

Consolidated Pillar III Disclosures - Sept 30, 2011

A. Capital structure - Composition of capital

(₹. Crore)

Amount of Tier I Capital	
Tier I Capital	
Paid up share capital	984.61
Reserves	11834.57
Innovative instruments	1708.08
Other capital instruments (Tier I Bonds)	2130.50
Gross Tier I Capital	16658.49
Deductions:	
Investments in subsidiaries	198.76
Intangible assets	676.46
Deferred Tax asset	-
Others	18.14
Net Tier I Capital (a)	15765.13
Amount of Tier II Capital	
Tier II Capital	
Revaluation reserve	843.68
Upper Tier II investments	4286.20
Lower Tier II investments	5497.14
General Provisions	805.24
Gross Tier II Capital	11432.26
Deductions:	
Investments in paid-up equity of financial subsidiaries / associates	198.76
Other deductions	18.14
Net Tier II Capital (b)	11215.36
Total Eligible capital (a+b)	26980.49
Capital raised during the H1 of FY 2011-12:	
Tier I (IPDI)	-
Upper Tier II	-
Lower Tier II	484.40
Total	484.40

B. Capital Adequacy:**(₹. Crore)**

(a) Credit risk Capital:	16071.48
Portfolios subject to standardised approach	16070.47
Securitisation	1.01
(b) Market risk Capital:	
Standardised duration approach	1239.35
Interest Rate Risk	443.97
Foreign exchange Risk (including Gold)	31.50
Equity Risk	763.88
(c) Operational risk Capital:	
Basic indicator approach	686.37
Total Minimum Capital required	17997.20
Total and Tier 1 capital ratio:	
Tier I (%)	7.88%
Total (%)	13.49%

C. Credit Risk - Credit Exposures general disclosures**a. Total credit exposures without taking into account benefit for credit risk mitigants:****(₹. Crore)**

Category	Amount Outstanding	
	Domestic	Overseas
Fund Based*	152351.99	3565.14
Non Fund Based#	81043.36	1533.18

* refers to advances

includes LC, BG, LER and acceptances

b. Top 20 Industry wise exposure

(₹. Crore)

Sr. No.	Industry	Fund based	Non Fund Based	Total exposure
1	Power	20,791.93	16,243.11	37,035.05
2	Retail loans	26,974.80	0.00	26,974.80
3	Iron and steel	12,902.46	9,142.40	22,044.86
4	Roads & bridges / ports	10,531.16	9,685.29	20,216.45
5	Oil & gas/petroleum products	8,628.96	7,304.88	15,933.84
6	Telecom	10,933.42	4,835.71	15,769.13
7	NBFC	14,563.64	1,073.05	15,636.69
8	General machinery & equipments	4,404.93	7,616.32	12,021.25
9	Construction	2,930.12	8,065.64	10,995.76
10	Agriculture & related activities	10,296.17	619.87	10,916.04
11	Textiles	8,419.68	1,845.86	10,265.54
12	Infrastructure others	3,363.71	6,047.22	9,410.93
13	Cement	6,604.26	1,430.73	8,034.99
14	Metal products	2,992.18	4,511.44	7,503.62
15	Banking	3,065.90	4,201.77	7,267.67
16	Trading	4,310.97	2,401.30	6,712.27
17	Fertilizers	1,624.49	4,587.91	6,212.40
18	Chemical & chemical products	3,140.07	2,961.36	6,101.43
19	Commercial real estate	4,386.27	804.24	5,190.50
20	Sugar	4,378.88	624.10	5,002.97
	Total	165244.00	94002.21	259246.19

c. Residual contractual maturity breakdown of assets and liabilities of the Bank on a standalone basis.

(₹. Crore)

Maturity Buckets	Assets				
	Cash & Balance s with RBI and Other Banks	Investme nts	Advanc es	Fixed Assets & Other Assets	Total Assets
Next Day	4,020	48	1,302	434	5,804
2 to 7 days	1,105	11,969	2,257	120	15,451
8 to 14 days	237	183	1,876	295	2,591
15 to 28 days	840	222	1,896	194	3,152
29 days & upto 3 months	1,057	1,491	7,463	851	10,862
Over 3 months & upto 6 months	1,191	604	11,379	438	13,612
Over 6 months & upto 1 year	4,039	2,742	9,901	119	16,801
Over 1 year & upto 3 years	3,325	5,453	60,937	6	69,721
Over 3 years & upto 5 years	368	9,174	23,669	2,122	35,333
Over 5 yrs	339	38,055	35,237	3,434	77,065
Total	16,521	69,941	155,917	8,013	250,392

d. Non Performing Assets

(₹. Crore)

Amount of NPAs (Gross)	3889.45
a. Substandard	2193.82
b. Doubtful 1	1047.43
c. Doubtful 2	287.31
d. Doubtful 3	209.54
e. Loss	151.35
f. Net NPAs	2442.87

g. NPA Ratios	
• Gross NPAs to Gross Advances	2.47%
• Net NPAs to Net Advances	1.57%
h. Movement of NPAs (Gross)	
• Opening Balance	3287.76
• Additions	924.61
• Reductions	322.92
• Closing Balances	3889.45
i. Movement of Provisions for NPAs	
• Opening Balance	1354.95
• Provisions made during the period	91.63
• Write off/ Write back of excess provisions	-
• Closing Balances	1446.58
(j) Amount of Non-performing Investments	1030.25
(k) Amount of provisions held for Non-performing Investments	406.47
(l) Movement of provisions for depreciation on investments (including bonds and debentures)	
Opening Balance	997.98
Provisions made during the period	298.19
Write offs / Write Back of excess provisions	156.49
Closing Balance	1139.68

D. Credit Risk- Disclosures of Portfolios subject to the Standardised Approach.

The amount of outstanding of Assets in banking book and non fund based facilities (post credit conversion factor) in various risk buckets net of credit risk mitigants is stated below.

