



Indian Overseas Bank

Central Office
Chennai

Press Release

20.08.2020

Performance Highlights – 30.06.2020

	30.06.2020	30.06.2019	
Operating Profit (Rs in Cr)	1,094	828.15	↑
Net Profit (Rs in Cr)	121	-342.08	↑
Deposits (Rs in Cr)	225,546	221,171	↑
Gross Advances (Rs in Cr)	131,565	147,606	↓
Investments (Rs in Cr)	83498	68492	↑
Business Mix (Rs in Cr)	440609	437269	↑
CASA (Rs in Cr)	92,514	84,145	↑
CASA Ratio	41.02%	38.05%	↑
Gross NPA (Rs in Cr)	18,291	33,262	↓
Net NPA (Rs in Cr)	6,081	14,174	↓
Net Interest Margin	2.08%	2.01%	↑
Gross NPA Ratio	13.90%	22.53%	↓
Net NPA Ratio	5.10%	11.04%	↓
Cost to Income Ratio	53.32%	57.72%	↓
PCR	87.97%	72.24%	↑
CRAR	10.93%	10.02%	↑
RoE	8.18%	-24.00%	↑
CD Ratio	58.33%	66.74%	↓

Performance Highlights For The Quarter Ended June 30, 2020 - YoY

1. **Total business** stood at Rs.4,40,609 crore as on 30th June 2020 as against Rs.4,37,269 crore as on 30th June 2019.
2. **Total deposits** increased to Rs.2,25,546 crore as on 30th June 2020 as against Rs.2,21,171 crore as on 30th June 2019.





3. **CASA of the Bank improved to 41.02% as on 30th June 2020 as against 38.05% as on 30th June 2019. Total CASA has increased from Rs.84145 crores as on 30.06.2019 to Rs.92,514 crores as on 30.06.2020, SB (Savings Bank) registered 11.12% YoY growth as at 30th June '20 over 30th June'19.**
4. **Gross Advances** stood at Rs.1,31,565 crore as on 30th June 2020 as against Rs.1,47,606 crore as on 30th June 2019. The Bank has evolved a policy of not taking fresh exposures in stressed sectors, below hurdle rated accounts and BB and below rated accounts. The Bank has also exited from accounts in the stressed sectors to improve the quality of asset.
5. **Operating Profit for Quarter ended 30th June 2020 stood at Rs.1094 crore as against Rs.828.15 crore for the quarter ended 30th June 2019 due to increase in interest on investments and reduction in interest expenditure.**
6. **Provisions & Contingencies** for quarter ended June'20 is Rs.970 crore as against Rs.1170.24 crore for quarter ended June'19.
7. **Net Profit:** Net Profit for the quarter ended 30th June 2020 is Rs.121 crore as against Net Loss of Rs.342.08 crore for the quarter ended 30th June 2019.
8. **Total income for the quarter ended 30th June 2020 increased to Rs.5234 crore as against Rs.5006.48 crore for the quarter ended 30th June 2019 mainly due to increase in Treasury income.**
9. **Interest income stood at Rs.4302 crore for the quarter ended 30th June 2020 as against Rs. 4336.39 crore for the quarter ended 30th June 2019, mainly due to decrease in MCLR.**
10. **Non-interest income** is Rs.932 crore for the quarter ended 30th June 2020 as against Rs.670.09 crore for the quarter ended 30th June 2019 due to increase in other income.
11. **Total Expenditure** decreased from Rs.4178.32 crore for the quarter ended 30th June 2019 to Rs.4139 crore for the quarter ended 30th June 2020 due to reduction in interest expenditure.





- 12. NPA MANAGEMENT: Gross NPA** as at 30th June 2020 is at Rs.18,291 crore with ratio of 13.90% as against Rs. 33262 crore with ratio of 22.53% as on 30th June 2019.
- 13. Total recovery** of Rs.1991 crore achieved for quarter ended June '20 as against the recovery of Rs.2238 crore during quarter ended June '19 while the total fresh slippage (other than debits to existing NPA accounts) for quarter ended June'20 stood at Rs.257 crore.
- 14. Net NPA** is at Rs.6081 crore with ratio of 5.10% as on 30th June 2020 as against Rs.14174 crore with ratio of 11.04% as on 30th June 2019, reducing it by Rs. 8093 crore in absolute terms.
- 15. Provision Coverage Ratio is improved to 87.97% as on 30th June 2020 as against 72.24% as on 30th June 2019.**

