

BALANCE SHEET AS AT 31st MARCH 2007

		Rs.000s omitted		
		As at 31.03.2007	As at 31.03.2006	
	SCH.	Rs.	Rs.	
<u>CAPITAL AND LIABILITIES</u>				
CAPITAL	1	2868232	2868232	
RESERVES AND SURPLUS	2	12095837	10524155	
DEPOSITS	3	276899064	236230589	
BORROWINGS	4	4509454	9934	
OTHER LIABILITIES AND PROVISIONS	5	18133888	15820423	
TOTAL		<u>314506475</u>	<u>265453333</u>	
<u>ASSETS</u>				
CASH AND BALANCES WITH RESERVE BANK OF INDIA	6	19573297	16864496	
BALANCES WITH BANKS AND MONEY AT CALL & SHORT NOTICE	7	8613606	8171347	
INVESTMENTS	8	92350450	85706682	
ADVANCES	9	183033904	142312370	
FIXED ASSETS	10	4418838	4669800	
OTHER ASSETS	11	6516380	7728638	
TOTAL		<u>314506475</u>	<u>265453333</u>	
CONTINGENT LIABILITIES	12	136954493	71410477	
BILLS FOR COLLECTION		27359977	20632133	
Significant Accounting Policies	17			
Notes forming Part of Accounts	18			
Schedules referred to above form an integral part of Balance Sheet				
<p>P.L.Gairola U. S. Kohli R.L.Banerjee Chandra Kishore Sudhir K Joshipura Chairman & Mg. Director Executive Director Director Director Director</p> <p>Vilas Patil A.Gopalakrishnan C.M. (Dilip) Dixit Anup Mehta Anil K Gupta Director Director Director Director Director</p> <p>R. K.Bansal D. Raju M.G. Sanghvi Chief Manager Asst. Gen.Manager General Manager</p>				
As per our separate report of even date attached				
For Bhudladia & Co For Khandelwal Kakani & Co. For S. Jaykishan For Gandhi Minocha & Co. For Nripendra & Co. Chartered Accountants Chartered Accountants Chartered Accountants Chartered Accountants Chartered Accountants				
<p>Sajan C V Garjana Rathore S. Chatterjee Ajay Katyal Rahul Gupta Partner Partner Partner Partner Partner (M. No.092146) (M. No. 78147) (M. No. 017361) (M. No. 087915) (M. No. 077811)</p>				
Place : Mumbai				

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2007

	As at 31.03.2007 Rs.	Rs. '000s omitted As at 31.03.2006 Rs.
<u>SCHEDULE-1 CAPITAL</u>		
AUTHORISED		
150,00,00,000 EQUITY SHARES OF RS. 10/- EACH	15000000	15000000
ISSUED, SUBSCRIBED AND PAID-UP	2868232	2868232
28,68,23,200 EQUITY SHARES OF RS. 10/- EACH FULLY PAID UP		
of which, 14,68,20,000 shares are held by the Government of India		
TOTAL	2868232	2868232
<u>SCHEDULE-2 RESERVES AND SURPLUS</u>		
I STATUTORY RESERVE		
OPENING BALANCE	2956314	2737350
ADDITION DURING THE YEAR	604691	218964
TOTAL - I	3561005	2956314
II CAPITAL RESERVE		
OPENING BALANCE	510800	92291
ADDITION DURING THE YEAR	24598	418509
TOTAL - II	535398	510800
III REVALUATION RESERVE		
OPENING BALANCE	2736732	1111622
ADDITION DURING THE YEAR	0	2133492
DEDUCTION DURING THE YEAR	-175500	-508382
TOTAL - III	2561232	2736732
IV SHARE PREMIUM		
OPENING BALANCE	2560064	2560064
ADDITION DURING THE YEAR	0	0
TOTAL - IV	2560064	2560064
V REVENUE RESERVE		
OPENING BALANCE	1760245	1240853
ADDITION DURING THE YEAR	1117893	519392
TOTAL - V	2878138	1760245
VI INVESTMENT FLUCTUATION RESERVE		
OPENING BALANCE	0	426986
DEDUCTION DURING THE YEAR	0	-426986
TOTAL - VI	0	0
TOTAL (I + II + III + IV + V +VI)	12095837	10524155

