



**INDIAN OVERSEAS BANK**  
**CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002**  
**UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2015**

Rs. in lacs

SL. NO.	Particulars	Quarter ended 30.09.2015 (Reviewed)	Quarter ended 30.06.2015 (Reviewed)	Quarter ended 30.09.2014 (Reviewed)	Half year ended 30.9.2015 (Reviewed)	Half year ended 30.9.2014 (Reviewed)	Year ended 31.3.2015 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	5,99,573	6,13,727	5,96,231	12,13,300	11,96,935	23,93,833
	(a) Interest/discount on advances/bills	4,28,388	4,38,667	4,50,408	8,67,054	9,06,869	17,94,558
	(b) Income on Investments	1,61,926	1,64,097	1,32,410	3,26,024	2,61,508	5,46,974
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	9,259	10,963	13,413	20,222	22,841	46,584
	(d) Others	0	0	0	0	5,717	5,717
2	Other Income	77,421	53,484	47,846	1,30,905	75,611	2,13,860
3	<b>TOTAL INCOME (1+2)</b>	<b>6,76,994</b>	<b>6,67,211</b>	<b>6,44,077</b>	<b>13,44,205</b>	<b>12,72,546</b>	<b>26,07,693</b>
4	Interest Expended	4,59,767	4,80,825	4,61,785	9,40,592	9,19,801	18,55,438
5	Operating Expenses (i) + (ii)	1,18,210	1,30,755	1,09,348	2,48,965	2,11,160	4,20,021
	(i) Employees Cost	76,913	94,739	71,127	1,71,653	1,39,561	2,64,954
	(ii) Other Operating expenses	41,297	36,016	38,221	77,312	71,599	1,55,068
6	<b>TOTAL EXPENDITURE (4+5) (excluding Provisions &amp; Contingencies)</b>	<b>5,77,977</b>	<b>6,11,580</b>	<b>5,71,133</b>	<b>11,89,557</b>	<b>11,30,961</b>	<b>22,75,459</b>
7	<b>OPERATING PROFIT before Provisions &amp; Contingencies(3-6)</b>	<b>99,017</b>	<b>55,631</b>	<b>72,944</b>	<b>1,54,648</b>	<b>1,41,585</b>	<b>3,32,234</b>
8	Provisions (other than tax) and Contingencies	1,55,776	66,357	89,238	2,22,133	1,19,165	3,36,091
9	Exceptional Items (Refer Note No.8 on Counter Cyclical Provision)	-17,000	0	0	-17,000	0	-15,000
10	Profit (+)/Loss(-) from Ordinary Activities before tax(7-8-9)	-39,759	-10,726	-16,294	-50,485	22,420	11,143
11	Tax expenses	15,324	-12,202	8,257	3,122	19,799	56,576
12	Net Profit (+) / Loss(-) from Ordinary Activities after tax (10-11)	-55,083	1,476	-24,551	-53,607	2,621	-45,433
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	<b>Net Profit (+) / Loss (-) for the period (12-13)</b>	<b>-55,083</b>	<b>1,476</b>	<b>-24,551</b>	<b>-53,607</b>	<b>2,621</b>	<b>-45,433</b>
15	Paid up equity share capital (Face value of each share - Rs.10/-)	1,23,535	1,23,535	1,23,535	1,23,535	1,23,535	1,23,535
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	13,15,346	13,15,346	13,28,910	13,15,346	13,28,910	13,15,346
17	Analytical Ratios						
	(i) Percentage of shares held by Govt. of India	73.80	73.80	73.80	73.80	73.80	73.80
	(ii) (a) Capital Adequacy Ratio (%) ( Basel II)	NA	NA	NA	NA	NA	NA
	(ii) (b) Capital Adequacy Ratio (%) ( Basel III)	9.09	9.75	10.30	9.09	10.30	10.11
	(iii) Earning Per Share (EPS) - in Rupees						
	a) Basic and diluted EPS before Extraordinary items (Net of tax expense) for the period, for the year to date and for the previous year (not annualized)	-4.46	0.12	-1.99	-4.34	0.21	-3.68
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	-4.46	0.12	-1.99	-4.34	0.21	-3.68
	(iv) NPA Ratios						
	a) Gross NPA	19,42,375	16,45,120	13,33,375	19,42,375	13,33,375	14,92,245
	b) Net NPA	12,53,923	10,64,043	9,10,869	12,53,923	9,10,869	9,81,333
	c) % of Gross NPA	11.00	9.40	7.35	11.00	7.35	8.33
	d) % of Net NPA	7.41	6.31	5.17	7.41	5.17	5.68
	e) Return on assets (Annualised) (%)	-0.74	0.02	-0.35	-0.36	0.02	-0.16
18	Public Shareholding						
	- No. of Shares	32,36,37,467	32,36,37,467	32,36,37,467	32,36,37,467	32,36,37,467	32,36,37,467
	- Percentage of share holding	26.20	26.20	26.20	26.20	26.20	26.20
19	Promoters and Promoter Group Shareholding						
	(a) Pledged/Encumbered						
	- Number of Shares						
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the company)						
	(b) Non-encumbered						
	- Number of Shares	91,17,10,848	91,17,10,848	91,17,10,848	91,17,10,848	91,17,10,848	91,17,10,848
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	73.80	73.80	73.80	73.80	73.80	73.80



