

**INDIAN OVERSEAS BANK**  
**CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002**  
**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2011**

| SL.NO | Particulars   | (Rs. in Lakhs)                          |                                      |                                      |                                      |
|-------|---|---|--------------------------------------|--------------------------------------|--------------------------------------|
|       |   | Quarter ended<br>31.3.2011<br>(Audited) | Quarter ended<br>31.3.2010 (Audited) | Year ended<br>31.3.2011<br>(Audited) | Year ended<br>31.3.2010<br>(Audited) |
| 1     | Interest Earned (a) + (b) +(c)+ (d)   | 353211.06                               | 254783.42                            | 1210146.51                           | 1024577.34                           |
|       | (a)Interest/discount on advances/bills  | 261563.90                               | 186358.28                            | 884856.64                            | 765948.16                            |
|       | (b) Income on Investments   | 82329.27                                | 62334.79                             | 296546.52                            | 238160.10                            |
|       | (c) Interest on Balances<br>with Reserve Bank of India and other Inter Bank<br>Funds  | 6774.06                                 | 4881.91                              | 26199.52                             | 19260.64                             |
|       | (d) Others  | 2543.83                                 | 1208.44                              | 2543.83                              | 1208.44                              |
| 2     | Other Income  | 38447.37                                | 28196.64                             | 122510.24                            | 114325.36                            |
| 3     | <b>TOTAL INCOME (1+2)</b>   | <b>391658.43</b>                        | <b>282980.06</b>                     | <b>1332656.75</b>                    | <b>1138902.70</b>                    |
| 4     | Interest Expended   | 231683.44                               | 172742.31                            | 789343.94                            | 707790.95                            |
| 5     | Operating Expenses (i) + (ii)   | 62280.23                                | 64679.85                             | 257249.49                            | 246649.69                            |
|       | (i) Employees Cost  | 36265.46                                | 43268.07                             | 174113.66                            | 173474.90                            |
|       | (ii) Other Operating Expenses   | 26014.77                                | 21411.78                             | 83135.83                             | 73174.79                             |
| 6     | <b>TOTAL EXPENDITURE (4+ 5)</b><br>excluding Provisions & Contingencies   | <b>293963.67</b>                        | <b>237422.16</b>                     | <b>1046593.43</b>                    | <b>954440.64</b>                     |
| 7     | <b>OPERATING PROFIT before Provisions &amp;<br/>Contingencies (3-6)</b>   | <b>97694.76</b>                         | <b>45557.90</b>                      | <b>286063.32</b>                     | <b>184462.06</b>                     |
| 8     | Provisions (other than tax) and Contingencies   | 44602.16                                | 45982.08                             | 118623.56                            | 78349.10                             |
| 9     | Exceptional Items   | 0.00                                    | 0.00                                 | 8217.00                              | 8217.00                              |
| 10    | Net Profit(+) / Loss(-) from Ordinary Activities<br>before Tax (7-8-9)  | 53092.60                                | -424.18                              | 159222.76                            | 97895.96                             |
| 11    | Tax Expense   | 9663.09                                 | -13168.51                            | 51968.49                             | 27199.81                             |
| 12    | Net Profit(+) / Loss(-) from Ordinary Activities<br>after Tax (10-11)   | 43429.51                                | 12744.33                             | 107254.27                            | 70696.15                             |
| 13    | Extraordinary Items (net of tax expense)  | 0.00                                    | 0.00                                 | 0.00                                 | 0.00                                 |
| 14    | <b>Net Profit(+) / Loss(-) for the period (12-13)</b>   | <b>43429.51</b>                         | <b>12744.33</b>                      | <b>107254.27</b>                     | <b>70696.15</b>                      |
| 15    | Paid-up Equity Share Capital<br>(Face Value of each share - Rs.10/-)  | 61874.93                                | 54480.00                             | 61874.93                             | 54480.00                             |
| 16    | Reserves excluding Revaluation Reserves.  | 754618.62                               | 580417.90                            | 754618.62                            | 580417.90                            |
| 17    | Analytical Ratios   |   |                                      |                                      |                                      |
|       | (i) Percentage of shares held by Govt. of India   | 65.87                                   | 61.23                                | 65.87                                | 61.23                                |
|       | (ii) (a) Capital Adequacy Ratio (%) (Basel I)   | 13.28                                   | 14.26                                | 13.28                                | 14.26                                |
|       | (b) Capital Adequacy Ratio (%) (Basel II)   | 14.55                                   | 14.78                                | 14.55                                | 14.78                                |
|       | (iii) Earning per share (EPS) - in rupees   |   |                                      |                                      |                                      |
|       | a) Basic and Diluted EPS before Extraordinary<br>items (Net of tax expense) for the period, for<br>the year to date and for the previous year (not<br>annualized) | 7.88                                    | 2.34                                 | 19.63                                | 12.98                                |
|       | b) Basic and Diluted EPS after Extraordinary<br>items (Net of tax expense) for the period, for<br>the year to date and for the previous year (not<br>annualized)  | 7.88                                    | 2.34                                 | 19.63                                | 12.98                                |



