

**HO : Risk Management Department
CHENNAI.**

ADDITIONAL DISCLOSURES IN TERMS OF COMPLIANCE OF BASEL II
REQUIREMENTS AS STIPULATED BY RESERVE BANK OF INDIA

Table DF – 1

Scope of Application

Quantitative Disclosures
NA

Tabel DF – 2

Capital Structure

Quantitative Disclosures: (Solo Global Position)	
Amount of Tier 1 Capital as on 30 09 2008	
Paid up Equity Share Capital	Rs.429.77 Cr
Perpetual Non cumulative Preference Share Capital	Rs.400.00 Cr
Reserves	Rs.4611.79 Cr
Less Deferred Tax Asset	Rs. 356.90 Cr
Total Tier 1	Rs.5084.66 Cr
Amount of Tier 2 Capital	
Subordinate Debt (Rs.83.96 Cr @ 6.15% and Rs.90.10 Cr @ 6.25%)	Rs.174.06 Cr
General Provisions	Rs.321.52 Cr
Revaluation Reserves	Rs. 95.90 Cr
Total	Rs. 591.48 Cr

Table DF – 3
Capital Adequacy

Quantitative disclosures		
➤ Capital requirements for credit risk:		
-- Portfolios subject to standardized approach	Rs.3912.53 Cr	
-- Securitization exposures	NIL	
(c)Capital requirements for market risk:		
➤ Standardized duration approach;		
-- Interest Rate Risk	Rs. 189.29 Cr	
-- Foreign Exchange Risk (including gold)	Rs. 7.20 Cr	
-- Equity Risk	Rs. 81.77 Cr	
(d) Capital requirements for operational risk:		
➤ Basic Indicator Approach	Rs.341.59 Cr	
(e) Total and Tier 1 capital ratio: (Solo –Global)		11.27%
		10.10%

Table DF – 4

Credit Risk : General disclosures for all banks**Quantitative Disclosures**

(b) Total gross credit risk exposures, Fund Based and Non-fund based separately.
In Rs.Cr

Gross Credit Risk Exposures	
Fund Based	
Loans and Advances	48091.83
Investments	12483.93
Other Assets	9118.02
Total Fund Based	69693.78
Non Fund Based including contingent credit / Contract	19423.98
Total Credit Risk Exposure	89117.76

(c) Geographic distribution of exposures, Fund Based and Non-fund based including contingent credit separately:

Overseas

Singapore	Fund Based Rs.2418.90 Cr	Non Fund Based (Incl. Contingent Credit / Contract) Rs.946.10 Cr	Total Rs. 3365.00 Cr
Colombo	Fund Based Rs.258.55 Cr	Non Fund Based (Incl. Contingent Credit / Contract) Rs.73.71 Cr	Total Rs. 332.26 Cr

Domestic Gross Advances:

Geographical Region	Total	
	Amount (Rs. in Crores)	%
EAST	2411.39	5.31
WEST	11012.39	24.25
NORTH	4936.02	10.87
SOUTH	27054.57	59.57
GRAND TOTAL	45414.37	100.00

(d) Industry wise distribution of advances (Gross Domestic Credit):

(Rs. in Crores)

S No.	Industry Name	Fund Based Balance Outstanding
1.	Coal	3.15
2.	Mining	29.91
3.	Iron and Steel	1449.69
4.	Other Metal and Metal Products	513.70
5.	All Engineering	905.19
5.1	Of which Electronics	445.05
6.	Electricity	731.47
7.	Cotton Textiles	1651.63
8.	Other Textiles	535.73
9.	Sugar	628.59
10.	Tea	4.39
11.	Food Processing	594.30
12.	Vegetable Oils and Vanaspati	24.22
13.	Tobacco and Tobacco Products	32.93
14.	Paper and Paper Products	169.07
15.	Rubber and Rubber Products	214.24
16.	Chemical, Dyes, Paints, etc	457.52
16.1	Of which Fertilizers	151.12
16.2	Petro-chemicals	42.81
16.3	Drugs and Pharmaceuticals	263.59
17.	Cement	729.69
18.	Leather and Leather Products	130.08
19.	Gems and Jewellery	87.39
20.	Construction	430.33
21.	Petroleum	1386.08
22.	Automobiles including Trucks	446.27
23.	Computer Software	11.45
24.	Infrastructure	5968.35
24.1	Of which Power	1880.15
24.2	Telecom	1480.94
24.3	Roads / Ports	728.74
25.	NBFC	487.78
26.	Trading	4351.06
27.	Other Industries	516.63
28.	Residuary Other Advances	22923.53
Total (Domestic Gross Advances)		45414.37

