

J&K Bank									
FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2012									
S.No.	PARTICULARS	Quarter Ended			Year Ended			SEGMENT RESULTS	
		31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011	31.03.2011	31.03.2012	31.03.2011
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)	(Reviewed)	(Audited)	(Audited)
1	Interest Earned (a+b+c+d)	136754	126663	101386	483568	371313			
	a) Interest/Discount on Advances/Bills	95683	88015	71844	333366	262960			
	b) Income on Investments	39953	37470	29068	140326	109615			
	c) Interest on Balance with R.B.I. & Other Inter Bank Funds	1408	1168	536	3896	1738			
	d) Others	12227	7363	11902	33412	36476			
2	Total Income (1 + 2)	147981	134016	113288	516970	407789			
3	Interest Expended	84144	81574	58812	299722	216947			
4	Operating Expenses (I+II)	22075	20086	23883	80215	75893			
	I. Employees Cost	13731	13082	16733	52141	52261			
	II. Other Operating Expenses	8344	7004	7150	28074	23532			
5	Total Expenditure (4+5) (Excluding Provisions & Contingencies)	106219	101660	83695	379937	292840			
6	Items exceeding 10% of the total expenditure excluding int. Expenditure								
7	Operating Profit before Provisions and Contingencies (3-4)	41762	32356	29593	137033	114949			
8	Provisions (other than tax) and Contingencies	8426	1816	7560	16923	21510			
9	Exceptional Items								
10	Profit (+) Loss (-) from ordinary activities before tax (7-8-9)	33336	30540	22033	120110	93439			
11	Tax Expenses	12524	9221	8177	39785	31919			
12	Net Profit (+) Loss (-) from ordinary activities after tax (10-11)	20812	21319	13856	80325	61520			
13	Extraordinary Items (net of tax expenses)								
14	Net Profit (+) Loss (-) for the period (12-13)	20812	21319	13856	80325	61520			
15	Paid-up Equity Share Capital (Face Value Rs. 10/- per share)	4849	4849	4849	4849	4849			
16	Reserves excluding revaluation reserves	404469	343019	343019	404469	343019			
17	Analytical Ratios								
	(i) Percentage of Shares held by Govt. of J&K (Based-I)	53.17%	53.17%	53.17%	53.17%	53.17%			
	(ii) Capital Adequacy Ratio % (Based-II)	12.53%	13.28%	13.30%	12.53%	13.30%			
	(iii) Earning per share (EPS) ₹								
	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)	42.93*	43.98*	28.58*	165.69	126.90			
	b) Basic and diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year (* not annualized)	42.93*	43.98*	28.58*	165.69	126.90			
	(iv) NPA Ratio's								
	a) Amount of Gross NPAs	51660	54502	51883	51660	51883			
	b) Amount of Net NPAs	4834	4693	4934	5324	5324			
	c) % of Gross NPAs	1.54%	1.80%	1.95%	1.54%	1.95%			
	d) % of Net NPAs	0.15%	0.16%	0.20%	0.15%	0.20%			
	(v) Return on Assets (Annualized)	1.48%	1.52%	1.10%	1.56%	1.22%			
18	Aggregate of Public Share Holding	2.27	2.27	2.27	2.27	2.27			
	(i) No. of Shares (in Crores)	46.83%	46.83%	46.83%	46.83%	46.83%			
19	Percentage of Share Holding								
	a) Promoters and promoter group Shareholding								
	- Pledged/Encumbered								
	- Number of Shares								
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)								
	- Percentage of Shares (as a % of the total share capital of the company)								
	b) Non-encumbered								
	- Number of Shares								
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)								
	- Percentage of Shares (as a % of the total share capital of the total share capital of the company)								
IN TERMS OF OUR REPORT OF EVEN DATE ANNEXED									
For K. S. Sharma & Co. Chartered Accountants Firm No. 000311 Place: Srinagar Dated: 12th May, 2012 For K. S. Sharma & Co. Chartered Accountants Firm No. 000311 Place: Srinagar Dated: 12th May, 2012 For K. S. Sharma & Co. Chartered Accountants Firm No. 000311 Place: Srinagar Dated: 12th May, 2012 For K. S. Sharma & Co. Chartered Accountants Firm No. 000311 Place: Srinagar Dated: 12th May, 2012									

FOR & ON BEHALF OF THE BOARD

 Chairman & CEO
 Place : Srinagar
 Dated : 12th May, 2012

For K. K. Goel & Associates
 Chartered Accountants
 Firm No. 002494
 Place : Srinagar
 Dated : 12th May, 2012

