಉಲ್ಲೇಖಿಸಿರುವುದು ಭಾರತದಲ್ಲಿ ಲೆಕ್ಕವಿಡುವ ನೀತಿಯ ಪ್ರಕಾರ ರಚನೆಗೊಂಡಿದೆ ಹಾಗೂ ಅವು ಸಮರ್ಪಕವಾಗಿದ್ದು ಅವು ಯುಧಾರ್ಥವಾದ ಮತ್ತು ನೈಜ ಮಾಹಿತಿಗಳನ್ನು ಒದಗಿಸುತ್ತವೆ. (i) ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ ಸಂದರ್ಭದಲ್ಲಿ, 31, ಮಾರ್ಚ್ 2011 ರಂದು ಇದ್ದ ಬ್ಯಾಂಕಿನ ವಹಿವಾಟಿನ ನೈಜ ಚಿತ್ರಣವನ್ನು, (ii) ಲಾಭ ಮತ್ತು ನಷ್ಟ ತಪ್ಪೆಯ ಸಂದರ್ಭದಲ್ಲಿ, ವರ್ಷಾಂತ್ಯದ ದಿನಾಂಕದಂದು ಆದ ಲಾಭ; ಮತ್ತು (iii) ನಗದು ಪರಿಶೀಲನೆ ನಿರೂಪಣೆ ಪಟ್ಟಿಯ ಸಂದರ್ಭದಲ್ಲಿ, ವರ್ಷಾಂತ್ಯದ ದಿನಾಂಕದಂದು ಆದ ನಗದು ಪರಿಚಲನೆಯನ್ನು ತೃಪ್ತಿಕರ ರೀತಿಯಲ್ಲಿ ಪ್ರತಿಬಿಂಬಿಸುತ್ತವೆ.

ಕಾನೂನು ಮತ್ತು ನಿಯಂತ್ರಣ ಅಗತ್ಯತೆ ಬಗ್ಗೆ ವರದಿ

8. ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ ಮತ್ತು ಲಾಭ ನಷ್ಟ ತಪ್ಪೆಗಳನ್ನು ಬ್ಯಾಂಕಿಂಗ್ ರೆಗ್ಯುಲೇಶನ್ ಕಾಯ್ದೆ, 1949 ವಿಭಾಗ 29 ಹಾಗೂ ಕಂಪೆನಿ ಕಾಯ್ದೆ 1956 ವಿಭಾಗ 211 ರ ಅನುಸಾರವಾಗಿ ರಚಿಸಲಾಗಿದೆ.
9. ಲೆಕ್ಕ ಪರಿಶೋಧರ ಮಿತಿಗನುಸಾರವಾಗಿ ಮೇಲ್ಕಾಣಿಸಿದ ಪ್ರಾರಾ 1 ರಿಂದ 5 ಕ್ಕೆ ಸಂಬಂಧಿಸಿ ನಮ್ಮ ವರದಿ ಹೀಗಿದೆ: (ಅ) ನಮ್ಮ ಅತ್ಯುತ್ತಮ ತಿಳಿವಳಿಕೆ ಹಾಗೂ

have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit and have found them to be satisfactory; b. the transactions of the Bank, which have come to our notice, have been within the powers of the Bank; and c. the returns received from the Offices and Branches of the Bank have been found adequate for the purposes of our audit.

10. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
11. We further report that: (i) the Balance Sheet and Profit and Loss account dealt with by this report are in agreement with the books of accounts and returns; (ii) in our opinion, proper books of account as required by law have been kept by the bank so far as appears from our examination of those books; (iii) the reports on the accounts of the branches audited by branch auditors have been dealt with in preparing our report in the manner considered necessary by us; (iv) as per the information and explanations given to us the Central Government has, till date, not prescribed any cess payable under section 441A of the Companies Act, 1956; and (v) on the basis of the written representation received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