Performance Highlights for the Quarter ended June 30, 2020 QoQ (Sequential)

- 1. Total business** stood at Rs.4,40,609 crore as on 30th June 2020 as against Rs.4,23,701 crore as on 31st March 2020.
- 2. Total deposits** increased to Rs.2,25,546 crore as on 30th June 2020 as against Rs. 2,22,952 crore as on 31st March 2020 due to increase of Rs.2595 crore.
- 3. CASA** of the Bank increased to 41.02% as on 30th June 2019 as against 40.26% as on 31st March 2020.
- 4. Gross Advances** stood at Rs.1,31,565 crore as on 30th June 2020 as against Rs. 1,34,771 crore as on 31st March 2020, as part of consolidation and reducing concentration risk and maturity of one big ticket advance.
- 5. Operating Profit** for Quarter ended 30th June 2020 stood at Rs.1094 crore as against Rs.1197 crore for the quarter ended 31st March 2020.
- 6. Net Profit: Net Profit** for the quarter ended 30th June 2020 decreased to Rs.121 crore as against Rs.144 crore for quarter ended 31st March 2020, mainly due to provisioning.



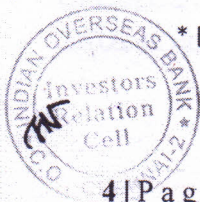


7. **Total income** for the quarter ended 30th June 2020 is Rs.5234 crore as against Rs.5537 crore for the quarter ended 31st March 2020.
8. **Interest income** stood at Rs.4302 crore for the quarter ended 30th June 2020 as against Rs.4442 crore for the quarter ended 31st March 2020
9. **Non-interest income** is Rs.932 crore for the quarter ended 30th June 2020 as against Rs.1095 crore for the quarter ended 31st March 2020
10. **Total Expenditure reduced** from Rs.4340 crore for the quarter ended 31st March 2020 to Rs.4139 crore for the quarter ended 30th June 2020.
11. **NPA MANAGEMENT: Gross NPA** as at 30th June 2020 is at Rs.18291 crore with ratio of 13.90% as against Rs. 19913 crore with ratio of 14.78 % as at 31st March 2020. The decrease is due to recovery / technical write-off of NPA accounts.
12. **Total recovery** of Rs.1991 crore achieved for quarter ended June '20 as against Rs.5386 crore achieved for quarter ended March '20 while the total fresh slippage (other than debits to existing NPA accounts) for quarter ended June'20 stood at Rs.257 crore. Recovery achieved is higher than slippages during the quarter mainly due to focused efforts towards recovery.
13. **Net NPA as at 30th June 2020 reduced to Rs.6081 crore with ratio of 5.10% as against Rs.6603 crore with ratio of 5.44% as on 31st March 2020 thus reducing it by Rs.522 crore in absolute terms.**
14. **Provision Coverage Ratio is improved to 87.97% as against 86.94% as on 31st March 2020.**

➤ **CAPITAL ADEQUACY RATIO (CRAR):**

Particulars	Basel III as on 30.06.2020	Regulatory Requirement
CET I	8.38%	5.50%
Tier I	8.38%	7.00%
Tier II	2.55%	2.00%
Total CRAR	10.93%	9.00%*

* Excluding CCB





➤ **KEY FINANCIAL RATIOS:**

- **Credit Deposit Ratio** is 58.33% as on 30.06.2020 as against 66.74% as on 30.06.2019.
- **Average Cost of Deposit** is 4.99% as on 30.06.2020 as against 5.37% as on 30.06.2019.
- **Average Yield on Advances stood at** 6.75% as on 30.06.2020 as against 7.22% as on 30.06.2019.
- **Cost to Income Ratio** is reduced to 53.32 % as on 30.06.2020 from 57.72% as on 30.06.2019
- **Net Interest Margin improved to** 2.08% for quarter ended 30.06.2020 as against 2.01% as on 30.06.2019.

Awards:

- Forbes, has certified our Bank as **"The World's Best Banks 2020"**.

Forbes has took a survey over 65,000 bank customers involved with according to the bank's trustworthiness, customer services, digital services, financial advice and overall satisfaction. The award is gained through receiving positive client evaluations and the results have indicated that Bank is rated as one of the best in India.

