

DEPT: SECRETARIAL
REF No. SEC/ST EX.STT/ 32 /2021-22

14-06-2021

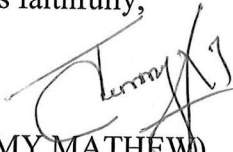
BSE Ltd. Department of Corporate Services (Listing), First Floor, New Trading Wing, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai – 400 001. SCRIP CODE: 532218	National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051. SCRIP CODE: SOUTHBANK
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Dear Sirs,

**Sub: Half yearly communication to Stock Exchange – Regulation 52(4) and 52(5) of SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to Regulation 52(4) and 52(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we forward herewith half-yearly communication along with confirmation letter signed by trustees along with the financial results for the half year ended 31st March 2021.

Yours faithfully,



(JIMMY MATHEW)
COMPANY SECRETARY

Encl : a.a.

DEPT: CFM

CFM:71: 2021-22

07-06-2021

To
Stock Exchanges/ Bond holders.

Dear Sir,

Sub: **Half yearly communication to Exchanges/ Debenture holders for the Half year ended 31st March 2021.**

With reference to the Regulation 52(4) and 52 (5) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, we are forwarding the half yearly compliance as on 31st September 2020 counter signed by trustees as under:

No	Particulars	
1	Credit Rating	<p><u>Tier- II Bonds:-</u> 'CARE A' (Single A ; Outlook: Negative) by CARE Ratings and IND A (Outlook: Negative) by India Ratings & Research (Earlier known as "Fitch Ratings")</p> <p><u>Additional Tier -I Bonds:-</u> IND A- (Outlook: Negative) by India Ratings & Research (Earlier known as "Fitch Ratings")</p>
2	Asset Cover available	Unsecured
3	Debt-Equity Ratio	0.75
4	Previous due date for the payment of interest/ principal and whether the same paid or not	<p>1) SIB Bond 2009 - Redemption date-20-04-2020; Payment date -20-04-2020</p> <p>2) SIB Bond 2015 - Previous Interest due date - 31-03-2021; Payment date - 31-03-2021</p> <p>3) SIB Bond 2017- Previous Interest due date - 28-11-2020; Payment date - 30.11.2020*</p> <p>4) SIB Bond 2019 - Previous Interest due date - 26-03-2021; Payment date-26-03-2021</p> <p>5) SIB Bond 2020- Previous Interest due date - 24.01.2021 ; Payment date - 25.01.2021#</p> <p>*Since 28-11-2020 and 29-11-2020 are not business days interest was paid on 30.11.2020</p>

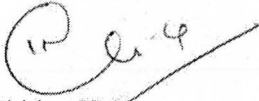


The South Indian Bank Ltd., Regd. Office: Thrissur, Kerala
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 e-mail: sibcorporate@sib.co.in, CIN: L65191KL 1929PLC001017, Toll Free (India) 1800-102-9408, 1800-425-1809 (BSNL)

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		being the next business day as per the terms of issue. #Since 24-01-2021 was not a business day, the interest is paid on 25-01-2021 being the next business day as per the terms of issue.
5	Next due date for payment of interest/ principal	SIB Bond 2015 – 31.03.2022 SIB Bond 2017 – 28.05.2021 SIB Bond 2019 – 26.09.2021 SIB Bond 2020 – 24.01.2022
6	Debt service coverage ratio	N.A
No	Particulars	
7	Interest service coverage ratio	N.A
8	Outstanding redeemable Preference shares	N.A
9	Debenture redemption reserve	N.A
10	Net worth (Rs. in Cr.)	5311.40
11	Net profit after tax (Rs. in Cr.)	61.91
12	Earnings per share (Basic - yearly)	0.34

Yours faithfully,



Chithra.H
Chief Financial Officer



No. 28626/ITSL/OPR/2021-22
June 11, 2021

To,
South Indian Bank Ltd
CFM Department, Head office,
T.B. Road, P.B. No.28,
Thrissur,
Kerala, Pin 680001

Kind Attn: Ms. Chithra H.

Dear Madam,

Sub: Letter from Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR 2015)

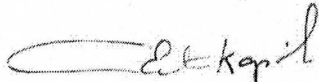
This has reference to the privately placed Unsecured, Non-Convertible Debentures issued by **South Indian Bank Ltd**, ("Issuer") wherein IDBI Trusteeship Services Limited is acting as the Debenture Trustee and listed on the National Stock Exchange of India Ltd. (NSE) and/or Bombay Stock Exchange (BSE) ("Listed Debt Securities").