SUMMARISED BALANCE SHEET				₹ in lacs
	As at 30.09.2015 (Reviewed)	As at 30.09.2014 (Reviewed)	As at 31.03.2015 (Audited)	
<b>Capital &amp; Liabilities</b>				
Capital	1,23,535	1,23,535	1,23,535	
Reserves and Surplus	13,81,772	14,90,850	14,40,567	
Deposits	2,33,02,610	2,39,22,358	2,46,04,872	
Borrowings	29,84,458	19,19,880	18,23,241	
Other Liabilities & Provisions*	6,94,391	6,34,254	5,71,483	
<b>Total</b>	<b>2,84,86,766</b>	<b>2,80,90,877</b>	<b>2,85,63,698</b>	
<b>Assets</b>				
Cash & Balances with Reserve Bank of India	13,55,933	11,78,405	12,63,777	
Balances with Banks & Money at call and Short Notice	10,30,965	10,57,237	12,26,077	
Investments	82,61,939	74,39,404	81,31,035	
Advances	1,68,25,385	1,75,18,127	1,71,75,602	
Fixed Assets	2,47,476	2,56,450	2,50,707	
Other Assets	7,65,068	6,41,254	5,16,500	
<b>Total Assets</b>	<b>2,84,86,766</b>	<b>2,80,90,877</b>	<b>2,85,63,698</b>	

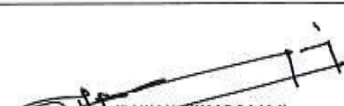
\* As on 30.09.2015, Other Liabilities & Provisions include Share Application Money of Rs.200900 lacs - Refer Note No.7

**Notes:**

- The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.
- The working results for the Quarter/Half year ended 30th September 2015 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Forex Exposures, Restructured Advances, Depreciation on Investments & Non - Performing investments, as per RBI guidelines. Provision for taxes and other usual and necessary provisions have been estimated and apportioned on proportionate basis and are subject to adjustment, if any, at the year end.
- In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 1st July 2013, banks are required to make Pillar 3 disclosures under Basel III capital requirements with effect from 30th September 2015. The disclosures are being made available on our website at the following link [http://www.iob.in/investor\\_cell.aspx](http://www.iob.in/investor_cell.aspx). These disclosures have not been subjected to Limited Review.
- In terms of RBI Circular DBR.BP.BC.No.31/21.04.018/2015-16 dated 16th July 2015, the Bank has, effective Quarter ended 30th June 2015, included its deposits placed with NABARD, SIDBI and NHB on account of shortfall in lending to priority sector under 'Other Assets'. Hitherto these were included under 'investments'. Interest income on these deposits has been included under 'Interest Earned - Others'. Hitherto such interest income was included under 'Interest Earned-Income on Investments'. Figures for the previous periods have been regrouped/reclassified to conform to current period's classification. The above reclassification has no impact on the Loss of the Bank for the quarter and half year ended 30th September 2015 or on the Profit/Loss for the previous periods presented.
- In terms of RBI Circular No. BP.BC.27/21.04/048/2015-16 dt 02nd July 2015, the method of calculating discount rate for computing Net Present Value of future cash flows for determination of erosion in fair value of advances, on restructuring, was changed with effect from the quarter ended 30th June 2015. Accordingly, there is a reduction in provisioning for diminution in fair value by Rs.6997 lacs and Rs.52654 lacs for the quarter and the half year ended 30th September 2015 respectively.
- During the quarter, Non-Performing Financial Assets aggregating to Rs. 1490 lacs ( net of NPA provisions) were assigned to Asset Reconstruction Companies for an aggregate consideration of Rs.2515 lacs.
- The Bank has received share application money amounting to Rs.200900 lacs on 29th September 2015, from Government of India towards preferential allotment of 48,56,17,597 equity shares of Rs.10/- each at a premium of Rs.31.37 per equity share. The equity shares were allotted on 16th October 2015 after obtaining requisite approvals and the same has not been considered / included for computation of Capital Adequacy Ratio as on 30th September 2015.
- As per RBI circular No.DBOD.BP.BC.79/21.04.048/2014-15 dated 30th March 2015 and also in pursuance to Bank's Board approved policy, the bank has utilised a sum of Rs. 17000 lacs from Floating Provisions / Counter Cyclical Provisioning Buffer towards specific provision for non performing assets during the Quarter ended 30th September 2015.
- The Provision Coverage Ratio of the Bank as on 30th September 2015 stood at 49.98%.
- Previous period/year figures have been regrouped/reclassified wherever necessary to conform to current period's classification.
- The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 31st October 2015.
- The position of Investors' Complaints for the period 01st July 2015 to 30th September 2015 is as under:
 

