

STATE BANK GROUP
NEW CAPITAL ADEQUACY FRAMEWORK
DISCLOSURES UNDER PILLAR III AS ON 30.06.2010

TABLE: DF-1

Scope of Application

Quantitative Disclosures:

- (a) The aggregate amount of capital deficiencies in all subsidiaries not included in the consolidation i.e. that are deducted and the names(s) of such subsidiaries:
NIL

- (b) The aggregate amounts (e.g. current book value) of the bank's total interests in insurance entities, which are risk-weighted as well as their name, their country of incorporation or residence, the proportion of ownership interest and, if different, the proportion of voting power in these entities in addition, indicate the quantitative impact on regulatory capital of using this method versus using the deduction:

Name: SBI Life Insurance Co. Ltd. Mumbai
Country of Incorporation : India
Ownership interest: Rs.740.00 crs (74%)

Name: SBI General Insurance Co. Ltd. Mumbai
Country of Incorporation : India
Ownership interest: Rs.111.00 crs (74%)

Quantitative Impact on the Regulatory Capital:

Under consolidation method : NA
Under deduction method: Entire investment made in the Insurance
Subsidiary is reduced from Capital Funds of the Bank, for the purpose of
Capital Adequacy calculation.

TABLE: DF-2**Capital Structure: Quantitative Disclosures**

(Rs in crores)

(a) Tier-I Capital	85732
▪ Paid-up Share Capital	635
▪ Reserves	84123
▪ Innovative Instruments (only total)	6063
▪ Other Capital Instruments (only total)	0
▪ Amt deducted from Tier-I Cap (if any total):	5089
(b) Total amount of Tier-II Capital (Net of deductions from Tier-II Capital)	37587
(c) Debt Capital Instruments eligible for inclusion in Upper Tier-II Capital	
▪ Total amount outstanding	24808
▪ Of which raised during Current Year	0
▪ Amount eligible to be reckoned as Capital	24808
(d) Subordinated Debt eligible for inclusion in Lower Tier-II Capital:	
▪ Total amount outstanding	12476
▪ Of which raised during Current Year	0
▪ Amount eligible to be reckoned as Capital	11571
(e) Other Deductions from Capital if any	0
(f) Total Eligible Capital	123319

Note: Under Basel II scenario, the Bank deducts 50% from Tier I Capital and 50% from Tier II Capital of the equity investment made in the financial entities, where investment is more than 30%.

TABLE: DF-3**Capital Adequacy (@ 9% CAR)**

Quantitative Disclosures (a) Capital requirements for credit risk <ul style="list-style-type: none"> ▪ Portfolios subject to standardized approach ▪ Securitization exposures 	<div>→ Rs.73,129 crs</div> <div>→ Nil</div> <div>Total <u>Rs.73,129 crs</u></div>
(b) Capital requirements for market risk (* Standardized duration approach) <ul style="list-style-type: none"> ▪ Interest Rate Risk ▪ Foreign Exchange Risk (including gold) ▪ Equity Risk 	<div>→ Rs. 2,820 crs</div> <div>→ Rs. 112 crs</div> <div>→ Rs.2,064 crs</div> <div>Total <u>Rs. 4,996 crs</u></div>
(c) Capital requirements for operational risk: <ul style="list-style-type: none"> •Basic indicator approach 	<div>→ Rs.6,507 crs</div>

<div>(d) Total and Tier I capital ratio:</div> <div><ul style="list-style-type: none">For the top consolidated group; andFor significant bank subsidiaries (stand alone)</div>	CAPITAL ADEQUACY RATIO AS ON 30.06.2010		
		Tier I (%)	Total (%)
	State Bank of India	9.79	13.54
	SBI Group	9.15	13.16
	State Bank of Bikaner & Jaipur	8.08	12.74
	State Bank of Hyderabad	9.05	15.40
	State Bank of Indore	8.69	13.59
	State Bank of Mysore	7.60	12.16
	State Bank of Patiala	8.40	13.47
	State Bank of Travancore	9.07	13.21
	SBICI Bank Ltd.	24.05	24.68
	SBI International (Maritius) Ltd.	11.00	11.46
	State Bank of India (Canada)	28.13	29.18
	State Bank of India (California)	12.97	14.22
	Commercial Bank of India LLC Moscow	32.31	32.31
	PT Bank Indo Monex, Indonesia	22.54	23.39
Nepal SBI Bank Ltd.	10.70	12.27	