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2007

	As at 31.03.2007	<u>Rs. '000s omitted</u> As at 31.03.2006
	Rs.	Rs.
<u>SCHEDULE-3 DEPOSITS</u>		
A I DEMAND DEPOSITS		
i. FROM BANKS	668522	534681
ii. FROM OTHERS	32144075	23270975
II SAVINGS BANK DEPOSITS	90435904	79306277
III TERM DEPOSITS		
i. FROM BANKS	11170467	13718706
ii. FROM OTHERS	142480096	119399950
TOTAL	276899064	236230589
B (i) DEPOSITS OF BRANCHES IN INDIA	276899064	236230589
(ii) DEPOSITS OF BRANCHES OUTSIDE INDIA	0	0
TOTAL	276899064	236230589
<u>SCHEDULE-4 BORROWINGS</u>		
I BORROWINGS IN INDIA		
i. RESERVE BANK OF INDIA	4500000	0
ii .OTHER BANKS	0	0
iii. OTHER INSTITUTIONS AND AGENCIES	9454	9934
II BORROWINGS OUTSIDE INDIA	0	0
TOTAL	4509454	9934
<u>SCHEDULE-5 OTHER LIABILITIES & PROVISIONS</u>		
I BILLS PAYABLE	2708096	3071933
II INTER OFFICE ADJUSTMENTS(NET)	1831973	1646955
III INTEREST ACCRUED	1239829	938618
IV. CONTINGENT PROVISIONS AGAINST STANDARD ASSETS	1981842	1653228
V OTHERS(INCLUDING PROVISIONS)*	10372148	8509689
TOTAL	18133888	15820423
*Including Subordinated Debts from Central Govt. and Unsecured Redeemable Bonds forming part of TIER II Capital	5350000	6072800
Out of above, eligible part of Tier II capital	3950000	4241138

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2007

<u>SCHEDULE 6</u>	As at 31.03.2007	Rs.000s omitted As at 31.03.2006
<u>CASH AND BALANCES WITH RESERVE BANK OF INDIA</u>		
I CASH IN HAND (INCLUDING FOREIGN CURRENCY NOTES)	1811796	1409085
II BALANCES WITH RESERVE BANK OF INDIA		
i. IN CURRENT ACCOUNTS	17761501	12455411
ii. IN OTHER ACCOUNTS (UNDER LAF)	0	3000000
TOTAL	19573297	16864496
 <u>SCHEDULE 7 BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE</u>		
I IN INDIA		
i. BALANCES WITH BANKS		
a. IN CURRENT ACCOUNTS	2542535	2981824
b. IN OTHER DEPOSIT ACCOUNTS	1000000	1510800
ii. MONEY AT CALL AND SHORT NOTICE		
a. WITH BANKS	0	0
b. WITH OTHER INSTITUTIONS	0	0
TOTAL - I	3542535	4492624
II OUTSIDE INDIA		
i. IN CURRENT ACCOUNTS	509931	428255
ii. IN OTHER DEPOSIT ACCOUNTS	4561140	3250468
iii. MONEY AT CALL AND SHORT NOTICE	0	0
TOTAL - II	5071071	3678723
TOTAL (I + II)	8613606	8171347

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH 2007		Rs. 000s omitted	
	As at 31.03.2007	As at 31.03.2006	
SCHEDULE-8 INVESTMENTS			
I INVESTMENTS IN INDIA IN			
i. GOVERNMENT SECURITIES*	75881537	70305963	
ii. OTHER APPROVED SECURITIES	1607615	2003477	
iii. SHARES	1422828	1221301	
iv. DEBENTURES AND BONDS	8842893	9307387	
v. SUBSIDIARIES AND/OR JOINT VENTURES	217225	217225	
vi. OTHERS			
a. VENTURE CAPITAL	36500	25000	
b. UNITS OF MUTUAL FUNDS	4968	175000	
c. RIDF DEPOSIT	2724205	2080973	
d. COMMERCIAL PAPER	194194	97805	
e. SECURITY RECEIPTS OF ARCS	438549	272551	
f. OIL BONDS	482335	0	
g. CBLO	497601	0	
	4378352	2651329	
TOTAL	92350450	85706682	
II INVESTMENTS OUTSIDE INDIA			
	0	0	
TOTAL (I + II)	92350450	85706682	
GROSS INVESTMENTS	93245353	86352760	
LESS: PROVISION FOR DEPRECIATION	894903	646078	
NET INVESTMENTS	92350450	85706682	
*INCLUDES ENCUMBERED SECURITIES	90000	90000	
SCHEDULE-9 ADVANCES			
A.i. BILLS PURCHASED AND DISCOUNTED	11662628	9089900	
ii. CASH CREDITS, OVERDRAFTS AND LOANS REPAYABLE ON DEMAND	73151624	56508900	
iii. TERM LOANS	98219652	76713570	
TOTAL	183033904	142312370	
B.i. SECURED BY TANGIBLE ASSETS*	129143140	104369870	
ii. COVERED BY BANK/GOVT. GUARANTEES	14843215	12369500	
iii. UNSECURED	39047549	25573000	
TOTAL	183033904	142312370	
* includes advances against book-debts			
C. I. ADVANCES IN INDIA			
i. PRIORITY SECTOR	72379919	58356070	
ii. PUBLIC SECTOR	21343872	18843100	
iii. BANKS	4250003	2201400	
iv. OTHERS	85060110	62911800	
TOTAL	183033904	142312370	
II. ADVANCES OUTSIDE INDIA			
	0	0	
TOTAL	183033904	142312370	

