

Secretarial Section
Head Office, 57- V.E. Road,
Thoothukudi – 628 002.
☎: 0461-2325136
e-mail : secretarial@tmbank.in
CIN: L65110TN1921PLC001908



Ref.No.TMB.SE.16/2024-25

22.04.2024

The Manager,
National Stock Exchange of India Ltd,
Exchange Plaza, 5th Floor, Plot No. C/1,
'G' Block, Bandra - Kurla Complex,
Bandra (East), Mumbai - 400 051.

The Manager,
Bombay Stock Exchange limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001.

Ref: Symbol: TMB / Scrip Code: 543596

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on April 22, 2024 - Audited Financial Results for the quarter and financial year ended March 31, 2024 and Final Dividend

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we would like to inform you that the Board of Directors of Tamilnad Mercantile Bank Limited ("Bank") at its meeting held today, viz. April 22, 2024, inter alia, transacted the following business:

(A) Approval of Audited Financial Results

Pursuant to Regulation 33 and other applicable provisions of the SEBI Listing Regulations, as amended from time to time, we enclose herewith the Audited Standalone Financial Results of the Bank for the quarter and financial year ended March 31, 2024 along with the Auditors' Report issued by the Joint Central Statutory Auditors of the Bank, which were reviewed and recommended by the Audit Committee of the Board and duly approved by the Board of Directors at their respective meetings held today.

Further, in terms of Regulation 33(3)(d) of the SEBI Listing Regulations, the Auditors have given an unmodified opinion on the Audited Standalone Financial Results for the financial year ended March 31, 2024 and a declaration to that effect is attached herewith.

(B) Recommendation of Final Dividend

The Board of Directors of the Bank have recommended the payment of final Dividend of ₹10/- per equity share of the face value ₹10/- each (100%) for the financial year 2023-24, subject to the approval of the Shareholders at the ensuing Annual General Meeting ("AGM") of the Bank.

The AGM date and the Record date for the purpose of the payment of final dividend will be announced in due course.

The Board Meeting commenced at 2.55 p.m. and concluded at 4.05 p.m.

The above information is also being hosted on the Bank's website www.tmb.in as per the listing regulations.

Kindly take the information on record.

Yours faithfully,

For Tamilnad Mercantile Bank Limited



Swapnil Yelgaonkar
Compliance Officer
Membership No: ACS 21877



Tamilnad
Mercantile
Bank Ltd
Be a step ahead in life

TAMILNAD MERCANTILE BANK LIMITED

REGD.OFFICE: 57 V E Road, Tuticorin-628 002 (CIN:L65110TN1921PLC001908)

www.tmb.in

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

(₹ in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
	Audited	Unaudited	Audited	Audited	Audited
1. Interest earned (a)+(b)+(c)+(d)	125,371	122,915	107,008	484,791	408,104
(a) Interest/discount on advances/bills	98,437	95,100	82,542	375,762	314,370
(b) Income on investments	26,342	27,142	23,531	105,585	90,450
(c) Interest on balances with Reserve Bank of India and other inter bank funds	528	592	830	3,096	2,734
(d) Others	64	81	105	348	550
2. Other income	16,390	15,798	18,393	64,494	62,911
3. TOTAL INCOME (1+2)	141,761	138,713	125,401	549,285	471,015
4. Interest expended	68,666	69,212	54,280	269,702	198,692
5. Operating expenses (i)+(ii)	36,440	32,481	30,680	131,405	115,039
(i) Employees cost	18,910	16,682	16,692	68,591	61,867
(ii) Other operating expenses	17,530	15,799	13,988	62,814	53,172
6. TOTAL EXPENDITURE (4+5) (excluding provisions and contingencies)	105,106	101,693	84,960	401,107	313,731
7. OPERATING PROFIT (3-6) (Profit before provisions and contingencies)	36,655	37,020	40,441	148,178	157,284
8. Provisions (other than tax) and contingencies	2,354	237	5,713	8,820	17,920
9. Exceptional items	-	-	-	-	-
10. Profit from Ordinary Activities before tax (7-8-9)	34,301	36,783	34,723	139,358	139,364
11. Tax expense	8,995	8,360	9,418	32,155	36,438
12. Net Profit from Ordinary Activities after tax (10-11)	25,306	28,423	25,305	107,203	102,926
13. Extraordinary items (net of tax expense)	-	-	-	-	-
14. Net Profit for the period (12-13)	25,306	28,423	25,305	107,203	102,926
15. Paid-up Equity Share Capital (Face value 10/- per Equity Share)	15,835	15,835	15,835	15,835	15,835
16. Reserves excluding Revaluation Reserve	776,285			776,285	676,999
17. Analytical Ratios and Other Disclosures:					
(i) Percentage of shares held by Government of India	-	-	-	-	-
(ii) Capital Adequacy ratio (%)					
Under Basel III	29.37	25.95	26.26	29.37	26.26
(a) Common Equity Tier (CET) 1 ratio	27.97	24.55	24.61	27.97	24.61
(b) Additional Tier 1 ratio	-	-	-	-	-