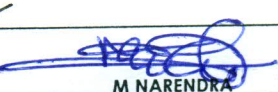


|  |              |              |              |              |
|--|--------------|--------------|--------------|--------------|
| (iv) NPA Ratios  |              |              |              |              |
| (a) Gross NPA  | 308958.90    | 361108.00    | 308958.90    | 361108.00    |
| (b) Net NPA  | 132842.02    | 199497.00    | 132842.02    | 199497.00    |
| (c) % of Gross NPA   | 2.72         | 4.47         | 2.72         | 4.47         |
| (d) % of Net NPA   | 1.19         | 2.52         | 1.19         | 2.52         |
| (e) Return on Assets (Annualized)  | 0.71         | 0.53         | 0.71         | 0.53         |
| 18 Public Shareholding   |              |              |              |              |
| Number of shares   | 20 12 00 000 | 21 12 00 000 | 21 12 00 000 | 21 12 00 000 |
| Percentage of Share holding  | 34.13        | 38.77        | 34.13        | 38.77        |
| 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          |
| - Percentage of Shares (as a % of the total share capital of the company)              |              |              |              |              |
| (b) Non-encumbered   |              |              |              |              |
| - Number of Shares.  | 407549343    | 33 36 00 000 | 407549343    | 33 36 00 000 |
| - Percentage of Shares (as a % of the total shareholding of promoter & promoter group) | 100          | 100          | 100          | 100          |
| - Percentage of shares (as a % of the total share capital of the company)              | 65.87        | 61.23        | 65.87        | 61.23        |

**NOTES:**

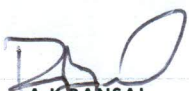

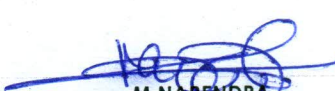
| <b>Summarized Balance Sheet</b>                        |  | Rs. in lacs                           |                                       |
|--|--|---------------------------------------|---------------------------------------|
|  |  | <b>As at 31.03.2011<br/>(Audited)</b> | <b>As at 31.03.2010<br/>(Audited)</b> |
| <b>Capital &amp; Liabilities</b>                       |  |                                       |                                       |
| Capital  |  | 61874.93                              | 54480.00                              |
| Reserve & Surplus                                      |  | 870618.07                             | 697978.31                             |
| Deposits   |  | 14522875.11                           | 11079471.10                           |
| Borrowings   |  | 1935540.47                            | 898220.19                             |
| Other Liabilities & Provisions                         |  | 487519.29                             | 379013.34                             |
| <b>Total</b>   |  | <b>17878427.87</b>                    | <b>13109162.94</b>                    |
| <b>Assets</b>  |  |                                       |                                       |
| Cash & Balances with RBI                               |  | 1001089.44                            | 766644.72                             |
| Balances with Banks and Money at Call and Short Notice |  | 200776.13                             | 215819.35                             |
| Investments  |  | 4861045.40                            | 3765056.27                            |
| Advances   |  | 11183297.75                           | 7899915.93                            |
| Fixed Assets   |  | 168110.66                             | 169956.55                             |
| Other Assets   |  | 464108.49                             | 291770.12                             |
| <b>Total</b>   |  | <b>17878427.87</b>                    | <b>13109162.94</b>                    |