ನಂಬಿಕೆಯ ಪ್ರಕಾರ, ಲೆಕ್ಕ ಪರಿಶೋಧನೆಗೆ ಅಗತ್ಯವೆಂದು ಕಂಡುಬಂದ ಎಲ್ಲಾ ಮಾಹಿತಿ ಮತ್ತು ವಿವರಣೆಗಳನ್ನು ನಾವು ಪಡೆದಿದ್ದು, ಅವುಗಳು ತೃಪ್ತಿಕರವಾಗಿದ್ದವು ಎಂದು ಮನಗಂಡಿದ್ದೇವೆ. (ಆ) ನಮ್ಮ ಗಮನಕ್ಕೆ ಬಂದ ಬ್ಯಾಂಕಿನ ವ್ಯವಹಾರಗಳು ಬ್ಯಾಂಕಿನ ಅಧಿಕಾರ ವ್ಯಾಪ್ತಿ ಒಳಗಿದ್ದವು; ಮತ್ತು (ಇ) ನಮ್ಮ ಪರಿಶೋಧನೆಗೆ ಬೇಕಾದಂತಹ ಸಮರ್ಪಕವಾದ ವರದಿಗಳು ಬ್ಯಾಂಕಿನ ಶಾಖೆಗಳಿಂದ, ಕಚೇರಿಗಳಿಂದ ಲಭ್ಯವಾಗಿವೆ.

10. ನಮ್ಮ ಅಭಿಪ್ರಾಯದಂತೆ, ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ, ಲಾಭ ಮತ್ತು ನಷ್ಟ ತಖ್ತೆ ಮತ್ತು ನಗದು ಪರಿಚಲನೆ ನಿರೂಪಣಾ ಪಟ್ಟಿಗಳು, ಕಂಪನಿ ಕಾಯ್ದೆ 1956, ವಿಭಾಗ 211 ರ ಉಪವಿಭಾಗ (3ಸಿ)ಯಲ್ಲಿ ನಿರೂಪಿಸಿದ ಮಟ್ಟದಲ್ಲಿ ಲೆಕ್ಕಪತ್ರಗಳನ್ನು ಇಡಲಾಗಿದೆ.
11. ಇನ್ನೂ ಹೆಚ್ಚಾಗಿ ನಮ್ಮ ವರದಿ ಹೀಗಿದೆ: (i) ಈ ವರದಿಯಲ್ಲಿ ಕಾಣಿಸಿದ ಬ್ಯಾಂಕಿನ ಆಸ್ತಿ ಹೊಣೆ ಪಟ್ಟಿ ಮತ್ತು ಲಾಭ ನಷ್ಟ ತಖ್ತೆಗಳು ಬ್ಯಾಂಕಿನ ಲೆಕ್ಕ ಪುಸ್ತಕ ಮತ್ತು ವರದಿಗಳಿಗೆ ಹೊಂದಿಕೆಯಾಗಿರುತ್ತವೆ. (ii) ನಮ್ಮ ಅಭಿಪ್ರಾಯದಂತೆ, ಕಾನೂನು ಪ್ರಕಾರ ಬೇಕಾದಂತಹ ಲೆಕ್ಕಪತ್ರ ಪುಸ್ತಕಗಳನ್ನು ಬ್ಯಾಂಕು ಈ ತನಕ ಇರಿಸಿದೆ ಎನ್ನುವುದು ಅಂತಹ ಪುಸ್ತಕಗಳ ಶೋಧನೆಯಿಂದ ನಮಗೆ ತಿಳಿದು ಬಂದಿದೆ. (iii) ಶಾಖಾ ಲೆಕ್ಕ ಪರಿಶೋಧಕರ, ಶಾಖೆಯ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವರದಿಗಳನ್ನು ನಮಗೆ ಅಗತ್ಯ ಕಂಡಲ್ಲಿ ಬಳಸಿಕೊಂಡು ನಮ್ಮ ವರದಿಯನ್ನು ತಯಾರಿಸಿದ್ದೇವೆ. (iv) ಇಂದಿನ ದಿನಾಂಕದ ವರೆಗಿನ, ಕೇಂದ್ರ ಸರ್ಕಾರದಿಂದ ನಮಗೆ ತಿಳಿಸಲ್ಪಟ್ಟ ಮಾಹಿತಿ ಮತ್ತು ವಿವರಣೆಯಂತೆ, ಕಂಪನಿ ಕಾಯ್ದೆ 1956 ರ ವಿಭಾಗ 441 ಎ ಅನ್ವಯ ವಿಧಿಸಬೇಕಾದ ಸೆಸ್ ಪಾವತಿ ಅಜ್ಞಾಪಿಸಲ್ಪಟ್ಟಿಲ್ಲ ; ಮತ್ತು (v) ನಿರ್ದೇಶಕರುಗಳಿಂದ ಲಭಿಸಿದ ಲಿಖಿತ ಮಾಹಿತಿ ಮತ್ತು ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ದಾಖಲೆಯ ಶೋಧನೆಯನ್ವಯ ನಾವು ವರದಿ ಮಾಡುವುದೇನೆಂದರೆ, 31, ಮಾರ್ಚ್ 2011ಕ್ಕೆ ಯಾವೂಬ್ಬ ನಿರ್ದೇಶಕರು ಕಂಪನಿ ಕಾಯ್ದೆ 1956 ರ ವಿಭಾಗ 274, ಉಪವಿಭಾಗ(1), ಖಂಡ (ಜಿ) ಅನ್ವಯ ನಿರ್ದೇಶಕರಾಗಿ ನೇಮಕಗೊಳ್ಳಲು ಅನರ್ಹತೆಯನ್ನು ಹೊಂದಿಲ್ಲ.

