

SEGMENT RESULTS

(Rupees in Lacs)

FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER, 2010

S.No.	PARTICULARS	Quarter Ended		Half Year Ended		Year Ended	
		30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010	31.03.2010
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	89892	73809	176461	151371	305688	305688
a)	Interest/Discount on Advances/Bills	63536	58197	126131	118190	234171	234171
b)	Income on Investments	25945	15520	49596	32485	70459	70459
c)	Interest on Balance with R.B.I. & Other Inter Bank Funds	411	92	744	692	1058	1058
d)	Others	-	-	-	-	-	-
2	Other Income	7448	10936	16817	22689	41623	41623
3	Total Income (1 + 2)	97340	84745	193278	174060	347311	347311
4	Interest Expended	52629	49436	102621	100472	193754	193754
5	Operating Expenses (HII)	16268	13176	33384	25700	57737	57737
I.	Employees Cost	10741	7799	22865	15864	36636	36636
II.	Other Operating Expenses	5527	5377	10519	9836	21101	21101
6	Total Expenditure (4+5) (Excluding Provisions & Contingencies)	68897	62612	136005	126172	251491	251491
7	Operating Profit before Provisions and Contingencies (3-6)	28443	22133	57273	47888	95820	95820
8	Provisions (other than tax) and Contingencies	-	-	-	-	-	-
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+)Loss (-) from ordinary activities before tax (7-8-9)	24559	20477	45386	38203	79161	79161
11	Tax Expenses	8232	7050	15510	12970	27923	27923
12	Net Profit (+)Loss (-) from ordinary activities after tax (10-11)	16327	13427	30876	25233	51238	51238
13	Extraordinary Items (net of tax expenses)	-	-	-	-	-	-
14	Net Profit (+)Loss (-) for the period (12-13)	16327	13427	30876	25233	51238	51238
15	Paid-up Equity Share Capital (Face Value Rs. 10/- per share)	4849	4849	4849	4849	4849	4849
16	Reserves excluding revaluation reserves (As per Balance Sheet of Previous Accounting year)	296197	257437	296197	257437	296197	296197
17	Analytical Ratios						
(i)	Percentage of Shares held by Govt. of J&K (Basel-I)	53.17%	53.17%	53.17%	53.17%	53.17%	53.17%
(ii)	Capital Adequacy Ratio % (Basel-II)	14.55%	13.98%	14.55%	13.98%	14.81%	14.81%
(iii)	Earning per Share (EPS)	15.56%	15.23%	15.56%	15.23%	15.89%	15.89%
a)	Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the date and for the previous year (* not annualized)	33.68*	27.70*	63.69*	52.05*	105.69*	105.69*
b)	Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (* not annualized)	-	-	-	-	-	-
(iv)	NPA Ratio's						
a)	Amount of Gross NPAs	51271	47836	51271	47836	46231	46231
b)	Amount of Net NPAs	3091	11695	3091	11695	6433	6433
c)	% of Gross NPAs	2.17%	2.23%	2.17%	2.23%	1.97%	1.97%
d)	% of Net NPAs	0.13%	0.55%	0.13%	0.55%	0.28%	0.28%
(v)	Return on Assets (Annualized)	1.45%	1.44%	1.37%	1.35%	1.20%	1.20%
18	Aggregate of Public Share Holding						
(i)	No. of Shares (in Crores)	2.27	2.27	2.27	2.27	2.27	2.27
(ii)	Percentage of Share Holding	46.83%	46.83%	46.83%	46.83%	46.83%	46.83%
19	Promoters and promoter group Shareholding						
a)	Pledged/Encumbered	-	-	-	-	-	-
b)	Number of Shares	-	-	-	-	-	-
c)	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
d)	Percentage of shares (as a % of the total share capital of the company)	53.17%	53.17%	53.17%	53.17%	53.17%	53.17%
e)	Non-encumbered	-	-	-	-	-	-
f)	Number of Shares	25775266	25775266	25775266	25775266	25775266	25775266
g)	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
h)	Percentage of shares (as a % of the total share capital of the total share capital of the company)	53.17%	53.17%	53.17%	53.17%	53.17%	53.17%

1. The above results have been arrived at after considering provision for Non-Performing Assets as per RBI guidelines. Provision for taxation including (Deferred Tax and Wealth Tax), Depreciation on Fixed Assets have been made as per requirements.