(iii) Earnings per Share (EPS)					
(a) Basic EPS (before and after extraordinary items) *	15.98	17.95	15.98	67.70	68.06
(b) Diluted EPS (before and after extraordinary items) *	15.98	17.95	15.98	67.70	68.06
(iv) NPA Ratios					
a) Gross NPA	57,506	64,913	52,146	57,506	52,146
b) Net NPA	33,582	37,534	22,982	33,582	22,982
c) % of Gross NPA	1.44	1.69	1.39	1.44	1.39
d) % of Net NPA	0.85	0.98	0.62	0.85	0.62
(v) Return on Assets (%)	1.70	1.93	1.93	1.84	1.97
(vi) Net Worth	792,120	766,814	692,835	792,120	692,835
(vii) Outstanding Redeemable Preference Shares	Nil	Nil	Nil	Nil	Nil
(viii) Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil
(ix) Debenture Redemption Reserve	Nil	Nil	Nil	Nil	Nil
(x) Debt - Equity Ratio **	Nil	Nil	Nil	Nil	Nil
(xi) Total Debts to Total Assets	Nil	Nil	Nil	Nil	Nil
(xii) Operating Margin	25.86%	26.69%	32.25%	26.98%	33.39%
(xiii) Net Profit Margin	17.85%	20.49%	20.18%	19.52%	21.85%

* Not Annualised

** Debt represents the borrowings with residual maturity of more than one year

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Place: Thoothukudi
Date: April 22, 2024

S.Krishnan
Managing Director & CEO



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(CIN:L65110TN1921PLC001908)

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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

Statement of Assets and Liabilities of the Bank as at March 31,2024 is given below:

(Rs in lakhs)

Particulars	As at 31.03.2024	As at 31.03.2023
	Audited	Audited
CAPITAL AND LIABILITIES		
Capital	15,835	15,835
Reserves and Surplus	776,285	676,999
Deposits	4,951,507	4,776,649
Borrowings	130,115	52,500
Other Liabilities and Provisions	281,504	267,553
Total	6,155,246	5,789,536
ASSETS		
Cash and Balances with Reserve Bank of India	223,013	210,257
Balance with Banks and Money at Call and Short Notice	133,799	147,941
Investments	1,526,260	1,415,604
Advances	3,973,375	3,728,969
Fixed Assets	27,098	24,565
Other Assets	271,701	262,200
Total	6,155,246	5,789,536

S. Krishnan

Place: Thoothukudi
Date: April 22, 2024

S.Krishnan
Managing Director & CEO



TAMILNAD MERCANTILE BANK LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2024

(₹ In Lakhs)

Particulars	Year ended 31.03.2024	Year ended 31.03.2023
Cash Flow from Operating Activities		
Net Profit after Taxes	10 72 03	10 29 26
Adjustments for :		
(Profit)/Loss on sale of assets	(20)	(13)
Depreciation on Fixed assets	75 17	53 92
Provisions & Contingencies (incl. Deferred tax adjustments)	3 30 57	5 43 58
Total - I	14 77 57	16 26 63
Adjustments for working capital changes :		
<u>Increase / (Decrease) in Liabilities</u>		
Deposits	17 48 59	28 33 37
Other liabilities & Provisions	(1 91 07)	(4 57 72)
<u>(Increase) / Decrease in Assets</u>		
Advances	(24 44 06)	(37 98 14)
Investments	(11 06 56)	(9 13 67)
Other assets	2 20 00	(1 98 27)
Total - II	(17 73 10)	(25 34 43)
Direct taxes paid - III	3 15 00	3 62 00
Net Cash Flow from / (Used in) Operating Activities [I + II - III]	(6 10 53)	(12 69 80)
Cash Flow from Investing Activities		
Sale/disposal of fixed assets	43	98
Purchase of fixed assets	(1 00 73)	(89 58)
Net Cash Flow from / (Used in) Investing Activities	(1 00 30)	(88 60)
Cash Flow from Financing Activities		
Interim / Final Dividend	(79 18)	(2 21 69)
Borrowings	7 76 15	5 25 00
Issue of Shares Incl.premium	-	7 85 07
Net Cash Flow from / (Used in) Financing Activities	6 96 97	10 88 38
Net Increase / (Decrease) in Cash and Cash Equivalents	(13 86)	(2 70 02)
Cash & Cash equivalents at the beginning of the year	35 81 98	38 52 00
Cash & Cash equivalents at the end of the year	35 68 12	35 81 98