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Issuer is required to submit the documents required there along with its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (IDBI Trusteeship Services Limited) that the Debenture Trustee has noted the contents furnished by the Issuer as per Regulation 52(4).

In pursuance thereof, we hereby confirm that we have received the aforesaid information for the year ended March 31, 2021 through your emails dated May 21, 2021 and June 11, 2021 and we have noted the contents provided therein, without verification.

Thanking you.

Yours faithfully,
For IDBI Trusteeship Services Limited



Authorised Signatory

Independent Auditor's report on quarterly and annual financial results of The South Indian Bank Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors
The South Indian Bank Limited

Opinion

1. We have audited the accompanying quarterly Financial Results of The South Indian Bank Limited ("the Bank") for the quarter ended March 31, 2021 and the annual financial results for the period from April 1, 2020 to March 31, 2021 ('Financial Results') attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), except for the disclosures relating to Pillar 3 disclosure as at March 31, 2021, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Financial Results and have not been audited by us. The Financial Results includes the results for the quarter ended March 31, 2021, being the derived balancing figures between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year to date figures upto the nine months ended December 31, 2020, of the current financial year which were subject to Limited Review.
2. In our opinion and to the best of our information and according to the explanations given to us, these Financial Results:
 - i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard except for the disclosures relating to Pillar 3 disclosure as at March 31, 2021, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Financial Results and have not been audited by us; and

for the year ended March 31, 2021 and other financial information in accordance with the recognition and measurement principles laid down in the Accounting Standards specified under section 133 of the Act, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

6. In preparing the Financial Results, the management and the Board of Directors are responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management and Board of Directors either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.
7. The Board of Directors is also responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

8. Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Results. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

including any significant deficiencies in internal control that we identify during our audit.

10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

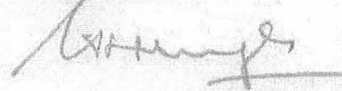
Other Matters

11. These Financial Results incorporate the relevant returns of 60 branches and Treasury Branch audited by us and 824 branches audited by the other branch auditors. The branches audited by other branch auditors cover 74.29% of advances, 84.29% of deposits and 63.17% of Non-performing assets (Net) as on March 31, 2021 and 58.90% / 59.96% of revenue for the quarter ended March 31, 2021 / for the period from April 1, 2020 to March 31, 2021. Our opinion on the Financial Results, in so far as it relates to the amounts and disclosures included in respect of such branches, is based solely on the reports of such branch auditors.

Our opinion on the financial results is not modified in respect of above matter.

Kochi-19
21st May 2021

For Varma & Varma
Chartered Accountants
FRN-0045325



V Sathyanarayanan
Partner

M. No. 21941
UDIN - 21021941AAAAACE6903

Segmentwise Results

[₹ in Lakhs]