For Vishnu Daya & Co
Chartered Accountants
Firm Reg. No. 008456S

Sd/-

Venkatesh Kamath S.V.
Partner
M.No. 202626

For R.K. Kumar & Co
Chartered Accountants
Firm Reg. No. 001595S

Sd/-

B.R. Ashok
Partner
M.No. 023313

ವಿಷ್ಣು ದಯಾ ಮತ್ತು ಕಂಪೆನಿ

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು
ಸಂಸ್ಥೆಯ ನೋಂದಣಿ ಸಂಖ್ಯೆ. 008456S

ಪರವಾಗಿ
ಸಹಿ/-

ವೆಂಕಟೇಶ ಕಾಮತ್ ಎಸ್. ವಿ.
ಪಾಲುದಾರರು
ಸದಸ್ಯತನ ಸಂಖ್ಯೆ 202626

ಆರ್.ಕೆ. ಕುಮಾರ್ ಮತ್ತು ಕಂಪೆನಿ

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು
ಸಂಸ್ಥೆಯ ನೋಂದಣಿ ಸಂಖ್ಯೆ 001595S

ಪರವಾಗಿ
ಸಹಿ/-

ಬಿ.ಆರ್. ಅಶೋಕ್
ಪಾಲುದಾರರು
ಸದಸ್ಯತನದ ಸಂಖ್ಯೆ 023313

Place : Mangalore
Date : 23rd May, 2011

ಸ್ಥಳ : ಮಂಗಳೂರು
ದಿನಾಂಕ : 23 ಮೇ, 2011

1.	No. of Deposit Accounts	5051789
2.	No. of Advances Accounts	297831

3. Advances to Priority Sector			(₹ in lakh)
Types of Advances		Number of Accounts at the end of the year	Balance outstanding at the end of the year
a)	Agriculture and Allied Activities	130675	203087.59
b)	Advances to small enterprises	36517	316218.73
c)	Educational Loan	5132	10971.32
d)	Housing Loan	17210	91901.86
e)	Other Priority Sectors	6267	1656.90
Total		195801	623836.40
Export Credit			141072.46

4. Branches					
	Rural	Semi Urban	Urban	Metro-politan	Total
No. of Branches at the end of the year	93	102	149	134	478

5. Staff				
	Officers	Clerks	Sub-Staff	Total
As at the end of the year	2067	2479	1249	5795
Recruited during the year	96	388	378	862

6. Staff Training					
Bank's own training college			At Bankers' Training College (RBI) & other Training Colleges (Officers)	At Work shops & Seminars	
Officers	Clerks	Sub Staff			
465	826	98	1053	81	

Progress over a Decade

(Amount in Lakh of ₹)

Year	Capital & Reserves ₹	Deposits ₹	Advances ₹	Gross Earnings ₹	Net Profit ₹	Dividend Paid percent	No. of Branches	No. of Employees
2001-2002	44198.43	700148.31	341754.53	98425.93	9112.90	60	357	4144
2002-2003	58340.32	829172.07	389970.08	105069.80	11011.75	22	360	4320
2003-2004	69815.23	940693.68	466791.50	111873.34	13316.75	40	370	4300
2004-2005	97804.06	1083705.81	628744.06	106108.19	14714.64	20	381	4393
2005-2006	111113.06	1324316.04	779156.78	118483.88	17603.39	30	395	4346
2006-2007	123862.77	1403743.54	955267.99	143052.31	17703.44	35	410	4456
2007-2008	137960.33	1701619.23	1084197.46	179789.76	24174.10	50	431	4677
2008-2009	156702.70	2033328.53	1181004.50	227055.14	26670.50	60	447	4947
2009-2010	183274.93	2373064.88	1443568.33	235468.10	16711.97	40	464	5244
2010-2011	242908.10	2733644.63	1734807.09	266260.26	20461.13	30	478	5795