2. Effective April 1, 2007 the Bank has adopted AS-15 (Revised) issued by ICAI and has recognized the transitional liability for defined benefits (Gratuity, Pension and Leave Encashment) of Rs.49,70,000 as an expense on straight line basis over a period of five years. This being the first year, according to the above mentioned accounting policy, the Bank has incurred a provision of Rs.9,94,000. The provision coverage ratio as at 30.09.2010 works out to 95.47% as against Reserve Bank of India stipulation of minimum 70%.

3. The number of investors complaints received during the quarter, were fifteen and all have been disposed off.

4. Previous period figures have been regrouped/recasted wherever necessary, to make them comparable.

5. The above results are stand alone and do not include mat or subsidiary company of which the operations have not yet started.

6. The above results for the quarter and half year ended 30th September, 2010 have been taken on record by the Board in its meeting held on 25th October, 2010.

For K.K. Goel & Associates
Chartered Accountants
FRN: 005296N
sd/-
CA A.K. Kakkar
Partner
(M. No. 14493)

For P.C. Bhatia & Co.
Chartered Accountants
FRN: 03824N
sd/-
CA Vinod K. Malini
Partner
(M. No. 068730)

For Verma Associates
Chartered Accountants
FRN: 002717N
sd/-
CA Anshu Verma
Partner
(M. No. 081631)

For K.B. Sharma & Co.
Chartered Accountants
FRN: 002318N
sd/-
CA Anshu Jain
Partner
(M. No. 094750)

For O.P. Garg & Co.
Chartered Accountants
FRN: 001194N
sd/-
CA Vikram Garg
Partner
(M. No. 097038)

For K.K. Goel & Associates
Chartered Accountants
FRN: 005296N
sd/-
CA A.K. Kakkar
Partner
(M. No. 14493)

Place: Srinagar
Dated: 25th October, 2010

BALANCE SHEET AS AT 30TH SEPTEMBER, 2010

	As at 30.09.2010	As at 30.09.2009
	(Amount in lacs)	
CAPITAL AND LIABILITIES		
Capital	4,849	4,849
Reserves and Surplus	296,197	257,437
Deposits	3,968,793	3,256,293
Borrowings	111,592	99,535
Other Liabilities and Provisions	133,989	123,946
TOTAL :-	4,515,420	3,742,060
ASSETS		
Cash and Balance with Reserve Bank of India	288,356	248,322
Balance with Banks & Money at Call & Short Notice ...	84,512	71,867
Investments	1,713,853	1,236,809
Advances	2,318,334	2,110,837
Fixed Assets	38,363	19,927
Other Assets	72,002	54,298
TOTAL :-	4,515,420	3,742,060

In terms of our report of even date annexed

For O P Garg & Co.
Chartered Accountants
FRN: 001194N

sd/-

CA. Vikram Garg
Partner
(M. No. 097038)

For K B Sharma & Co.
Chartered Accountants
FRN: 002318N

sd/-

CA. Munish Jain
Partner
(M. No. 094750)

For Verma Associates
Chartered Accountants
FRN: 002717N

sd/-

CA. Madan Verma
Partner
(M. No. 081631)

For P C Bindal & Co.
Chartered Accountants
FRN: 03824N

sd/-


CA. Virender K. Maini
Partner
(M. No. 088730)

For K K Goel & Associates
Chartered Accountants
FRN: 005299N

sd/-

CA. A K Kakkar
Partner
(M. No. 14493)

FOR & ON BEHALF OF THE BOARD


(Mushtaq Ahmad)
Chairman & CEO

Place: Srinagar
Dated: 25th October, 2010