For P. C. Bhat & Co.
 Chartered Accountants
 Firm No. 002494
 Place : Srinagar
 Dated : 12th May, 2012

For V. M. Associates
 Chartered Accountants
 Firm No. 002494
 Place : Srinagar
 Dated : 12th May, 2012

For K. S. Sharma & Co.
 Chartered Accountants
 Firm No. 000311
 Place : Srinagar
 Dated : 12th May, 2012

For K. S. Sharma & Co.
 Chartered Accountants
 Firm No. 000311
 Place : Srinagar
 Dated : 12th May, 2012



BALANCE SHEET AS AT 31ST MARCH, 2012

	As at 31.03.2012	As at 31.03.2011
(₹ IN LACS)		
CAPITAL AND LIABILITIES		
Capital	4,849	4,849
Reserves and Surplus	404,469	343,019
Deposits	5,334,690	4,467,594
Borrowings	124,096	110,465
Other Liabilities and Provisions	158,818	124,888
TOTAL :-	6,026,922	5,050,815

ASSETS

Cash and Balance with Reserve Bank of India	278,365	297,496
Balance with Banks & Money at Call & Short Notice ...	167,021	57,385
Investments	2,162,432	1,969,577
Advances	3,307,742	2,619,364
Fixed Assets	42,027	39,377
Other Assets	69,335	67,616

TOTAL :- 6,026,922 5,050,815

In terms of our report of even date annexed

For O P Garg & Co.
Chartered Accountants
FRN: 01194N

CA. Manish Kumar Gupta
Partner
(M. No. 097191)

For K B Sharma & Co.
Chartered Accountants
FRN: 02318N

CA. Anshu Kumar
Partner
(M. No. 500681)

For Verna Associates
Chartered Accountants
FRN: 02217N

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

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

CA. P. C. Bindal
Partner
(M. No. 082683)

For K.K. Goel & Associates
Chartered Accountants
FRN: 05299N

CA. K. K. Goel
Partner
(M. No. 015002)

FOR & ON BEHALF OF THE BOARD

(Mushtaq Ahmad)
Chairman & CEO

Place : Srinagar
Dated : 12th May, 2012

To

The Shareholders of
The Jammu & Kashmir Bank Limited

1. We have audited the accompanying financial statements of **The Jammu & Kashmir Bank Limited**, which comprise the Balance Sheet as at **31st March 2012**, and the Statement of Profit & Loss and the Cash Flow Statement for the year then ended and a summary of significant Accounting Policies and other explanatory information. Incorporated in these financial statements are the returns of 65 Branches/offices audited by us and 572 Branches/Offices audited by Statutory Branch auditors.
2. The Management is responsible for the preparation of these financial statements in accordance with the requirement of the Reserve Bank of India, the provisions of Section 29 of the Banking Regulation Act, 1949 read with Section 211 of the Companies Act, 1956 and recognized accounting policies and practices including the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement whether due to fraud or error.
3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design the audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon give information required by the Banking Regulation Act, 1949 as well as the Companies Act, 1956, in the manner so required for the banking companies and give true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) In the case of the Balance Sheet, of the State of Affairs of the Bank as at **31st March, 2012**;
 - (ii) In the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
 - (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.
7. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the provisions of Section 29 of the Banking Regulation Act, 1949 read with Section 211 of the Companies Act, 1956.



8. We report that:

- a. We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit and have found them to be satisfactory.
- b. The transactions of the Bank, which have come to our notice, have been within the powers of the Bank.
- c. The returns received from the offices and branches of the Bank have been found adequate for the purpose of our audit.

9. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956.

10. We further report that:

- (i) the Balance Sheet and Profit and Loss Account dealt with by this report, are in agreement with the books of account and the returns.
- (ii) in our opinion, proper books of account as required by law have been kept by the bank so far as appears from our examination of those books.
- (iii) the reports on the accounts of the branches audited by the branch auditors have been dealt with in preparing our report in the manner considered necessary by us.
- (iv) as per information and explanation given to us, the Central Government has, till date, not prescribed any cess payable under section 441A of the Companies Act, 1956.
- (v) on the basis of written representation received from the Directors and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956.

For O P Garg & Co.
Chartered Accountants
FRN:01194N



For K.B.Sharma & Co.
Chartered Accountants
FRN:02318N



For verma Associates.
Chartered Accountants
FRN:02717N



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



For K. K. Goel & Associates.
Chartered Accountants
FRN:05299N



Place : Srinagar

Dated : 12th May, 2012