	Quarter ended			Year Ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	Audited #	Unaudited	Audited #	Audited	Audited
1. Segment Revenue					
a) Treasury	47,810	45,867	57,248	189,405	184,600
b) Corporate/ Wholesale Banking	58,960	63,361	87,042	280,942	338,069
c) Retail Banking	93,247	91,392	80,807	356,874	327,314
d) Other Banking Operations	9,808	7,588	9,091	30,872	30,972
Total	209,825	208,208	234,188	849,093	880,955
Less: Inter-segment Revenue	-	-	-	-	-
Net Income from Operations	209,825	208,208	234,188	849,093	880,955
2. Segment Results (net of provisions)					
a) Treasury	1,262	(4,934)	(12,822)	5,729	(8,166)
b) Corporate/ Wholesale Banking	(24,654)	(22,425)	(13,564)	(81,416)	(42,751)
c) Retail Banking	10,749	9,341	30	54,360	40,939
d) Other Banking Operations	7,394	5,816	7,318	23,693	24,933
Total	(5,249)	(12,202)	(19,038)	2,366	14,955
Less: unallocated expenditure*	(6,300)	-	-	(6,300)	-
Profit/(Loss) Before Tax	1,051	(12,202)	(19,038)	8,666	14,955
3. Segment Assets					
a) Treasury	2,247,340	2,337,668	2,158,660	2,247,340	2,158,660
b) Corporate/ Wholesale Banking	3,189,060	3,410,945	3,826,223	3,189,060	3,826,223
c) Retail Banking	3,718,558	3,537,988	3,422,268	3,718,558	3,422,268
d) Other Banking Operations	1,027	1,332	1,086	1,027	1,086
e) Un allocated	258,932	267,515	294,053	258,932	294,053
Total	9,414,917	9,555,448	9,703,290	9,414,917	9,703,290
4. Segment Liabilities					
a) Treasury	2,131,211	2,214,551	2,063,339	2,131,211	2,063,339
b) Corporate/ Wholesale Banking	3,050,540	3,277,732	3,689,877	3,050,540	3,689,877
c) Retail Banking	3,557,038	3,399,812	3,301,282	3,557,038	3,301,282
d) Other Banking Operations	-	-	-	-	-
e) Un allocated	95,412	107,316	101,312	95,412	101,312
Total	8,834,201	8,999,411	9,155,810	8,834,201	9,155,810
5. Capital Employed (Segment Assets-Segment Liabilities)					
a) Treasury	116,129	123,117	95,321	116,129	95,321
b) Corporate/ Wholesale Banking	138,520	133,213	136,346	138,520	136,346
c) Retail Banking	161,520	138,176	121,986	161,520	121,986
d) Other Banking Operations	1,027	1,332	1,086	1,027	1,086
e) Unallocated	163,520	160,199	192,741	163,520	192,741
Total	580,716	556,037	547,480	580,716	547,480

For the above segment reporting, the reportable segments are identified into Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in Compliance with the revised RBI Guidelines. The Bank operates in India.

*Refer Note 14

Refer Note 4

Notes:

1. Statement of Assets and Liabilities as at March 31, 2021 is given below:

	As at	
	31.03.2021	31.03.2020
	Audited	Audited
CAPITAL AND LIABILITIES		
Capital	20,927	18,997
Employees Stock Option Outstanding	298	255
Reserves and Surplus	589,789	529,383
Deposits	8,271,055	8,303,389
Borrowings	410,827	689,323
Other Liabilities and Provisions	152,111	162,843
Total	9,414,917	9,703,290
ASSETS		
Cash and Balances with Reserve Bank of India	330,471	280,598
Balances with Banks and money at call & short notice	546,316	138,378
Investments	2,032,108	2,062,528
Advances	5,805,648	6,443,947
Fixed Assets	79,517	80,004
Other Assets	620,857	697,835
Total	9,414,917	9,703,290



The South Indian Bank Ltd., Regd. Office: Thrissur, Kerala

Head Office: S.I.B. House, T.B. Road, P.B. No: 28, Thrissur - 680 001, Kerala. (Tel) 0487-2420 020, (Fax) 91 487-244 2021

e-mail: sibcorporate@sib.co.in, CIN: L65191KL 1929PLC001017, Toll Free (India) 1800-102-9408, 1800-425-1809 (BSNL)