SCHEDULE-10 FIXED ASSETS
A. TANGIBLE ASSETS
I. PREMISES

(i) AT COST AS AT 31 st MARCH OF THE PRECEEDING YEAR (Includes increase in the value on account of revaluation of certain premises in earlier years)	4388588	3333384
(ii) ADDITION ON ACCOUNT OF REVALUATION DURING THE YEAR	0	2133492
(iii) ADDITIONS DURING THE YEAR	15843	1311
(iv) DEDUCTIONS DURING THE YEAR	0	-1079599
(v) DEPRECIATION TO DATE	-999264	-792598
(vi) BUILDING UNDER CONSTRUCTION	737	20081
TOTAL - I	3405904	3616071

II. OTHER FIXED ASSETS

(INCLUDING FURNITURE AND FIXTURES)

(i) AT COST AS ON 31 st MARCH OF THE PRECEDING YEAR	3148249	2886089
(ii) ADDITIONS DURING THE YEAR	253666	386144
(iii) DEDUCTIONS DURING THE YEAR	-53996	-123984
(iv) DEPRECIATION TO DATE	-2401479	-2159044
TOTAL - II	946440	989205

TOTAL (I + II)
4352344
4605276
B. INTANGIBLE ASSETS
I. COMPUTER SOFTWARE

i. AT COST AS AT 31 st MARCH OF THE PRECEEDING YEAR	284688	251216
ii. ADDITION DURING THE YEAR	33368	33472
iii. DEDUCTION DURING THE CURRENT YEAR	0	0
IV. AMORTISED TO DATE	-251562	-220164
TOTAL	66494	64524

GRAND TOTAL (A+B)
4418838
4669800
SCHEDULE-11 OTHER ASSETS

I. INTER - OFFICE ADJUSTMENTS (NET)	0	0
II. INTEREST ACCRUED	2736614	2256956
III. TAX PAID IN ADVANCE/TAX DEDUCTED AT SOURCE (Net of provision)	1259093	1602914
IV. DEFERRED TAX ASSET (NET)	1468260	2109160
V. STATIONERY AND STAMPS	34241	53401
VI. NON BANKING ASSETS ACQUIRED IN SATISFACTION OF CLAIMS	98600	98600
VII. OTHERS	919572	1607607
TOTAL	6516380	7728638

SCHEDULE-12 CONTINGENT LIABILITIES

I. CLAIMS AGAINST THE BANK NOT ACKNOWLEDGED AS DEBTS	17475024	5326571
II. LIABILITY ON ACCOUNT OF PARTLY PAID SHARES	0	459
III. LIABILITY ON ACCOUNT OF OUTSTANDING FORWARD EXCHANGE CONTRACTS	85215768	37756268
IV. GUARANTEES GIVEN ON BEHALF OF CONSTITUENTS		
a) IN INDIA	20711987	17644437
b) OUTSIDE INDIA	0	0
V. ACCEPTANCES ,ENDORSEMENTS AND OTHER OBLIGATIONS	13287655	10634711
VI. OTHER ITEMS FOR WHICH THE BANK IS CONTINGENTLY LIABLE	264059	48031
TOTAL	<u>136954493</u>	<u>71410477</u>

