

NOTES FORMING PART OF THE LIMITED REVIEW

1. As stipulated by the Reserve Bank of India, the financial results for the half-year ended September 30, 2009 have been subjected to limited review by the Statutory Central Auditors of the Bank.
2. The statement of half-yearly results has been prepared following the same accounting policies as those followed in the annual financial statements for the year ended March 31, 2009.
3. The above financial results have been approved by the Board of Directors at the Board Meeting held on October 23, 2009.
4. The working results for the half-year ended September 30, 2009 have been arrived at after considering provision for NPAs, Non-Performing Investments, Standard Assets, Restructured Advances and depreciation on investments as per Reserve Bank of India guidelines. Provision for Income Tax and other taxes, Depreciation on Fixed Assets have been made on proportionate basis. All other usual and necessary provisions have been made on estimated basis and are subject to adjustment, if any, at the year end.
5. Employee cost includes an adhoc provision of Rs.57.00 crore for the period 01.04.09 to 30.09.09 towards wage revision pending outcome of on-going negotiations at industry level.
6. Provision has been made for employee benefits viz., pension, gratuity, leave encashment, etc., on proportionate and estimated basis in accordance with the Revised Accounting Standard (AS) – 15. A sum of Rs.46 crore has been charged to Profit & Loss Account towards transitional liability on proportionate basis for the half-year ended September 30, 2009 in compliance with the Revised AS -15 on Employee Benefits. The balance of unrecognized transitional liability as per Revised AS – 15 is Rs.230 crore.
7. The amount of net additional MAT liability arising out of retrospective amendment to Sec 115JB of Income tax Act, 1961 is presently not ascertainable and hence not provided for by the Bank.
8. In terms of Agriculture Debt Waiver and Relief Scheme 2008 framed by the Government of India, against a final claim of Rs.459.01 crore as certified by the Statutory Central Auditors of the bank under Debt Waiver Scheme and lodged with RBI, the bank has so far received Rs.221.83 crore.
9. Previous period figures have been regrouped and reclassified, wherever necessary, to make them comparable with the figures for the current period.
10. The number of investors' complaints received and disposed off during the period from July 01, 2009 to September 30, 2009:

a) Pending at the beginning of the quarter	-	0
b) Received during the quarter	-	5
c) Disposed off during the quarter	-	5
d) Pending at the end of the quarter	-	0

A S Bhattacharya
Executive Director

M S Sundara Rajan
Chairman & Managing Director

Place : Chennai
Date : October 23, 2009