

**REPORT ON FINANCIAL RESULTS
FOR THE QUARTER/ YEAR ENDED 31st MARCH 2007**

Rs in lacs

		Quarter ended		Year ended	
		31.03.07 Audited	31.03.06 Audited	31.03.07 Audited	31.03.06 Audited
1	Interest earned (a+b+c+d)	58449	42960	211852	176013
	(a) Interest / discount on advances / bills	39673	26391	139180	98485
	(b) Income on investment	17050	16336	66509	71409
	(c) Interest on balances with Reserve Bank of India and other Inter Bank funds	1715	853	3988	3687
	(d) Others	11	-620	2175	2432
2	Other income	9975	15028	39152	43904
A	Total income (1+2)	68424	57988	251004	219917
3	Interest expended	35157	26918	126316	103746
4	Operating expenses (e+f)	14840	14044	61151	56134
	(e) Payments to and provisions for employees	8612	8568	38408	35425
	(f) Other operating expenses	6228	5476	22743	20709
B	Total expenditure (3+4) (Excluding provisions and contingencies)	49997	40962	187467	159880
C	Operating Profit (A - B) (Profit before provisions and contingencies)	18427	17026	63537	60037
D	Provisions and contingencies	14875	3582	40235	54887
	- of which provisions for NPAs	11213	-316	28789	23692
E	Provisions for Taxes (incl. DTA / FBT)	-828	397	3146	(-) 2149
F	Net Profit (C - D - E)	4380	13047	20156	7299
5	Paid up equity share capital	28682	28682	28682	28682
6	Reserve excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)	95346	77874	95346	77874
i	Percentage of shares held by Govt. of India	51.19	51.19	51.19	51.19
ii	Capital Adequacy Ratio %	11.52	10.62	11.52	10.62
iii	Earning per share (Basic & diluted) Not Annualised - Rs.	1.53	4.55	7.03	2.54
iv	(a) Amount of gross Non Performing Assets	74448	94940	74448	94940
	(b) Amount of Net Non Performing Assets	36480	43285	36480	43285
	(c) % of gross NPAs to gross advances	3.98	6.44	3.98	6.44
	(d) % of Net NPAs to Net advances	1.99	3.04	1.99	3.04
v	Return on Assets (Annualised) %	0.58	2.01	0.71	0.29
8.	Aggregate of Non-Permotor Share Holding				
i	Number of shares	140003200	140003200	140003200	140003200
ii	% of share holding	48.81	48.81	48.81	48.81

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SEGMENT WISE RESULTS**(Rs in crores)**

Particulars	Quarter ended		Year ended	
	31.03.07 Audited	31.03.06 Audited	31.03.07 Audited	31.03.06 Audited
i) Treasury Operations	37.62	65.94	211.94	366.98
ii) Other Banking Operations	624.46	468.88	2276.48	1771.73
Total	662.08	534.82	2488.42	2138.71
i) Treasury Operations	5.28	-163.69	16.90	-121.74
ii) Other Banking Operations	33.20	248.17	204.06	101.02
Total	38.48	84.48	220.96	-20.72
Unallocated Revenue	0.06	-6.24	21.62	24.09
Unallocated Expenses	3.02	0.12	9.56	8.19
Operating Profit (Net Profit before Tax)	35.52	78.12	233.02	-4.82
Extra ordinary Income	0.00	56.32	0.00	56.32
Income tax (including DTA)	-8.28	3.97	31.46	-21.49
Net Profit	43.80	130.47	201.56	72.99
i) Treasury Operations	2589.10	2837.50	2589.10	2837.50
ii) Other Banking Operations	28588.27	23336.62	28588.27	23336.62
iii) Unallocated assets	273.28	371.21	273.28	371.21
Total assets	31450.65	26545.33	31450.65	26545.33
i) Treasury Operations	0.00	0.00	0.00	0.00
ii) Other Banking Operations	29954.22	25206.06	29954.22	25206.06
iii) Unallocated liability	1496.43	1339.27	1496.43	1339.27
Total Liabilities	31450.65	26545.33	31450.65	26545.33

Note : The Bank has only one geographical segment i.e. Domestic.

NOTES :

1. The working results for the quarter / year ended 31.03.2007, have been arrived at after considering provision for (i) NPAs & Standard Assets (ii) terminal benefits to employees (iii) diminution in the value of investments (iv) income tax, deferred tax, FBT and other contingencies etc.
2. The Board of Directors have proposed a dividend @ 8% for the year.
3. Reconciliation of entries outstanding as on 31.03.2007 in Inter Bank/ Inter Branch and other accounts are in progress and in the opinion of the management, consequential impact thereof on revenue/assets/liabilities is not material.

4. Investors complaints for the quarter ended 31.03.2007 is : Complaints pending at the beginning of quarter - Nil, received & disposed off during the quarter - 5 , pending at the end of quarter - NIL .
5. The above results have been taken on record by the Board of Directors on 25th April, 2007.
6. Corresponding figures have been regrouped/ reclassified, wherever necessary, to make them comparable with current results.

(U. S. Kohli)
Executive Director

(P.L.Gairola)
(Chairman & Managing director)

PLACE : MUMBAI
DATE : 25th April, 2007