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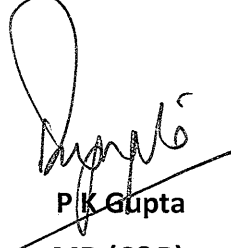
- 1 The financial results have been drawn from financial statements prepared in accordance with Accounting Standards (AS-25) on 'Interim Financial Reporting'.
- 2 The above results have been reviewed by the Audit Committee of the Board at their meeting held on November 10, 2016 and approved by the Board of Directors at their meeting held on November 11, 2016. The results have been subjected to a limited review by the Statutory Central Auditors.
- 3 The financial results for the quarter/half year ended September 30, 2016 have been arrived at after considering necessary provisions for NPAs, Standard Assets, Standard Derivative Exposures and Investment Depreciation on the basis of prudential norms issued by the RBI. Provisions for Contingencies, Employee Benefits including provision for wage revision, Direct Taxes (after adjustment for Deferred Tax) and for other items / assets are made on estimated basis.
- 4 There are no material changes in the Significant Accounting Policies adopted during the quarter/half year ended September 30, 2016 as compared to those followed in the annual financial statements for the year ended March 31, 2016, except as mentioned in Note 6.
- 5 RBI Circular DBOD.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 on Basel III Capital Regulations read together with RBI Circular No. DBR.No.BP. BC.80/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards Amendments requires Banks to make applicable Pillar 3 Disclosures including leverage ratio and liquidity coverage ratio under the Basel III framework. These disclosures as of September 30, 2016 are placed on the Bank's Website <http://www.sbi.co.in>.
- 6 **Revaluation of Fixed Assets:-**
 - a) During the half year ended September 30, 2016, the bank has revalued immovable properties based on the reports obtained from the external independent valuers. The revaluation surplus has been credited to revaluation reserve as on June, 30, 2016 and the closing balance of revaluation reserve as at September, 30, 2016 is ₹ 31830.26 Crore.
 - b) In terms of RBI circular No.DBR No.BP.BC.83/21.06.201/2015-16 dated 01.03.2016 on Basel III capital regulations, the revaluation reserves have been reckoned as CET I Capital at a discount of 55%.
- 7 In respect of unamortized loss on sale of assets sold to ARCs in the previous years, the bank has amortized ₹ 318 Crore during the current quarter (Half year ended 30.09.2016 ₹ 635 Crore) in accordance with the circular of RBI. The gross amount of the Current half year's Loss on Sale of loan assets to ARCs of ₹ 36 Crore is being amortized in accordance with RBI circular dated June 13, 2016. The aggregate unamortized amount of such losses as on September 30, 2016 is ₹ 516 Crore.

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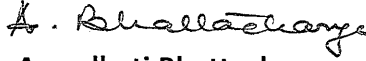
- 8 State Bank of India at the meeting of its Board of Directors held on September 29, 2016, approved the scheme of acquisition of its five subsidiaries and Bhartiya Mahila Bank Ltd. for acquiring their business including assets and liabilities under section 35(1) of State Bank of India Act, 1955. The Scheme of Acquisition has been submitted to RBI, for its approval and further action.
- 9 Provision Coverage Ratio as on September 2016 was 62.12%
- 10 The Bank has received 39 Investors' complaints during the quarter ended September 30, 2016 which have been disposed off. There were no pending Investors' complaints either at the beginning or end of the quarter.
- 11 Previous period/year figures have been regrouped / reclassified, wherever necessary, to conform to current period classifications.


Dinesh Kumar Khara
 MD (A&S)

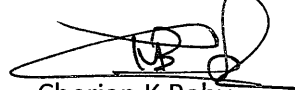

P K Gupta
 MD (C&R)


Rajnish Kumar
 MD (NBG)



B Sriram
 MD (CBG)


Arundhati Bhattacharya
 Chairman

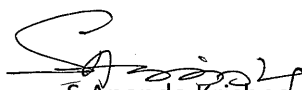
For Varma & Varma
 Chartered Accountants


Cherian K Baby
 Partner : M.No.016043
 Firm Regn. No. 004532 S

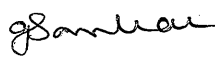
For Mehra Goel & Co.
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Nitish Kumar Chugh
 Partner : M.No.512742
 Firm Regn. No. 000517 N

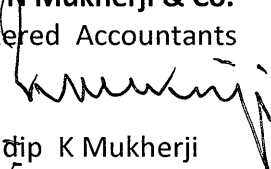
For S R R K Sharma Associates
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S Ananda Krishna
 Partner : M No.027986
 Firm Regn. No.003790 S

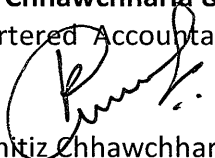
For V Sankar Aiyar & Co.
 Chartered Accountants


G Sankar
 Partner : M No.046050
 Firm Regn. No.109208 W

For S N Mukherji & Co.
 Chartered Accountants


Sudip K Mukherji
 Partner : M No.013321
 Firm Regn. No. 301079 E

For B Chhawchharia & Co.
 Chartered Accountants


Kshitiz Chhawchharia
 Partner : M.No.061087
 Firm Regn. No. 305123 E

For Manubhai & Shah LLP

Chartered Accountants



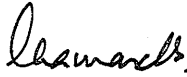
Hitesh M. Pomal

Partner: M.No.106137

Firm Regn. No.106041W/W100136

For M Bhaskara Rao & Co.