Pending complaints at the beginning of the Quarter	- 1
Complaints received during the Quarter	- 61
Complaints redressed during the Quarter	- 62
Closing balance at the end of the Quarter	- 0

PLACE : CHENNAI  
DATE : 31.10.2015

  
(PAWAN KUMAR BAJAJ)  
EXECUTIVE DIRECTOR

  
(ATUL AGARWAL)  
EXECUTIVE DIRECTOR

  
(R. KOTEESWARAN)  
MANAGING DIRECTOR & CEO



**INDIAN OVERSEAS BANK**

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002

SEGMENT REPORTING FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2015

Rs. In lacs

Particulars	Quarter ended 30.09.2015 (Reviewed)	Quarter ended 30.06.2015 (Reviewed)	Quarter ended 30.09.2014 (Reviewed)	Half Year ended 30.09.2015 (Reviewed)	Half Year ended 30.09.2014 (Reviewed)	Year ended 31.03.2015 (Audited)
<b>1) Segment Revenue</b>						
a) Treasury Operations	186,812	1 84 681	1 50 626	3 71 493	2 74 512	6 26 073
b) Corporate / Wholesale Banking	282,751	2 94 845	3 01 114	5 77 596	5 89 802	11 75 380
c) Retail Banking	201,410	1 81 349	1 86 397	3 82 759	3 91 388	7 73 770
d) Other Banking Operations	5,989	6 280	5 902	12 269	11 063	26 637
e) Unallocated	32	56	38	88	5 781	5 833
<b>Total</b>	<b>6 76 994</b>	<b>6 67 211</b>	<b>6 44 077</b>	<b>13 44 205</b>	<b>12 72 546</b>	<b>26 07 693</b>
Less: Inter segment Revenue						
<b>Income from Operations</b>	<b>6 76 994</b>	<b>6 67 211</b>	<b>6 44 077</b>	<b>13 44 205</b>	<b>12 72 546</b>	<b>26 07 693</b>
<b>2) Segment Results after Provisions &amp; Before Tax</b>						
a) Treasury Operations	16,971	3 360	3 658	20 331	(5 188)	43 457
b) Corporate / Wholesale Banking	19 910	21 259	30 006	41 169	43 112	97 645
c) Retail Banking	57 212	25 508	34 069	82 720	88 050	1 63 342
d) Other Banking Operations	4 896	5 451	5 186	10 347	9 857	23 792
e) Unallocated	28	53	25	81	5 754	3 998
<b>Operating Profit</b>	<b>99 017</b>	<b>55 631</b>	<b>72 944</b>	<b>1 54 648</b>	<b>1 41 585</b>	<b>3 32 234</b>
Less: Provisions & Contingencies	1 55 776	66 357	89 238	2 22 133	1 19 165	3 36 092
Less: Income tax	15 324	(12,202)	8 257	3 122	19 799	56 575
Less: Exceptional items	(17,000)	-	-	(17,000)	-	(15,000)
<b>Net Profit</b>	<b>(55,083)</b>	<b>1 476</b>	<b>(24,551)</b>	<b>(53,607)</b>	<b>2 621</b>	<b>(45,433)</b>
<b>3) Capital Employed : Segment Assets - Segment Liabilities</b>						
a) Treasury Operations	8 78 995	5 67 304	5 35 050	8 78 995	5 35 050	5 19 071
b) Corporate / Wholesale Banking	4 59 524	6 08 556	7 38 258	4 59 524	7 38 258	6 23 822
c) Retail Banking	2 11 191	2 29 322	2 29 398	2 11 191	2 29 398	3 21 279
d) Other Banking Operations	31 560	45 696	41 461	31 560	41 461	9 330
e) Unallocated	(85,943)	1 12 075	70 220	(85,943)	70 220	90 600
<b>Total</b>	<b>14 95 327</b>	<b>15 62 953</b>	<b>16 14 387</b>	<b>14 95 327</b>	<b>16 14 387</b>	<b>15 64 102</b>
<b>GEOGRAPHIC SEGMENTS</b>						
<b>Revenue</b>						
Domestic	6 52 987	6 43 213	6 17 411	12 96 200	12 17 811	25 04 458
Overseas	24 007	23 998	26 666	48 005	54 735	1 03 235
<b>Total</b>	<b>6 76 994</b>	<b>6 67 211</b>	<b>6 44 077</b>	<b>13 44 205</b>	<b>12 72 546</b>	<b>26 07 693</b>
<b>Assets</b>						
Domestic	2 63 27 386	2 67 47 433	2 58 14 777	2 63 27 386	2 58 14 777	2 65 30 931
Overseas	21 47 543	20 05 041	22 76 100	21 47 543	22 76 100	20 32 767
<b>Total</b>	<b>2 84 74 929</b>	<b>2 87 52 474</b>	<b>2 80 90 877</b>	<b>2 84 74 929</b>	<b>2 80 90 877</b>	<b>2 85 63 698</b>
<b>Notes on Segment Reporting</b>						
1. Segment expenses and liabilities have been apportioned on the basis of average segment assets, wherever direct allocation is not possible.						
2. Figures of the previous years/Current year/quarters have been regrouped / reclassified / rearranged wherever considered necessary to correspond with the current year /quarters classification / presentation						
Place: Chennai	(PAWAN KUMAR BAJAJ)	(ATUL AGARWAL)	(R KOTEESWARAN)			
Date: 31.10.2015	EXECUTIVE DIRECTOR	EXECUTIVE DIRECTOR	MANAGING DIRECTOR & CEO			