(₹. Crore)

Risk Weight	Total Outstanding
Less than 100%	159,289.02
100%	110,373.08
More than 100%	19,073.65
Deduction from Capital	36.27
Total	288,772.02

E. Credit Risk Mitigation: Disclosures for Standardised Approach

The bank exposure where CRM techniques were applied are as follows:

(₹. Crore)

Particulars	Fund Based	Non Fund Based
Total Exposures covered by eligible financial collateral	12,569.56	6,368.26
Exposure after taking benefit of eligible collateral	8,514.31	3,233.38

The exposure covered by corporate guarantees where CRM techniques as per RBI guidelines were applied amounted to ₹ 103.66 crores.

F. Securitisation exposure-Disclosure for Standardised Approach

a. Quantitative disclosures with respect to securitisation activities of the Bank in the Banking book are as follows:		
	The total amount of exposures securitised by the bank	NIL
	For exposures securitized, losses recognised by the bank during the current period broken by the exposure type.	NIL
	Amount of assets intended to be securitised within a year	NIL
	Of the above, the amount of assets originated within a year before securitisation.	NIL

	The total amount of exposures securitised (by exposure type) and unrecognised gain or losses on sale by exposure type.	NIL			
	Aggregate amount of:	(₹. Crore.)			
	<ul style="list-style-type: none"> on-balance sheet securitisation exposures retained or purchased broken down by exposure type. 	Retained/purchased		NIL	
		Second Loss Facility (for 1 securitisation transaction)		36.27	
		Liquidity Facility (for 2 securitisation transactions)		33.25	
		Total		69.52	
	<ul style="list-style-type: none"> off-balance sheet securitisation exposures broken down by exposure type. 	NIL			
	<ul style="list-style-type: none"> Aggregate amount of securitisation exposures retained or purchased and the associated capital charges, broken down between exposures and further broken down into different risk weight bands for each regulatory capital approach 	(₹. Crore.)			
		Facility	Amt. At 100% CCR	Rating	Risk Weight
		Liquidity Facility	33.25	Pool rating AAA(SO) by FITCH	20%
	<ul style="list-style-type: none"> Exposures that have been deducted entirely from Tier 1 capital, credit enhancing I/Os deducted from total capital, and other exposures deducted from total capital. 	Second Loss Facility ₹. 36.27 crore. (₹. 18.14 crore. deducted from Tier I and Tier II each)			

b. Quantitative disclosures with respect to securitisation activities of the Bank in the Trading book are as follows:		
	Aggregate amount of exposures securitised by the bank for which the bank has retained some exposures and which is subject to the market risk approach, by exposure type.	NIL
	Aggregate amount of: <ul style="list-style-type: none"> • on-balance sheet securitisation exposures retained or purchased broken down by exposure type. 	Purchased (Investments Outstanding)- ₹.35.04 crore.
	<ul style="list-style-type: none"> • off-balance sheet securitisation exposures broken down by exposure type. 	NIL
	Aggregate amount of securitisation exposures retained or purchased separately for: <ul style="list-style-type: none"> • securitisation exposures retained or purchased subject to Comprehensive Risk Measure for specific risk; and • securitisation exposures subject to the securitisation framework for specific risk broken down into different risk weight bands. 	<p>NIL</p> <p>Investments Outstanding-₹.35.04 crore.</p>

Aggregate amount of: <ul style="list-style-type: none"> the capital requirements for the securitisation exposures, subject to the securitisation framework broken down into different risk weight bands. 	(₹. Crore.)			
	Facility	Amt. At 100% CCR	Rating	Risk Weight
	Investment Outstanding	35.04	AAA(SO) (CRISIL)	20%
<ul style="list-style-type: none"> securitisation exposures that are deducted entirely from Tier 1 capital, credit enhancing I/Os deducted from total capital, and other exposures deducted from total capital. 	NIL			

G. Market Risk in Trading Book -Aggregation of capital charge for market risks

		(₹. Crore)
	Risk Category	Capital charge
a.	Capital Charge on account of specific risk	544.07
i)	On interest rate related	162.13
ii)	On equities	381.94
iii)	On derivatives	0
b.	Capital charge on account of general market risk	695.28
i)	On interest rate related instruments	276.30
ii)	On equities	381.95
iii)	On Foreign exchange	31.50
iv)	On precious metals	0.00
v)	On derivatives (FX Options)	5.53
	Total Capital Charge on Trading Book (a+b)	1,239.35
	Total Risk Weighted Assets on Trading Book	13,770.57

H. Interest Rate Risk in Banking Book (IRRBB)

Magnitude of interest rate risks in the banking book in terms of the potential decline (increase) in earnings and economic value for upward (downward) interest rate shocks as per usual methods as on September 30, 2011 is given below:

Impact of parallel shift in Interest Rate by 100 basis points	
	(₹. Crore)
Sensitivity of Net Interest Income to Interest rate change (Earning at Risk) (Time Horizon: 1 year)	Sensitivity of Economic Value of Equity (EVE) to Interest rate change (Economic Value at Risk)
Impact on NII	Impact on EVE
81.73	1923.10