|    |   |
|----|---|
| 1  | The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank  |
| 2  | The working results for the Year ended 31/3/2011 have been arrived at after considering provision for NPAs, Standard Assets, Restructured Advances & Non-Performing Investments, as per RBI guidelines. Provision for taxes, Depreciation on Fixed Assets and other usual and necessary provisions have been made.  |
| 3  | Provision for Liability towards employee benefits, viz., Pension, Gratuity, Leave Encashment, etc., have been estimated in accordance with revised Accounting Standard (AS)-15 notified by the Institute of Chartered Accountants of India and apportioned on a proportionate basis. A sum of Rs. 89 Crore have been charged to Profit & Loss Account towards transitional liability for the year ended 31/3/2011 in compliance with Revised AS-15. The balance of unrecognized transitional liability as per Revised AS-15 as on 31/3/2011 is Rs. 89.00 crore.   |
| 4  | In accordance with the provision of RBI circular no. DBOD.BP.BC.80/21.01.018/2010-11 dated 09.02.2011, an amount of Rs. 49.31 crore has been charged to Profit & Loss Account for the year towards the additional Gratuity fund requirement of Rs. 246.56 crore arising on account of amendment made to Payment of Gratuity Act, 1972, which is being amortized over a period of five years from this year. Remaining unamortized gratuity fund liability carried forward is Rs.197.25 crore.   |
| 5  | In accordance with the provision of RBI circular no. DBOD.BP.BC.80/21.01.018/2010-11 dated 09.02.2011, one-fifth of the additional pension fund liability of Rs. 758.65 crore towards serving employees, who exercised second option and 100% of such liability of Rs. 188.28 crore towards retired/separated employees aggregating to Rs. 340.01 crore has been reckoned for this year, after reckoning the available pension fund. Remaining unamortized Pension Fund liability carried forward is Rs. 606.92 crore.  |
| 6  | During the previous financial year, the Bank has taken over specific assets and liabilities of a Bank with the approval of RBI and other authorities. The deficit representing excess of liabilities over assets taken over amounting to Rs. 246.52 crore has to be absorbed over a period of three years, as permitted by Reserve Bank of India. accordingly Bank as in June 2010 Quarter has absorbed a sum of Rs. 82.17 Crore and balance of deficit of Rs. 82.18 Crore will be absorbed before the end of 31.03.2012.   |
| 7a | During the year Bank has allotted 7,39,49,343 Equity shares of Rs. 10/- each at a premium of Rs. 132.53 to the Government of India, as approved by the shareholders, in an Extra Ordinary General Meeting, in accordance with regulation 76(I) of SEBI (Issue of Capital & Disclosure Requirements) Regulation 2009 on Preferential Basis. The total amount received by the Bank on this account is Rs. 1054/- crore. Consequently, the Government shareholding has increased from 61.23% to 65.87%.  |
| 7b | During the Year the Bank has raised debt capital of Rs. 1967/- crore (Previous year Rs. 1100/- crore) by way of Upper Tier II capital of Rs. 967/- crore and Lower Tier II capital of Rs. 1000/- crore.   |
| 8  | The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 2nd May, 2011.  |
| 9  | The Board of Directors recommend a Dividend of Rs. 5/-per Equity Share of Rs. 10/- each (i.e. 50%) for the year 2010-11 amounting to an outgo of Rs. 359.56 Crore including dividend distribution tax, Subject to Government of India approval.   |
| 10 | Previous period/year figures have been regrouped/reclassified wherever necessary.   |
| 11 | The position of Investors' Complaints for the period 01.01.2011 to 31.03.2011 is as under:<br>Pending complaints at the beginning of the Quarter - 0<br>Complaints received during the Quarter - 263<br>Complaints redressed during the Quarter - 263<br>Closing balance at the end of the Quarter - 0  |
|    | <div style="display: flex; justify-content: space-between;"> <div style="text-align: center;"> <br/> <b>A.K. BANSAL</b><br/> EXECUTIVE DIRECTORS </div> <div style="text-align: center;"> <br/> <b>NUPUR MITRA</b><br/> EXECUTIVE DIRECTORS </div> <div style="text-align: center;"> <br/> <b>M NARENDRA</b><br/> CHAIRMAN &amp;<br/> MANAGING DIRECTOR </div> </div> |
|    | <b>PLACE : CHENNAI</b><br><b>Date : 02.05.2011</b>  |