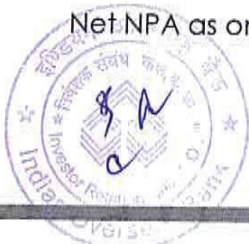
INDIAN OVERSEAS BANK  
CENTRAL OFFICE  
CHENNAI

PRESS RELEASE

31.10.2015

FINANCIAL PERFORMANCE HIGHLIGHTS FOR THE QUARTER  
ENDED 30<sup>th</sup> September 2015

- (1) **TOTAL BUSINESS:** Total business grew from Rs. Rs.4,07,026 crore as on 30.06.2015 to Rs. 4,09,542 crore as on 30.09. 2015.
- (2) **DEPOSITS:** Total deposits grew from Rs.2,32,064 crore as on 30.06.2015 to Rs.233,026 crore as on 30.09. 2015. High cost deposits reduced by 49.16% i.e., from Rs. 20,634 crore as on 30.06.2015 to Rs.10,491 crore as on 30.09.2015.
- (3) **ADVANCES:** Gross Advances increased from Rs.1,74,963 crore as on 30.06.2015 to Rs.1,76,516 crore as on 30.09.2015.
- (4) **OPERATING PROFIT:** Operating Profit for the three months period ended 30.09.2015 stood at Rs.990 crore as against Rs.556 crore for Q1 2015-16 representing growth of 78.5%.
- (5) **NET PROFIT:** Increased provisions for Domestic and Overseas Advances resulted in Net Loss of Rs 551 crore for the three months period ended 30.09. 2015.
- (6) **TOTAL INCOME:** Total income for the quarter ended 30.09.2015 stood at Rs. 6,770 crore as against Rs.6,672 crore for the previous quarter ended 30.06.2015.
- (7) **INTEREST INCOME:** Interest income for the quarter ended 30.09.2015 stood at Rs.5,996 crore.
- (8) **NON INTEREST INCOME:** Non-interest income for the quarter ended 30.09.2015 stood at Rs.774 crore as against Rs.535 crore for the quarter ended 30.06.2015.
- (9) **INTEREST EXPENDED:** The interest expenses for the quarter ended 30.09.2015 stood at Rs.4,598 crore as against Rs. 4,808 crore for the previous quarter ended 30.06.2015.
- (10) **NET INTEREST INCOME:** Net interest income stood at Rs.1,398 crore for Q2 of 2015-16 as against Rs.1,329 crore for Q1 of 2015-16.
- (11) **NPA MANAGEMENT:** Gross NPA as on 30.09.2015 stood at Rs.19,424 crore with Gross NPA ratio of 11.00%.  
Net NPA as on 30.09.2015 stood at Rs.12,539 crore with Net NPA ratio of 7.41%.