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- 7 The Reserve Bank of India (RBI), vide notification dated December 4, 2020, stated that in view of the ongoing stress and heightened uncertainty on account of COVID-19, banks should continue to conserve capital to support the economy and absorb losses. The notification also stated that in order to further strengthen the banks' balance sheets, while at the same time support lending to the real economy, banks shall not make any dividend payment on equity shares from the profits pertaining to the financial year ended March 31, 2020. The Bank did not declare final dividend for the Financial Year ended March 31, 2020. Given that the current "second wave" has significantly increased the number of COVID-19 cases in India and uncertainty remains, the Board of Directors of the Bank, at its meeting held on May 21, 2021, has considered it prudent not to propose dividend for the Financial Year ended March 31, 2021.
- 8 During the year ended March 31, 2021, the aggregate book value of sale and transfer of securities to/from HTM category has exceeded the threshold limit of 5% of the book value of investments held in HTM category at the beginning of the year as specified by RBI. However, since the market value of investments held in HTM category as at March 31, 2021 amounting to ₹ 1,802,999.05 Lakhs is higher than the corresponding book value of such investment amounting to ₹ 1,779,166.71 Lakhs, no provision is required to be made in respect of the same.
- 9 During the quarter and year ended March 31, 2021, the Bank has allotted 28,3018,867 (Twenty-eight crore thirty lakh eighteen thousand eight hundred and sixty-seven) equity shares ("Shares") of face value of ₹ 1 (Indian Rupees One only) at a premium of INR 7.48/-each (Indian Rupees Eight and Paise Forty-eight only) on preferential basis, aggregating to ₹ 23,999 Lakhs.
- 10 Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. The impact of COVID-19, including changes in customer behaviour and pandemic fears, as well as restrictions on business and individual activities, has led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The extent to which the COVID-19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, continue to impact the Bank's results will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by us. As per the 'COVID-19 Regulatory Packages' announced by the RBI ("the RBI guidelines"), with regard to providing relief to borrowers, whose accounts were standard as on February 29, 2020, the Bank, in accordance with the Board approved policy had offered moratorium on repayment of loan instalments and/or deferment of interest due between March 1, 2020 and August 31, 2020, including relaxation in certain parameters to all eligible borrowers, without considering the same as restructuring. In respect of such accounts that were granted moratorium, the asset classification remained standstill during the moratorium period. The Honourable Supreme Court in a writ petition by Gajendra Sharma Vs Union of India & Anr vide its interim order dated September 3, 2020 had directed Banks that the accounts which were not declared as Non Performing asset (NPA) till August 31, 2020 shall not be declared as NPA till further orders, pending disposal of the case by Supreme Court. Pursuant to the order, the Bank had not declared any account as NPA, which was not declared as NPA till August 31, 2020 as per the RBI Prudential norms on Income Recognition, Asset classification, and provisioning pertaining to advances, although the Bank held sufficient provisions in respect of these advances and as a prudent measure, did not recognize the unrealized interest on these accounts as income. Pending final decision in this regard, the Bank had created adequate provisions to cover any likely impact arising therefrom, which was carried under Other liabilities and Provisions in the Balance sheet of the Bank as at December 31, 2020. The interim order to not declare accounts as NPA has been vacated by the Honourable Supreme Court on March 23, 2021 vide judgement in the matter of Small-Scale Industrial Manufacturers Association vs. UOI & Ors and RBI has issued a circular dated April 07, 2021 thereon, in accordance with which the Bank has made the asset classification of borrower accounts which were granted moratorium as above, as per the applicable extant IRAC norms with effect from September 1, 2020. As stated above, the Bank held a provision of ₹ 275.74 Lakhs as on December 31, 2020 against the likely impact of COVID-19, including the RBI mandated provision as per such guidelines. During the current quarter, the bank has utilized ₹ 967 Lakhs from the above provision for creation of RBI mandated provision for advances restructured under "Resolution framework for COVID-19 related stress" and an amount of ₹ 266.07 Lakhs towards the provision required as per extant IRAC norms.
- 11 In accordance with the scheme announced by the Government of India on October 23, 2020 for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts (March 01, 2020 to August 31, 2020), the Bank had submitted the requisite claim amounting to ₹ 1,356 Lakhs and credited the accounts of the eligible borrowers. Further, in accordance with the decision of the Honourable Supreme Court on March 23, 2021 in the matter of Small-Scale Industrial Manufacturers Association vs. UOI & Ors instructions, the aforesaid RBI circular dated April 07, 2021 and the methodology for calculation of the amount as notified by the Indian Banks Association (IBA), the Bank created a provision of ₹ 1,740 Lakhs towards estimated refund/adjustment of compound interest/interest on interest/pennal interest charged to the borrowers not covered under the above ex-gratia scheme during the moratorium period i.e. March 1, 2020 to August 31, 2020 and reduced the same from interest income.

12 The disclosures as required under RBI circular DOR.No.BP.BC.63/21.04.048/2019-20 dated April 17, 2020 is given below

Particulars	₹ in Lakhs
Amounts in SMA/overdue categories, where the moratorium/deferment was extended (As of March 31, 2020)	282176
Amount where asset classification benefits is extended (As on June 30, 2020)*	71372
Provisions made on such accounts	7137
Provisions adjusted against slippages in terms of paragraph 6 of the circular	4775
Residual provision utilised for other accounts in terms of paragraph 6 of the circular	2362

* ₹251.05 Lakhs as on March 31, 2021.

