

DISCLOSURES UNDER THE NEW CAPITAL ADEQUACY FRAMEWORK

(BASEL II GUIDELINES) FOR THE HALF YEAR ENDED 30 SEPTEMBER 2009

I) SCOPE OF APPLICATION

Quantitative Disclosures

(c) The aggregate amount of capital deficiencies in all subsidiaries not included in the consolidation i.e. that are deducted and the name(s) of such subsidiaries

Not applicable

(d) The aggregate amounts (e.g. current book value) of the bank's total interests in insurance entities, which are risk-weighted as well as their name, their country of incorporation or residence, the proportion of ownership interest and, if different, the proportion of voting power in these entities. In addition, indicate the quantitative impact on regulatory capital of using this method versus using the deduction.

Not applicable

II) CAPITAL STRUCTURE

Quantitative Disclosures

(Rs. in crores)

		Amount
(b)	Tier 1 Capital	346.32
	Of which	
	- Paid-up Share Capital	104.72
	- Reserves and surplus	243.76
	- innovative instruments	
	- Other capital instruments	
	- Amount deducted from Tier 1 capital (Deferred Tax assets)	2.16
(c)	Total amount of Tier II Capital (net of deductions from Tier II capital)	4.18
(d)	Debt Capital instruments eligible for inclusion in Upper Tier 2 capital	
	- Total amount outstanding	NIL
	- Of which amount raised during the current year	NIL
	- Amount eligible to be reckoned as capital funds	NIL
(e)	Subordinated debt eligible for inclusion in Lower Tier 2 capital	
	- Total amount outstanding	3.80
	- Of which amount raised during the current year	-
	- Amount eligible to be reckoned as capital funds	-
(f)	Other deductions from capital, if any	-
(g)	Total Eligible Capital	350.50

III) CAPITAL ADEQUACY

Quantitative Disclosures

A summary of Bank's capital requirement for credit, market and operational risk and the capital adequacy ratio as on 31 st March 2009 is presented below:

		(Rs. in crores)
		Amount
(b)	Capital requirements for Credit risk	
	- Portfolios subject to standardized approach	66.56
	- Securitisation exposures	-
(c)	Capital requirements for Market risk	
	- Standardised duration approach	
	- Interest rate risk	4.57
	- Foreign exchange risk (including gold)	-
	- Equity risk	20.89
(d)	Capital requirements for Operational risk	
	- Basic indicator approach	8.64
(e)	Total Capital Adequacy Ratio of the Bank (%)	31.34%
	Tier 1 CRAR (%)	30.96%

IV) CREDIT RISK- GENERAL DISCLOSURES

Quantitative Disclosures

1 Total gross credit risk exposure, fund based & non- fund based -

(Rs. in crores)

Category	Amount
Fund Based	1523.15
Advances	791.67
Investment in Banking book	323.98
All other Assets	407.50
Non-Fund Based *	63.67
Total	1586.82

*Gurantees given on behalf constituents, acceptances, endorsements

2 Geographic distribution of exposure, fund based & non- fund based -

(Rs. in crores)

Category	Domestic	Overseas	Total
Fund Based	1,523.15	-	1,523.15
Non-Fund Based *	63.67	-	63.67
Total	1,586.82	-	1,586.82

*Gurantees given on behalf constituents, acceptances, endorsements

3 Industry type distribution of exposures, fund based-

(Rs. in crores)

Sr. No.	Industry Classification	Amount
		Fund Based
1	Iron and steel	2.05
2	Other Metal and Metal Products	4.45
3	All engineering	10.43
3.1	Of which Electronics	0.27
4	Electricity	1.42
5	Cotton Textiles	9.35
6	Other Textiles	31.40
7	Food Processing	9.45
8	Vegetable Oil and Vanaspati	0.56
9	Paper and Paper Products	3.45
10	Rubber and Rubber Products	0.24
11	Chemicals, Dyes, Paints, etc.	72.00
11.1	Of which Fertilizers	1.26
11.2	Of which Drugs & Pharmaceuticals	23.12
12	Cement	0.51
13	Gems and Jewellery	1.54
14	Construction	6.96
15	Automobiles including trucks	0.71
16	Computer Software	0.88
17	Infrastructure	17.02
17.1	Of which Power	3.28
18	Other Industries	35.16
19	Residual exposures to balance the total exposure	584.09
	Total	791.67

As on 30th September 2009 the Bank's exposure to the industries state below was more than 5% of the total gross credit exposure (advance):