Place: Thoothukudi
Date: April 22, 2024

S. Krishnan
S. Krishnan
Managing Director & CEO



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SEGMENT REPORTING FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

(₹ in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
	Audited	Unaudited	Audited	Audited	Audited
Segment Revenue:					
Treasury	27,542	29,364	24,369	114,461	92,051
Corporate/Wholesale Banking	11,309	11,822	10,937	47,197	43,957
Retail Banking	102,910	97,527	90,095	387,627	335,007
Other Banking operations	-	-	-	-	-
Unallocated	-	-	-	-	-
Total Revenue	141,761	138,713	125,401	549,285	471,015
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations					
Segment Results (net of provisions):					
Treasury	4,010	5,086	3,045	20,678	21,648
Corporate/Wholesale Banking	2,987	3,436	3,432	12,881	13,654
Retail Banking	27,304	28,261	28,246	105,799	104,062
Other Banking operations	-	-	-	-	-
Unallocated	-	-	-	-	-
Profit before tax	34,301	36,783	34,723	139,358	139,364
Tax Expenses	8,995	8,360	9,418	32,155	36,438
Net Profit after Tax	25,306	28,423	25,305	107,203	102,926
Segment Assets:					
Treasury	1,671,846	1,595,601	1,573,403	1,671,846	1,573,403
Corporate/Wholesale Banking	693,958	678,354	808,533	693,958	808,533
Retail Banking	3,646,190	3,559,913	3,296,694	3,646,190	3,296,694
Other Banking operations	-	-	-	-	-
Unallocated	143,252	139,402	110,907	143,252	110,907
Total	6,155,246	5,973,270	5,789,537	6,155,246	5,789,537
Segment Liabilities:					
Treasury	1,779,671	1,712,821	1,676,627	1,779,671	1,676,627
Corporate/Wholesale Banking	370,510	373,023	380,811	370,510	380,811
Retail Banking	3,042,964	2,959,393	2,902,232	3,042,964	2,902,232
Other Banking operations	-	-	-	-	-
Unallocated	169,981	161,219	137,032	169,981	137,032
Total	5,363,126	5,206,456	5,096,702	5,363,126	5,096,702



Capital Employed:					
(Segment Assets - Segment Liabilities)					
Treasury	-107,825	-117,220	-103,224	-107,825	-103,224
Corporate/Wholesale Banking	323,448	305,331	427,722	323,448	427,722
Retail Banking	603,226	600,520	394,462	603,226	394,462
Other Banking operations	-	-	-	-	-
Unallocated	-26,729	-21,817	-26,125	-26,729	-26,125
Total	792,120	766,814	692,835	792,120	692,835

For the above segment reporting, the reportable segments are identified as Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations in compliance with the RBI guidelines.

As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022 on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment Reporting', 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed DBU of the Bank has not yet commenced operations and having regard to the discussions of the DBU Working Group formed by Indian Banks' Association (IBA) (which included representatives of banks and RBI), reporting of Digital Banking segment will be implemented by the Bank based on the decision of the DBU Working Group.

The business operations of the Bank are substantially concentrated in India and for the purpose of Segment Reporting as per Accounting Standard-17, the bank is considered to operate only in domestic segment.

Place: Thoothukudi
Date: April 22, 2024

S. Krishnan

S.Krishnan
Managing Director & CEO



Notes forming part of Audited Financial Results for the quarter and year ended
March 31, 2024