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2007

	Year ended 31.03.2007	Rs.	<u>Rs.000s omitted</u> Year ended 31.03.2006	Rs.
<u>SCHEDULE 13 INTEREST EARNED</u>				
I. INTEREST/DISCOUNT ON ADVANCES/BILLS	13918019		9848462	
II. INCOME ON INVESTMENTS	6650885		7140941	
III. INTEREST ON BALANCES WITH RESERVE BANK OF INDIA AND OTHER INTER BANK FUNDS	398788		368701	
IV. OTHERS	217494		243156	
TOTAL	21185186		17601260	
<u>SCHEDULE 14 OTHER INCOME</u>				
I. COMMISSION, EXCHANGE AND BROKERAGE	1252033		874431	
II. PROFIT ON SALE OF INVESTMENTS 817334	1256007		1253299	
LESS: LOSS ON SALE OF INVESTMENTS <u>-422824</u>	394510	<u>-2708</u>	1253299	
III. PROFIT/ LOSS ON REVALUATION OF INVESTMENT	-307158		-199555	
IV. PROFIT ON SALE OF LAND, BUILDINGS AND OTHER ASSETS (NET)	636		563221	
V. PROFIT ON FOREIGN EXCHANGE TRANSACTIONS (NET)	307607		252610	
VI. INCOME EARNED BY WAY OF DIVIDENDS ETC. FROM SUBSIDIARIES / COMPANIES AND /OR JOINT VENTURES ABROAD/ IN INDIA	21233		15999	
VII. MISCELLANEOUS INCOME	2246393		1630358	
TOTAL	3915254		4390363	
<u>SCHEDULE 15 INTEREST EXPENDED</u>				
I. INTEREST ON DEPOSITS	11896695		9733828	
II. INTEREST ON RESERVE BANK OF INDIA/INTER BANK BORROWINGS	61999		172785	
III. OTHERS	672879		467946	
TOTAL	12631573		10374559	
<u>SCHEDULE 16 OPERATING EXPENSES</u>				
I. PAYMENTS TO AND PROVISIONS FOR EMPLOYEES	3840806		3542506	
II. RENT, TAXES AND LIGHTING	485702		455609	
III. PRINTING AND STATIONERY	95186		84518	
IV. ADVERTISEMENT AND PUBLICITY	110518		127663	
V. DEPRECIATION ON BANK'S PROPERTY	317806		324108	
VI. DIRECTORS' FEES, ALLOWANCES AND EXPENSES	5500		6088	
VII. AUDITORS' FEES AND EXPENSES (INCLUDING BRANCH AUDITORS)	52086		53746	
VIII. LAW CHARGES	36193		24037	
IX. POSTAGE, TELEGRAMS, TELEPHONES ETC.	159267		94522	
X. REPAIRS AND MAINTENANCE	179633		172951	
XI. INSURANCE	286548		249795	
XII. OTHER EXPENDITURE	545898		477880	
TOTAL	6115143		5613423	

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2007

	SCH	Year ended 31.03.2007 Rs.	Rs 000s omitted Year ended 31.03.2006 Rs.
<u>I INCOME</u>			
INTEREST EARNED	13	21185186	17601260
OTHER INCOME	14	3915254	4390363
TOTAL		25100440	21991623
<u>II EXPENDITURE</u>			
INTEREST EXPENDED	15	12631573	10374559
OPERATING EXPENSES	16	6115143	5613423
PROVISIONS & CONTINGENCIES		4338087	5273762
TOTAL		23084803	21261744
<u>III PROFIT/LOSS</u>			
NET PROFIT FOR THE YEAR		2015637	729879
NET PROFIT/LOSS BROUGHT FORWARD		0	0
TOTAL		2015637	729879
<u>IV APPROPRIATIONS</u>			
TRANSFER FROM INVESTMENT FLUCTUATION RESERVE		0	-426986
TRANSFER TO STATUTORY RESERVE		604691	218964
TRANSFER TO CAPITAL RESERVES		24598	418509
TRANSFER TO REVENUE RESERVE		1117893	519392
PROPOSED DIVIDEND (INCL. DIVIDEND TAX)		268455	0
BALANCE CARRIED OVER TO BALANCE SHEET		0	0
TOTAL		2015637	729879
Significant Accounting Policies	17		
Notes forming Part of Accounts	18		
Schedules referred to above form an integral part of Profit and Loss Account			

P.L.Gairola U. S. Kohli R.L.Banerjee Chandra Kishore Sudhir K Joshipura
Chairman & Mg. Director Executive Director Director Director Director

Vilas Patil A.Gopalakrishnan C.M. (Dilip) Dixit Anup Mehta Anil K Gupta
Director Director Director Director Director

R. K.Bansal D. Raju M.G. Sanghvi
Chief Manager Asst. Gen.Manager General Manager

As per our separate report of even date attached

For Bhudladia & Co Chartered Accountants For Khandelwal Kakani & Co Chartered Accountants For S. Jaykishan Chartered Accountants For Gandhi Minocha & Co. Chartered Accountants For Nripendra & Co. Chartered Accountants

Sajan C V Garjana Rathore S. Chatterjee Ajay Katyal Rahul Gupta
Partner Partner Partner Partner Partner
(M. No.092146) (M. No. 78147) (M No. 017361) (M No. 087915) (M No. 077811)

Place : Mumbai
Date :- 25.04.2007