



VIJAYA BANK
HEAD OFFICE :: BANGALORE

REVIEWED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2015

(Rs.in lakh)

Sl. No.	Particulars	Quarter ended			Half year ended		Year ended
		30.09.2015 (Reviewed)	30.06.2015 (Reviewed)	30.09.2014 (Reviewed)	30.09.2015 (Reviewed)	30.09.2014 (Reviewed)	31.03.2015 (Audited)
1	Interest earned [(a)+(b)+(c)+(d)]	300896	309065	308390	609961	610765	1227353
	(a) Interest/discount on advances/bills	222611	227258	217911	449869	427606	860872
	(b) Income on investments	71517	75372	79438	146889	155242	315583
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	1	9	102	10	150	308
	(d) Others	6767	6426	10939	13193	27767	50590
2	Other Income	19393	19840	16985	39233	33605	87896
3	TOTAL INCOME (1+2)	320289	328905	325375	649194	644370	1315249
4	Interest Expended	231641	242842	250520	474483	499347	998125
5	Operating Expenses (e) + (f)	48747	46788	44245	95535	85408	191221
	(e) Employee costs	30360	26820	26038	57180	50457	116555
	(f) Other operating expenses	18387	19968	18207	38355	34951	74666
6	TOTAL EXPENDITURE (4+5) (Excluding provisions and contingencies)	280388	289630	294765	570018	584755	1189346
7	OPERATING PROFIT (3-6)	39901	39275	30610	79176	59615	125903
	(Profit before provisions and contingencies)						
8	Provisions (other than tax) and Contingencies	27347	14638	15172	41985	24524	85913
9	Exceptional items	0	0	0	0	0	0
10	Profit/(Loss) from Ordinary Activities before tax (7-8-9)	12554	24637	15438	37191	35091	39990
11	Tax Expenses	1025	10378	1063	11403	4570	(3951)
12	Net Profit/(Loss) from Ordinary Activities after tax (10-11)	11529	14259	14375	25788	30521	43941
13	Extraordinary Items (Net of Tax Expense)	0	0	0	0	0	0
14	Net Profit/(Loss) for the period (12-13)	11529	14259	14375	25788	30521	43941
15	Paid up equity share capital (Face value of each share-Rs. 10/-)	85912	85912	85912	85912	85912	85912
16	Reserves excluding Revaluation Reserves (As per Balance Sheet of previous accounting year)	506412	506412	477981	506412	477981	506412
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	74.06	74.06	74.06	74.06	74.06	74.06
	(ii) Capital Adequacy Ratio (%)						
	(a) Basel II	11.07	11.36	10.52	11.07	10.52	11.70
	(b) Basel III	10.83	11.12	10.21	10.83	10.21	11.43
	(iii) Earnings per share (EPS) (Not annualized) (In Rs)						
	(a) Basic and Diluted EPS before Extraordinary Items (Net of Tax Expenses) for the period, for the year to date and for the previous year	1.34	1.66	1.67	3.00	3.55	5.11
	(b) Basic and Diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year	1.34	1.66	1.67	3.00	3.55	5.11
	(iv) NPA Ratios						
	a) Amount of Gross Non Performing Assets	345990	287071	223928	345990	223928	244321
	b) Amount of Net Non Performing Assets	244188	205763	146195	244188	146195	165981
	c) Percentage of Gross Non Performing Assets	3.98	3.39	2.85	3.98	2.85	2.78
	d) Percentage of Net Non Performing Assets	2.84	2.45	1.88	2.84	1.88	1.92
	(v) Return on Assets (Annualised) (%)	0.34	0.41	0.43	0.38	0.46	0.33
18	Public share holding						
	- Number of shares	222872258	222872258	222872258	222872258	222872258	222872258
	- Percentage of share holding	25.94	25.94	25.94	25.94	25.94	25.94
19	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of total share capital)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	Number of Shares	636247049	636247049	636247049	636247049	636247049	636247049
	Percentage of shares (as a percentage of total shareholding of promoter and promoter group)	100	100	100	100	100	100
	Percentage of shares (as a percentage of total share capital)	74.06	74.06	74.06	74.06	74.06	74.06