1. The above Financial Results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in their meeting held on April 22, 2024.
2. The Financial Results for the year ended March 31, 2024 has been subjected to Audit by the Statutory Central Auditors of the Bank and are in compliance with Listing Agreement of the Stock Exchanges.
3. The Bank has applied significant accounting policies in the preparation of these financial results consistent with those followed in the annual financial statements for the year ended March 31, 2023. Any circular/direction issued by RBI is implemented prospectively when it becomes applicable, unless specifically required under that circular/direction.
4. The Financial Results for the quarter and year ended March 31, 2024 have been arrived at after considering provision for non-performing assets, standard assets, restructured accounts, depreciation / provision on investments, provision for exposure to entities with unhedged foreign currencies, depreciation on fixed assets, taxes and other usual and necessary provisions on the basis of prudential norms, estimates and specific guidelines issued by RBI and on the basis of the accounting policies as those followed in the preceding financial year ended March 31, 2023.
5. Based on the available financial statements and the declarations from borrowers, the Bank has estimated the liability towards unhedged foreign currency exposure to their constituents in terms of RBI Circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated January 15, 2014 and holds a provision of ₹319 Lakhs as on March 31, 2024.
6. As per extant RBI guidelines, banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and Net Stable Funding Ratio (NSFR) under the Basel III framework. Accordingly, such applicable disclosures have been placed on the website of the Bank which can be accessed at the following link: <https://www.tmb.in/pages/basel-disclosures>. These disclosures have not been subjected to audit or review by the Statutory Central Auditors of the Bank.
7. The Provision Coverage Ratio (PCR) as on March 31, 2024 is 87.52%.
8. Considering the impact of COVID-19 situation, the Bank is holding COVID-19 related provision of ₹25000 Lakhs (over and above regulatory provisions) as on March 31, 2024 to meet any exigencies arising out of COVID – 19 pandemic.
9. During the twelve months ended March 31, 2024 the Bank has reported 6 number of non-credit fraud cases amounting to ₹3.96 lakhs. The bank has recovered ₹2.29 lakhs and for the remaining ₹1.67 lakhs 100% provision is made.
10. Impact of RBI Circular No RBI/2018-19/2013 DBR No BP.BC.45/21.04.048/2018-19 dated 07.06.2019 on resolution of stressed assets - Revised framework is NIL
11. The Bank has provided an amount of ₹8347 lakhs upto March 31, 2024 towards wage arrears on an adhoc basis pending negotiations with Employees/Officers' Association.



12. The ratios and other information which are to be disclosed as per Regulations 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, have been disclosed to the extent considered applicable.
13. Details of loan transferred / acquired during the year ended March 31, 2024 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
- The Bank has not transferred any stressed loan (Non-performing asset and Special Mention Account) and any loan not in default.
 - The Bank has neither acquired any stressed loan nor any loan not in default through assignment during the year ended March 31, 2024.
 - The Bank has not acquired any Security Receipts (SR) issued by Asset Reconstruction transferred to ARCs.
14. Details of resolution plan implemented under the Resolution Framework for COVID-19 related Stress as per RBI circulars dated August 16, 2020 (Resolution Framework 1.0) and May 5, 2021 (Resolution Framework 2.0) as at March 31, 2024 are given below:

(₹ in crores)

Type of borrower	Exposure to accounts classified as standard consequent to implementation of resolution plan - position as at the end of the previous half-year ending 30.09.2023 (A)	Of (A) aggregate debt that slipped into NPA during the current half-year ending 31.03.2024	Of (A) amount written off during the half-year ending 31.03.2024	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as standard consequent to implementation of resolution plan - position as at the end of the previous half-year ending 31.03.2024
Personal Loans	157.05	1.64	0.00	11.78	143.63
Corporate persons*	61.21	0.00	0.00	3.22	57.99
Of which MSMEs	0.97	0.00	0.00	0.19	0.78
Others	179.78	3.47	0.00	29.39	146.92
Total	398.04	5.11	0.00	44.39	348.54

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016.

15. As per RBI Circular DOR.AUT.REC.12/22.01.001/2022-23 dated April 07, 2022 on establishment of Digital Banking Unit (DBU), for the purpose of disclosure under 'Accounting Standard 17 - Segment Reporting', 'Digital Banking' has been identified as a sub-segment under Retail Banking by Reserve Bank of India (RBI). However, as the proposed DBU of the Bank has not yet commenced operations, nothing has been reported under this segment.

16. As per RBI Master Direction No RBI/DOR/2021-22/83 DOR.ACC.REC.No.45/21.04.018/2021-22 dated 30.08.2021 (updated as on 11.10.2022) on financial statements -presentation and disclosures, divergence in the



asset classification and provisioning, Banks should disclose divergences, if any additional Gross NPAs identified or additional provisioning for NPAs assessed by RBI as part of its supervisory process exceeds threshold limits as defined in the above circulars.

Divergences are within threshold limits in the Bank as specified above. Hence, no disclosure is required with respect to RBI's annual supervisory process for FY 2022-23.

17. Status of Investor Complaints received during the year ended March 31,2024:

Complaints un-resolved at the beginning of the quarter	Received	Resolved	Unresolved at the end of the quarter
2	15	13	4 *

(* 3 out of 4 resolved during the first week of April 2024)

18. The Board of Directors have recommended a final dividend of ₹10 per equity share (100%) for the year ended March 31, 2024 subject to requisite approval.

