

## STATE BANK OF INDIA (CALIFORNIA)

## BALANCE SHEETS

	<u>March 31,</u>	
	<u>2009</u>	<u>2008</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 61,223,428	\$ 9,079,421
Loans - net	497,047,524	308,651,587
Securities available-for-sale, at fair value	178,256,675	211,902,111
Furniture, fixtures and equipment - net	765,998	746,576
Federal Home Loan Bank stock, at cost	4,163,300	3,073,300
Interest receivable and other assets	3,767,021	3,859,049
Deferred tax assets - net	<u>4,099,363</u>	<u>1,600,205</u>
Total assets	<u>\$749,323,309</u>	<u>\$ 538,912,249</u>
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
<b>Liabilities:</b>		
Deposits	\$571,452,919	\$ 421,828,420
Federal Home Loan Bank borrowings	84,650,000	64,650,000
Income taxes payable	491,314	284,979
Interest payable and other liabilities	<u>3,714,464</u>	<u>3,440,510</u>
Total liabilities	<u>660,308,697</u>	<u>490,203,909</u>
<b>Commitments and contingencies</b>		
<b>Stockholder's Equity:</b>		
Common stock - \$100 par value		
Authorized - 760,000 shares		
Issued and outstanding - 695,000 and 345,000 shares	69,500,000	34,500,000
Additional paid-in-capital	1,500,000	1,500,000
Retained earnings	15,853,147	12,732,325
Accumulated other comprehensive income (loss)	<u>2,161,465</u>	<u>( 23,985)</u>
Total Stockholder's equity	<u>89,014,612</u>	<u>48,708,340</u>
Total liabilities and Stockholder's equity	<u>\$749,323,309</u>	<u>\$ 538,912,249</u>

## STATE BANK OF INDIA (CALIFORNIA)

## STATEMENTS OF INCOME

	<u>For the Years Ended March 31,</u>	
	<u>2009</u>	<u>2008</u>
<b>Interest income:</b>		
Loans, including fees	\$26,498,217	\$20,242,355
Securities	<u>11,521,216</u>	<u>9,827,089</u>
Total interest income	<u>38,019,433</u>	<u>30,069,444</u>
<b>Interest expense:</b>		
Deposits	17,555,128	14,645,989
Borrowed funds	<u>2,500,433</u>	<u>2,607,228</u>
Total interest expense	<u>20,055,561</u>	<u>17,253,217</u>
<b>Net interest income</b>	17,963,872	12,816,227
<b>Provision for loan losses</b>	<u>8,370,187</u>	<u>566,214</u>
<b>Net interest income after provision for loan losses</b>	<u>9,593,685</u>	<u>12,250,013</u>
<b>Non-interest income:</b>		
Income from foreign currency exchange transactions	2,216,535	1,684,867
Gain on sale of securities available-for-sale	935,068	162,084
Other non-interest income	<u>1,013,360</u>	<u>793,470</u>
Total non-interest income	<u>4,164,963</u>	<u>2,640,421</u>
<b>Non-interest expense:</b>		
Salaries and employee benefits	4,560,308	3,687,731
Occupancy expense	752,149	651,276
Furniture, fixtures and equipment expense	453,272	571,882
Advertising expense	29,717	37,852
Other operating expenses	<u>3,025,054</u>	<u>2,308,675</u>
Total non-interest expense	<u>8,820,500</u>	<u>7,257,416</u>
<b>Income before provision for income taxes</b>	4,938,148	7,633,018
<b>Provision for income taxes</b>	<u>1,817,326</u>	<u>3,005,968</u>
<b>Net income</b>	<u>\$ 3,120,822</u>	<u>\$ 4,627,050</u>