

**STATE BANK OF INDIA (CALIFORNIA)**

**BALANCE SHEETS**

<b>ASSETS</b>	<b>March 31,</b>	
	<b>2010</b>	<b>2009</b>
Cash & cash equivalents	\$ 123,325,843	\$ 61,223,428
Loans - net	614,218,423	497,047,524
Securities available-for-sale, at fair value	112,601,220	178,256,675
Furniture, fixtures and equipment, net	1,322,219	765,998
Federal Home Loan Bank stock, at cost	4,163,300	4,163,300
Interest receivable and other assets	7,699,313	3,767,021
Deferred tax assets-net	6,208,267	4,099,363
	<b>\$ 869,538,585</b>	<b>\$ 749,323,309</b>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Liabilities:</b>		
Deposits	\$ 719,387,885	\$ 571,452,919
Federal Home Loan Bank borrowings	50,650,000	84,650,000
Income taxes payable	151,832	491,314
Interest payable and other liabilities	2,735,349	3,714,464
	<b>772,925,066</b>	<b>660,308,697</b>
<b>Commitments and contingencies</b>		
<b>Stockholder's Equity:</b>		
Common stock - \$100 par value		
Authorized - 760,000 shares		
Issued and outstanding - 695,000 shares	69,500,000	69,500,000
Additional paid-in-capital	1,500,000	1,500,000
Retained earnings	23,555,390	15,853,147
Accumulated other comprehensive income	2,058,129	2,161,465
	<b>96,613,519</b>	<b>89,014,612</b>
	<b>\$ 869,538,585</b>	<b>\$ 749,323,309</b>

**STATE BANK OF INDIA (CALIFORNIA)**

**STATEMENTS OF INCOME**

	<b>For the Years Ended March 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Interest income:</b>		
Loans, including fees	\$ 35,758,596	\$ 26,498,217
Securities	7,669,795	11,521,216
	43,428,391	38,019,433
<b>Interest expense:</b>		
Deposits	12,729,692	17,555,128
Borrowed Funds	1,343,755	2,500,433
	14,073,447	20,055,561
<b>Net interest income</b>	29,354,944	17,963,872
<b>Provision for loan losses</b>	8,355,017	8,370,187
<b>Net interest income after provision for loan losses</b>	20,999,927	9,593,685
<b>Non interest income:</b>		
Income from foreign currency exchange transactions	1,219,424	2,216,535
Gain on sale of securities available-for-sale	-	935,068
Other non-interest income	731,872	1,013,360
	1,951,296	4,164,963
<b>Non-interest expenses:</b>		
Salaries and employee benefits	4,814,757	4,560,308
Occupancy expenses	817,041	752,149
Furniture, fixtures and equipment expense	378,733	453,272
Advertising expense	73,570	29,717
Other operating expenses	4,517,232	3,025,054
	10,601,333	8,820,500
<b>Income before provision for income taxes</b>	12,349,890	4,938,148
<b>Provision for income taxes</b>	4,647,647	1,817,326
<b>Net income</b>	\$ 7,702,243	\$ 3,120,822