**(12) PROVISION COVERAGE RATIO:** Provision Coverage Ratio (PCR) stood at 49.98% as on 30.09.2015.

**(13) CAPITAL ADEQUACY RATIO (CRAR):**

Basel III (30.09.2015)	
CET I	5.89%
Tier I	6.59%
Tier II	2.50%
Total	9.09%

Government of India has infused Rs. 2009 crore capital during September 2015 for allotment of 48.56 crore of equity shares on preferential basis. The shares were allotted to Government of India on 16.10.2015 due to delay in receipt of Regulatory approvals. The above amount was not reckoned for the purpose of calculation of capital adequacy ratio as on 30.09.2015. Had the same been reckoned for 30.09.2015, the CETI ratio would be 6.86%, Tier I 7.56%, Tier II 2.50% and total capital adequacy ratio would be 10.06%.

**(14) BUSINESS PER EMPLOYEE:** Business per employee for the quarter ended 30.09.2015 stood at Rs.12.57 crore.

**15. KEY FINANCIAL RATIOS:**

**(15.1) NET INTEREST MARGIN:** NIM stood at 2.03% during the quarter ended 30.09.2015. NIM stood at 1.92% during the quarter ended 30.06.2015.

**(15.2) CREDIT DEPOSIT RATIO:** CD Ratio for Q2 of 2015-16 stood at 75.75% as against 75.39% for Q1 of 2015-16.

**(15.3) CASA RATIO:** CASA Ratio stood at 26.14% as on 30.09.2015 as against 25.44% as on 30.06.2015.

**(15.4) BOOK VALUE PER SHARE:** Book value per share stood at Rs.96.44 as on 30.09.2015.

**(15.5) Cost to income ratio:** The ratio for the quarter ended 30.09.2015 stood at 54.42% as against 70.15% as on 30.06.2015.

\*\*\*\*\*



---

---

**AUDITORS' REVIEW REPORT**

To

**The Board of Directors  
Indian Overseas Bank  
Chennai**

We have reviewed the accompanying financial results of INDIAN OVERSEAS BANK for the Quarter ended September 30, 2015. These financial results are the responsibility of the Bank's management and have been taken on record by the Board of Directors.

The financial results incorporate the relevant returns of 20 branches reviewed by us, 2 foreign branches reviewed by other auditors specially appointed for this purpose and unreviewed returns in respect of 3385 branches. In the conduct of our review, we have taken note of the review reports in respect of non-performing assets submitted by the concurrent auditors of 560 branches to the bank management, inspection teams of the bank of Nil branches and other firms of auditors of Nil branches specifically appointed for this purpose. These review reports cover 66.85 per cent of the advances portfolio of the bank.

A review of Financial Results consists principally of applying analytical procedures to financial data and making enquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express an audit opinion.

Contd...2



Based on our review aforesaid, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the accounting standards and the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters, has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement including the manner in which it is to be disclosed or that it contains any material misstatements.

For **P R MEHRA & Co**  
Chartered Accountants  
FRN 000051N

*P. R. Mehra*

**(CA. ASHOK MALHOTRA)**  
Partner  
M.No.082648



For **DASS KHANNA & Co**  
Chartered Accountants  
FRN 000402N

*D. Khanna*

**(CA. CHANDER SHEKHAR SHARMA)**  
Partner  
M.No.093498



For **VARDHAMAN & Co**  
Chartered Accountants  
FRN 004522S

*V. Vardhaman*

**(CA. V. BASKARAN)**  
Partner  
M.No.012202



For **ASA & ASSOCIATES LLP**  
Chartered Accountants  
FRN 009571N / N500006  
Chartered Accountants

*A. S. Sundar Rajan*

**(CA. S. SUNDAR RAJAN)**  
Partner  
M.No.211414



For **A V DEVEN & Co**  
Chartered Accountants  
FRN 000726S  
Chartered Accountants

*A. Vasudeven*

**(CA. A. VASUDEVEN)**  
Partner  
M.No.023882



Place : Chennai

Date : 31.10.2015