(e) Residual contractual maturity breakdown of advances and investments—Domestic
(Rs.

in Crores)

Details	1-14 Days	15-28 Days	29Days - 3 M	>3M - 6 M	>6 M - 1 Year	>1 Y - 3Years	>3 Y - 5Years	>5 Years	Total
Advances	4353.84	1467.80	4903.80	4180.92	4203.52	15491.05	4611.03	5495.04	44706.99
Investments	1059.07	386.17	1329.67	1303.79	3756.63	6674.03	761.34	3663.39	18934.10

Rs. In Crores

(f) Amount of NPAs (Gross) -- Global	470.40
➤ Substandard	206.21
➤ Doubtful 1	96.46
➤ Doubtful 2	93.44
➤ Doubtful 3	30.63
➤ Loss	43.66
(g) Net NPAs	85.26
(h) NPA Ratios	
➤ Gross NPAs to gross advances %	0.98
➤ Net NPAs to net advances %	0.18
(i) Movement of NPAs (Gross)	
➤ Opening Balance	486.87
➤ Additions	142.12
➤ Reductions	158.59
➤ Closing Balance	470.40
(j) Movement of provisions for NPAs	
➤ Opening Balance	219.60
➤ Provisions made during the period	6.14
➤ Write Off / Tr to AUC	6.90
➤ Write-back of excess provisions	0.60
Closing balance	219.44
(k) Amount of Non-Performing investments	24.11
(l) Amount of Provisions held for non-performing investments	24.11
(m) Movement of provisions for depreciation on investments	
➤ Opening balance	205.24
➤ Provisions made during the period	247.29
➤ Write-off	
➤ Write-back of excess provisions	40.15
➤ Closing balance	412.38

Table – 5

Credit Risk : disclosures for portfolios subject to the standardized approach**Quantitative Disclosures:**

The total credit risk exposure (as in Table 4) bifurcated after the credit risk mitigation under Standardized Approach is as under:

Rs. in Cr

Particulars	Below 100% Risk Weight		100% Risk Weight		More than 100% Risk Weight		Grand Total	
	Book Value	Risk Weighted value	Book Value	Risk Weighted value	Book Value	Risk Weighted value	Book Value	Risk Weighted value
Fund Based								
Loans and Advances	26704.76	12149.90	8167.52	8558.87	13219.55	18531.25	48091.83	39240.02
Investments	12325.28	35.35	93.90	26.07	64.75	6.94	12483.93	68.36
Other Assets	8257.97	178.97	860.05	860.05	0.00	0.00	9118.02	1039.02
Total Fund Based	47288.01	12364.22	9121.47	9444.99	13284.30	18538.19	69693.78	40347.40
Non Fund Based including Contingent Credit.	14387.75	883.25	2334.96	905.36	2701.27	1336.54	19423.98	3125.15
Total Credit Risk Exposure	61675.76	13247.47	11456.43	10350.35	15985.57	19874.73	89117.76	43472.55

Table – 6

Credit Risk Mitigation : disclosures for standardized approaches

Quantitative Disclosures

(b) For disclosed credit risk portfolio under the standardized approach, the total exposure that is covered by:

➤ Eligible financial collateral; after the application of haircuts

Deposits	Rs. 3232.45 Cr
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Gold Jewels	Rs. 2853.18 Cr
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Table – 7

Securitization : disclosure for standardized approach

Quantitative Disclosures:

NIL

Table – 8

Market risk in trading book

Quantitative Disclosures:

(b) The capital requirements for:

- | | |
|-----------------------------|--------------|
| ➤ Interest rate risk; | Rs.189.29 Cr |
| ➤ Equity position risk; and | Rs. 81.77 Cr |
| ➤ Foreign exchange risk; | Rs. 7.20 Cr |

Table – 9

Operational Risk

Quantitative disclosures

Capital charge for Operational Risk is computed as per the Basic Indicator Approach. The average of the gross income, as defined in the New Capital Adequacy Framework guidelines, for the previous 3 years ie 2007-08; 2006-07 and 2005-06 is considered for computing the capital charge. The required capital is Rs.341.59 Cr.

Table DF – 10

Interest Rate Risk in the banking book (IRRBB)

Quantitative Disclosures:

(b) 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 per cent of the total turnover).

- i) Earnings at Risk for 25 bps interest rate hike as on 30 09 2008 is Rs.6.72 Cr
- ii) Change in Market value of Equity 200 bps interest rate shock is Rs.133.96 Cr
(Repricing of BPLR in the 2 time bucket)