19. The figures for the last quarter are the balancing figures between the audited figures in respect of full Financial Year and the published year to date figures upto the third quarter of the current Financial Year.

20. Figures of the previous period have been regrouped / reclassified / rearranged, wherever necessary to confirm to the current period's classification.

For & on behalf of the Board

S.Krishnan
Managing Director & CEO

Date: April 22, 2024

Place: Thoothukudi



Suri & Co.,
CHARTERED ACCOUNTANTS
443 & 445, Guna Complex,
Main building, 4th Floor,
Anna Salai, Teynampet
Chennai 600 018

Abarna & Ananthan,
CHARTERED ACCOUNTANTS
521, 3rd Main Road, 2nd Phase, 6th Block,
Bhanashankari 3rd Stage,
Bengaluru 560 085

Independent Auditors' Report on Quarterly and Year to Date Financial Results of Tamilnad Mercantile Bank Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended).

To,
The Board of Directors,
Tamilnad Mercantile Bank Limited,
Thoothukudi, Tamilnadu.

Report on the Audit of Financial Results

Opinion

1. We have audited the accompanying Statement of quarterly and year to date financial results of Tamilnad Mercantile Bank Limited (the "Bank") for the quarter and the year ended March 31, 2024 (the "Statement") attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") except for the disclosures relating to Pillar 3 disclosure as at March 31, 2024 including "Leverage Ratio", "Liquidity Coverage Ratio" and "Net Stable Funding 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 aforesaid Statement and have not been audited by us.

The statement includes The Head Office, Treasury and International Banking Division and top 20 branches audited by us and the remaining 532 branches audited by the respective Statutory Branch Auditors appointed by the bank.

2. In our opinion and to the best of our information and according to explanation given to us, the aforesaid Statement:
 - a) is 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, 2024 including leverage ratio, liquidity coverage ratio and net stable funding 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 Statement and have not been audited by us; and
 - b) gives a true and fair view in conformity with the recognition and measurements principles laid down in the applicable accounting standards as per Section 133 of the Companies Act 2013 read with Companies (Accounting Standards) Rules 2021 to the extent applicable, the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines, directions issued by the Reserve Bank of India ("RBI") from time to time (the "RBI Guidelines") and other accounting principles generally accepted in India, of the net profit and other financial information of the Bank for the quarter and year ended March 31, 2024 and also the Statement of Assets and Liabilities as at March 31, 2024 and the Statement of Cash Flows for the year ended on that date.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013, as amended. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Statement section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial results, and we have fulfilled our ethical responsibilities in accordance with the requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



Responsibilities of Board of Directors for the Statement

4. The Statement has been prepared from the related audited Annual Financial Statements and approved by the Board of Directors. The Bank's Board of Directors are responsible for preparation and presentation of these Statement that gives a true and fair view of the financial position, financial performance and cash flows of the Bank and other financial information in accordance with the accounting principles generally accepted in India including the Accounting Standards prescribed under Section 133 of the Act read with Companies (Accounting Standards) Rules, 2021, the relevant provisions of the Banking Regulation Act, 1949 and RBI guidelines from time to time and in compliance with regulation 33 of Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with provisions of the Companies Act, 2013 for safeguarding the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the Statement, 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 Board of Directors either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 this Statement.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(1) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Bank has adequate internal financial controls with reference to financial statements in place and operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw



attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Bank to cease to continue as a going concern

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
9. Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.
 10. We communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.
 11. 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

12. These financial results incorporate the relevant financial information of 532 branches audited by statutory branch auditors appointed for this purpose. These branches cover 83.70% of Advances, 81.13% of Deposits and 67.22% of Non-Performing assets as at 31st March 2024 and 62.74% of revenue for the year ended 31st March 2024.
13. We report that the figures for the quarter ended March 31, 2024 represent the balancing figure between the audited figures in respect of the financial year ended March 31, 2024 and the published unaudited year-to-date figures up to December 31, 2023 being the date of the end of the third quarter of the current financial year, which was subjected to limited review by us, as required under Listing Regulations.

For M/s. Suri & Co
Chartered Accountants
FRN-004283S



CA P Prasanna
Partner
M No 228180
UDIN: 24228180 BK EPNE4611

For M/s Abarna & Ananthan
Chartered Accountants
FRN- 000003S



CA G Mohan Rao
Partner
M No 203737
UDIN: 24203737 BLHAC 7904

Date: April 22, 2024

Place: Thoothukudi