Sr. No.	Industry classification	Percentage of the total gross credit
1	Chemicals, Dyes, Paints, etc.	9.09%

4 Residual contractual maturity breakdown of assets

(Rs. in crores)

Maturity bucket	Cash, balances with RBI and other banks	Investments	Advances	Other assets including fixed assets
1 day	43.24	194.05	43.97	10.71
2 to 7 days	17.17	55.23	25.80	0.06
8 to 14 days	14.57	18.62	15.42	0.27
15 to 28 days	5.42	6.67	19.01	-
29 days to upto 3 months	84.91	11.53	10.71	4.87
Over 3 months & upto 6 months	125.41	27.60	7.54	0.25
Over 6 months & upto 12 months	19.05	63.60	96.25	4.07
Over 1 year & upto 3 years	39.79	176.17	285.62	7.02
Over 3 years & upto 5 years	2.17	10.30	112.75	1.08
Over 5 years	2.28	38.79	160.78	25.18
Total	354.01	602.56	777.85	53.49

5 Movement of NPA and Provisions for NPA's -

Rs. In Crores

A	Amount of NPA's (Gross)	22.21
	- Substandard	7.53
	- Doubtful 1	2.07
	- Doubtful 2	5.82
	- Doubtful 3	2.52
	- Loss	4.27
B	Net NPA's	8.40
C	NPA Ratio's	
	- Gross NPA's to Gross advances	2.81%
	- Net NPA's to Net advances	1.08%
D	Movement of NPA's (Gross)	
	- Opening balance	17.27
	- Additions	7.72
	- Reductions	2.78
	- Closing balance	22.21
E	Movement of provisions for NPA's	
	- Opening balance	11.82
	- Provisions made during the period	3.43
	- Write-off / write back of excess provisions during the year	1.44
	- Closing balance	13.81

6 NPI and movement of provision for depreciation of NPI's -

Rs. In Crores

A	Amount of non- performing investments	2.29
B	Amount of provisions held for non- performing investments	2.29
C	Movement of provisions held for depreciation on investments	
	- Opening balance	4.76
	- Provisions made during the period	-
	- Write-off/ Write-back of excess provisions	3.30
	- Closing balance	1.46

V) CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDISED APPROACH

Quantitative Disclosures

Details of Exposure amount (Fund based and Non-fund based) subject to standardised approach based on Risk-Weight:

	(Rs. in crores)
	Amount
Below 100% risk weight	1116.16
100% risk weight	454.52
More than 100% risk weight	16.14
Credit Risk Mitigants (CRM) Deducted	159.65

VI) CREDIT RISK MITIGATION: DISCLOSURES FOR STANDARDISED APPROACHES

Quantitative Disclosures

For disclosed credit risk portfolio under the standardised approach, the total exposure that is covered by:
- eligible financial collateral; after the application of haircuts

Exposure covered by eligible financial collateral; after application of haircuts	159.65
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VII SECURITISATION

Quantitative Disclosures

(d) The total outstanding exposures securitised by the bank and subject to the securitisation framework by exposure type;

(e) For exposures securitised by the bank and subject to the securitisation framework:

- amount of impaired/ past due assets securitised; and

- losses recognised by the bank during the current period broken down by exposure type.

(f) Aggregate amount of securitisation exposure retained or purchased broken down by exposure type.

(g) Aggregate amount of securitisation exposures retained or purchased broken down into a meaningful number of risk weight bands. Exposures that have been deducted entirely from Tier I capital, credit enhancing I/Os deducted from total capital, and other exposures deducted from total capital should be disclosed separately by type of underlying exposure type.

Not applicable

VIII) MARKET RISK IN TRADING BOOK

Quantitative Disclosures

Capital Requirement for Market Risk -

	Rs. In Crores
	Amount of Capital
- Interest Rate Risk	4.57
- Equity Position Risk	20.89
- Foreign Exchange Risk	-

X) INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) -

Quantitative Disclosures

The increase (decline) in earnings and economic value (or relevant measure used by management) for upward and downward rate shocks according to management's method for measuring IRRBB, broken down by currency (where the turnover is more than 5% of the total turnover).

Earnings Perspective

(Rs. in crores)

Interest rate shock	Impact
At 1% change for 1 year	0.39
At 2% change for 1 year	0.78

Economic Value Perspective

(Rs. in crores)

Interest rate shock	Impact
200 basis point shock	21.75