**SEGMENT RESULTS FOR THE YEAR ENDED 31ST MARCH 2011**

| Particulars   | Quarter Ended<br>31.3.2011<br>(Audited)  | Quarter<br>ended<br>31.03.2010<br>(Audited)   | Year Ended<br>31.3.2011<br>(Audited)   | (Rs. in lakhs)<br>Year ended<br>31.03.2010<br>(Audited) |
|---|--|---|--|---|
| <b>1) Segment Revenue</b>   |  |   |  |   |
| a) Treasury Operations  | 93,207   | 72,727  | 333,613  | 289,204   |
| b) Corporate / Wholesale Banking  | 102,997  | 80,016  | 547,283  | 486,274   |
| c) Retail Banking   | 178,194  | 119,082   | 399,278  | 326,972   |
| d) Other Banking Operations   | 14,677   | 9,889   | 49,837   | 35,084  |
| e) Unallocated  | 2,584  | 1,236   | 2,646  | 1,368   |
| <b>Total</b>  | <b>391,659</b>   | <b>282,950</b>  | <b>1,332,657</b>   | <b>1,138,902</b>  |
| Less: Inter segment Revenue   |  |   |  |   |
| <b>Income from Operations</b>   | <b>391,659</b>   | <b>282,950</b>  | <b>1,332,657</b>   | <b>1,138,902</b>  |
| <b>2) Segment Results after Provisions &amp; Before Tax</b>             |  |   |  |   |
| a) Treasury Operations  | 5,686  | (788)   | 7,184  | 3,329   |
| b) Corporate / Wholesale Banking  | (11,465)   | (15,212)  | 111,303  | 90,106  |
| c) Retail Banking   | 94,291   | 61,553  | 151,636  | 97,514  |
| d) Other Banking Operations   | 6,605  | (1,257)   | 13,312   | (7,838)   |
| e) Unallocated  | 2,577  | 1,262   | 2,627  | 1,351   |
| <b>Operating Profit</b>   | <b>97,694</b>  | <b>45,558</b>   | <b>286,062</b>   | <b>184,462</b>  |
| Less: Provisions & Contingencies including taxes<br>& Exceptional Items | 54,264   | 32,785  | 178,808  | 113,766   |
| <b>Net Profit</b>   | <b>43,430</b>  | <b>12,773</b>   | <b>107,254</b>   | <b>70,696</b>   |
| <b>3) Capital Employed : Segment Assets-Segment Liabilities</b>         |  |   |  |   |
| a) Treasury Operations  | 304,496  | 440,291   | 304,496  | 440,291   |
| b) Corporate / Wholesale Banking  | 400,669  | 136,090   | 400,669  | 136,090   |
| c) Retail Banking   | 25,300   | 23,573  | 25,300   | 23,573  |
| d) Other Banking Operations   | 118,215  | 55,037  | 118,215  | 55,037  |
| e) Unallocated  | 83,814   | 97,467  | 83,814   | 97,467  |
| <b>Total</b>  | <b>932,494</b>   | <b>752,458</b>  | <b>932,494</b>   | <b>752,458</b>  |
| <b>GEOGRAPHIC SEGMENTS</b>  |  |   |  |   |
| <b>Revenue</b>  |  |   |  |   |
| Domestic  | 377,713  | 272,574   | 1,282,536  | 1,092,821   |
| Overseas  | 13,946   | 10,377  | 50,121   | 46,081  |
| <b>Total</b>  | <b>391,659</b>   | <b>282,951</b>  | <b>1,332,657</b>   | <b>1,138,902</b>  |
| <b>Assets</b>   |  |   |  |   |
| Domestic  | 16,635,349   | 12,173,936  | 16,635,349   | 12,173,936  |
| Overseas  | 1,243,079  | 935,227   | 1,243,079  | 935,227   |
| <b>Total</b>  | <b>17,878,428</b>  | <b>13,109,163</b>   | <b>17,878,428</b>  | <b>13,109,163</b>                                       |
| <b>PLACE : CHENNAI</b>  | <br><b>A K BANSAL</b> | <br><b>NUPUR MITRA</b> | <br><b>M NARENDRA</b> |   |
| <b>Date : 02.05.2011</b>  | <b>EXECUTIVE DIRECTORS</b>   |   | <b>CHAIRMAN &amp; MANAGING DIRECTOR</b>  |   |