Chartered Accountants



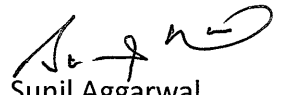
M V Ramana Murthy

Partner : M.No.206439

Firm Regn. No.000459 S

For GSA & Associates

Chartered Accountants



Sunil Aggarwal

Partner : M No.083899

Firm Regn. No. 000257 N

For Chatterjee & Co.

Chartered Accountants



R N Basu

Partner : M No.050430

Firm Regn. No.302114 E

For Bansal & Co.

Chartered Accountants



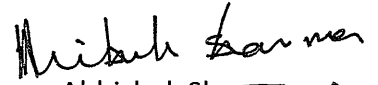
Dr. D S Rawat

Partner : M.No.083030

Firm Regn. No. 001113 N

For Amit Ray & Co.

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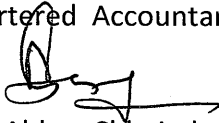
Abhishek Sharma

Partner : M No.403861

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For S L Chhajed & Co.

Chartered Accountants



Abhay Chhajed

Partner : M No.079662

Firm Regn. No.000709 C

For Mittal Gupta & Co.

Chartered Accountants



Akshay Kumar Gupta

Partner : M.No. 070744

Firm Regn. No. 001874 C

Place : Mumbai

Date : November 11, 2016

To
The Board of Directors
State Bank of India,
State Bank Bhavan,
Madame Cama Road,
Mumbai- 400021

**LIMITED REVIEW REPORT ON UNAUDITED FINANCIAL RESULTS
OF STATE BANK OF INDIA FOR THE QUARTER AND HALF YEAR ENDED
SEPTEMBER 30, 2016**

1. We have reviewed the accompanying statement of unaudited standalone financial results of State Bank of India for the quarter ended September 30, 2016 and the standalone year to date financial results for the period April 1, 2016 to September 30, 2016, attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 except for the disclosure relating to 'Consolidated Pillar 3 Disclosure as at September 30, 2016, including leverage ratio and liquidity coverage 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 financial results not reviewed by us. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the bank's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The financial results incorporate the relevant returns of 42 branches reviewed by us, 54 foreign branches out of which 36 reviewed by the Local Auditors of the foreign Branches and 18 certified by respective branch managers and unreviewed returns in respect of 17,327 branches. The financial results also incorporate the relevant returns of Corporate Accounts Group and Global Market Units. In the conduct of our review we have relied on the review reports in respect of non-performing assets certified by the Branch Managers of the bank of 767 branches and 38 Internal Concurrent Auditors. These review reports cover 60.47% percent of the advances portfolio of the bank and 90.62% of the non-performing assets of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the unreviewed branches of the bank.
4. Based on our review conducted as above and subject to limitations in scope as mentioned in para 3, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results including notes thereon prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India.

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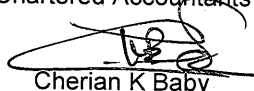
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5. **Emphasis of Matter**

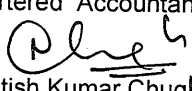
We draw attention to Note No 7 of Standalone financial results regarding Non-amortization of ₹ 516 Crores on account of loss on sale of assets to Reconstruction Companies.

Our conclusion is not qualified in respect of the above stated matter.

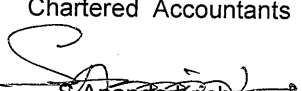
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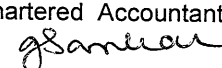
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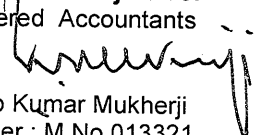
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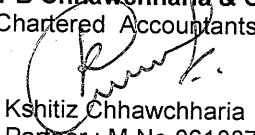
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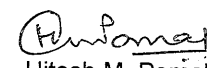
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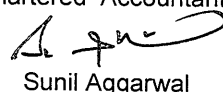
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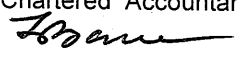
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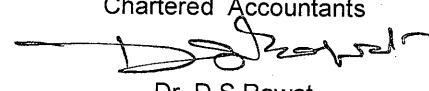
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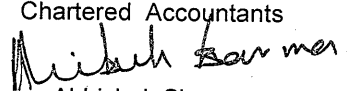
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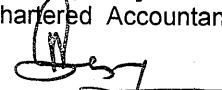
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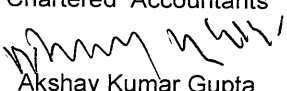
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Firm Regn. No. 001874 C

Place : Mumbai
Date : November 11, 2016.