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER / HALF YEAR ENDED 30.09.2015							
Sl. No.	Particulars	Quarter Ended 30.09.2015 (Reviewed)	Quarter Ended 30.06.2015 (Reviewed)	Quarter Ended 30.09.2014 (Reviewed)	Half Year Ended 30.09.2015 (Reviewed)	Half Year Ended 30.09.2014 (Reviewed)	Year Ended 31.03.2015 (Audited)
a)	Segment Revenue #						
	i) Treasury Operations	73972	88063	92666	162035	189378	396049
	ii) Whole Sale Banking	137184	151674	141022	288858	283367	573316
	iii) Retail Banking	85430	75783	76989	161213	144504	287920
	iv) Other Banking Operations	23703	13385	14698	37088	27121	57964
	Total	320289	328905	325375	649194	644370	1315249
b)	Segment Result						
	i) Treasury Operations	(3429)	2392	11437	(1037)	27868	102409
	ii) Whole Sale Banking	12744	16226	(14856)	28970	(26863)	(85985)
	iii) Retail Banking	12571	11045	23205	38461	38461	67357
	iv) Other Banking Operations	19581	11147	12303	30728	22755	47576
	Total	41467	40810	32089	82277	62221	131357
c)	Unallocated Expenses	1566	1535	1479	3101	2606	5454
d)	Operating Profit	39901	39275	30610	79176	59615	125903
e)	Provisions & Contingencies	27347	14638	15172	41985	24524	85913
f)	Total Profit/(Loss) before tax	12554	24637	15438	37191	35091	39990
g)	Tax Expenses	1025	10378	1063	11403	4570	(3951)
h)	Extraordinary Profit	0	0	0	0	0	0
i)	Net Profit	11529	14259	14375	25788	30521	43941
j)	Capital Employed						
	i) Treasury Operations	93133	104699	86773	93133	86773	127385
	ii) Whole Sale Banking	156882	180261	176980	156882	176980	156140
	iii) Retail Banking	105719	86645	99004	105719	99004	79472
	iv) Other Banking Operations	46532	27791	26872	46532	26872	31739
	v) Unallocated	238938	230552	229061	238938	229061	231735
	Total	641204	629948	618690	641204	618690	626471

The Bank operates only in domestic segment

SUMMARISED BALANCE SHEET		
	As at 30.09.2015	As at 30.09.2014
CAPITAL AND LIABILITIES		
Capital	85912	85912
Reserves and surplus	555293	532778
Deposits	12328620	12319922
Borrowings	530394	266663
Other Liabilities and Provisions	242857	234980
Total	13743076	13440255
ASSETS		
Cash and Balances with Reserve Bank of India	547663	536490
Balances with Banks and Money at Call and Short Notice	172536	59107
Investments	4017602	4690327
Advances	8589928	7757598
Fixed Assets	58652	53021
Other Assets	356695	343712
Total	13743076	13440255

NOTES:

1. The financial results for the quarter and period ended 30th September 2015 have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March 2015.
2. The above financial results have been reviewed by the Audit Committee of the Board in the meeting held on 06th November 2015 and approved by the Board of Directors in the meeting held on 06th November 2015. The same have been subjected to a limited review by the Statutory Central Auditors of the bank, in line with the guidelines issued by the Reserve Bank of India as per the requirement of listing agreement with Stock exchanges.
3. Financial results for the quarter and period ended 30th September 2015 have been arrived at after making necessary provisions for Income Tax, Provision for Depreciation, Provision for Employee Benefits and Provision for NPAs, Standard Assets, Restructured Accounts and Depreciation on Investment on the basis of Prudential Norms issued by the Reserve Bank of India. Provision for employee benefits and taxation are made on estimated basis.
4. As per practice, Bank identifies NPAs based on record of recovery for the overdue position as at the end of the calendar month instead of day to day basis for overdues beyond 90 days. The accounts having overdues beyond 90 days as on Balance Sheet date are upgraded so long as the arrears are brought down.
5. Bank has not provided for Deferred Tax Liability (DTL) of Rs. 230 crores (as on 31st March 2015) on account of timing differences arising out of investments in HTM Category instruments. This is not in accordance with EAC opinion of ICAI. Bank is of the opinion that its stand is supported by the clarification received from IBA. Hence no provision has been made by the Bank for DTL. Change in Deferred Tax Liability estimate for the period April 2015 to September 2015 has not been ascertained.
6. In terms of RBI Circular no. DBOD.BP.BC.2/21.06.201/2013-14 dated 1st July 2013, banks are required to make Pillar 3 disclosures under BASEL III capital regulations. Accordingly, Pillar 3 disclosures under BASEL III Capital regulations are being made available on Bank's website [www.vijayabank.com/Regulatory Disclosures](http://www.vijayabank.com/Regulatory%20Disclosures). These disclosures have not been subjected to audit.
7. The provisioning coverage ratio as at 30th September 2015 works out to 58.28%.
8. Based on available data, financial statements and the declaration from the borrowers wherever received, the Bank has estimated the liability of Rs.18.73 crore as on 30th September 2015 towards Unhedged Foreign Currency Exposure in constituents in terms of RBI DBOD Circulars dated 15th January 2014 and 3rd June 2014. The amount is fully provided.
9. The bank had earlier valued the Investments in SRs on sale of NPAs to ARCs at the value at which they were purchased and consequently, excess provision, carried by the bank in the financials was reversed in the period of Investment and any excess sale value over the gross asset value was credited to the Profit & Loss Account during the year ended 31-Mar-14 and 31-Mar-15. RBI has advised the bank vide its letter dated 4th November 2015, to restore the total provision amounting to Rs 104 crores (which requires disclosure as prior period expenditure) and to do the requisite adjustments in staggered manner by debiting the profit and loss account over the remaining quarters in current financial year (2015-16). The bank has made a provision of Rs 45 crores upto 30th September 2015 (25 crore upto June 2015).
10. In accordance with the RBI circular DRB.BP.BC.No.31/21.04.018/2015-16 dated 16.07.2015, the bank has classified deposits placed with NABARD/SIDBI/NHB for meeting shortfall in priority sector lending under "Other Assets" which were hitherto included under "Investments". Similarly, interest income from such deposits has been classified under the head "Interest Income-Others", which was hitherto included under "Interest Income-Investments". Figures for the previous period have also been regrouped to conform to current period classification.
11. In terms of RBI Circular No. BP.BC.27/21.04.048/2015-16 dt 2nd July 2015, the method of calculating discount rate for computing Net Present Value of Future Cash Flows for determining erosion in fair value of advances on restructuring, was changed with effect from the quarter ended 30th June 2015. Accordingly, there is a reduction in provisioning for diminution in fair value by Rs.120.95crores for the quarter ended 30th June 2015 and Rs.129.24 crores for the half year ended 30th September 2015.
12. During the quarter ended 30th September 2015, in respect of 11 restructured accounts, due to initial incorrect sub category classification in terms of clause 17.2.4 of master circular on prudential norms on Income Recognition, Asset classification and provisioning pertaining to advances, Rs. 47.32 Crores has been additionally provided, which relates to prior periods.
13. Position of complaints from investors as on 30th September 2015 – Beginning -0 Received - 765, Disposed off -765, Pending -0.
14. Figures of the previous period have been regrouped/ rearranged/ re-classified wherever necessary to conform to current period's classification.

Place : Bangalore
Date : 06 th November, 2015

B S RAMA RAO
Executive Director

KISHORE SANSI
Managing Director & CEO