

INDIAN OVERSEAS BANK						
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002						
UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE PERIOD ENDED 31st DECEMBER 2010						
(₹. in Lakhs)						
Sl. No	Particulars	Quarter ended 31.12.2010 (Reviewed)	Quarter ended 31.12.2009 (Reviewed)	9 Months period ended 31.12.2010 (Reviewed)	9 Months period ended 31.12.2009 (Reviewed)	Year ended 31.3.2010 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	310164.50	257013.44	856935.45	769793.92	1024577.34
	(a) Interest/discount on advances/bills	227356.35	191397.39	623292.74	579589.89	765948.16
	(b) Income on Investments	75558.41	60640.64	214217.25	175825.30	238160.10
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	7249.74	4975.41	19425.46	14378.73	19260.64
	(d) Others	0.00	0.00	0.00	0.00	1208.44
2	Other Income	35121.89	25852.22	84062.87	86157.03	114325.36
3	TOTAL INCOME (1+2)	345286.39	282865.66	940998.32	855950.95	1138902.70
4	Interest Expended	197145.75	177572.68	557660.50	535048.64	707790.95
5	Operating Expenses (i) + (ii)	67728.91	64683.68	194969.26	181969.85	246649.69
	(i) Employees Cost	48367.29	46808.59	137848.20	130206.83	173474.90
	(ii) Other Operating Expenses	19361.62	17875.09	57121.06	51763.02	73174.79
6	TOTAL EXPENDITURE (4+5) excluding Provisions & Contingencies	264874.66	242256.36	752629.76	717018.49	954440.64
7	OPERATING PROFIT before Provisions & Contingencies (3-6)	80411.73	40609.30	188368.56	138932.46	184462.06
8	Provisions (other than tax) and Contingencies	35824.38	21865.17	74021.40	32395.32	78349.10
9	Exceptional Items	0.00	0.00	8217.00	8217.00	8217.00
10	Net Profit(+) / Loss(-) from Ordinary Activities before Tax (7-8-9)	44587.35	18744.13	106130.16	98320.14	97895.96
11	Tax Expenses	21421.41	8574.09	42305.40	40368.32	27199.81
12	Net Profit(+) / Loss(-) from Ordinary Activities after Tax (10-11)	23165.94	10170.04	63824.76	57951.82	70696.15
13	Extraordinary Items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00
14	Net Profit(+) / Loss(-) for the period (12-13)	23165.94	10170.04	63824.76	57951.82	70696.15
15	Paid-up Equity Share Capital (Face Value of each share - Rs.10/-)	54480.00	54480.00	54480.00	54480.00	54480.00
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	580417.90	539659.43	580417.90	539659.43	580417.90
17	Analytical Ratios					
	(i) Percentage of shares held by Govt. of India	61.23	61.23	61.23	61.23	61.23
	(ii) (a) Capital Adequacy Ratio (%) (Basel I)	12.58	14.25	12.58	14.25	14.26
	(b) Capital Adequacy Ratio (%) (Basel II)	13.45	14.64	13.45	14.64	14.78
	(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 annualised)	4.25	1.87	11.72	10.64	12.98*
	b) Basic and diluted EPS after Extraordinary items (Net of tax expense) for the period, for the year to date and for the previous year (not annualised)	4.25	1.87	11.72	10.64	12.98*
	(iv) NPA Ratios					
	(a) Gross NPA	326449.76	321826.83	326449.76	321826.83	361108.00
	(b) Net NPA	148760.68	169036.28	148760.68	169036.28	199497.00
	(c) % of Gross NPA	3.26	4.05	3.26	4.05	4.47
	(d) % of Net NPA	1.51	2.17	1.51	2.17	2.52
	(e) Return on Assets	0.60	0.30	0.58	0.59	0.53
18	Public Shareholding					
	Number of shares	211200000.00	211200000.00	211200000.00	211200000.00	211200000.00
	Percentage of Share holding	38.77	38.77	38.77	38.77	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	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the company)					
	(b) Non-encumbered					
	- Number of Shares	33 36 00 000	33 36 00 000	33 36 00 000	33 36 00 000	33 36 00 000
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	100	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	61.23	61.23	61.23	61.23	61.23
	* Annualised					

**NOTES:**

- 1 The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.
  - 2 The working results for the Quarter ended 31.12.2010 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 estimated and apportioned on a proportionate basis and are subject to adjustment if any at the year end..
  - 3(a) Provision for liability towards employee benefits viz., pension, gratuity, leave encashment, etc., have been estimated in accordance with the Revised Accounting Standard (AS) -15 notified by the Institute of Chartered Accountants of India and apportioned on proportionate basis. A sum of `Rs. 22.50 crore has been charged to Profit & Loss Account towards transitional liability for the quarter ended 31/12/2010. The balance of unrecognized transitional liability as per Revised AS-15 as on 31/12/2010 is Rs. 110.50 crores. .
  - 3(b) The pension liability including that arising out of employees opting for second option of pension in terms of Bipartite Settlement, pending actuarial valuation has been estimated and a provision of Rs. 108 crore has been made for Quarter ended 31.12.2010, aggregating to Rs. 324 crores for the nine months ended on that date. The pension liability arising on account of second option is proposed to be amortized over a period not exceeding 3 years. This accounting treatment is, however, subject to review/necessary adjustments on issuance of relevant guidelines by appropriate authorities.
  - 4 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, the Bank has, in June 2010 Quarter, absorbed a sum of Rs. 82.17 crore and the balance of deficit of Rs. 82.18 crore will be absorbed before the end of 31.03.2012.
  - 5 During the Quarter ended 31/12/2010, the Bank has raised debt capital of Rs. 1000 crore by way of Lower Tier II Capital .
  - 6 The results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 28th January 2011
  - 7 Previous period/year figures have been regrouped/reclassified wherever necessary.
  - 8 The position of Investors' Complaints for the period 01.10.2010 to 31.12.2010 is as under::  
 Pending Complaints at the beginning of the Quarter : 2  
 Complaints received during the Quarter : 219  
 Complaints redressed during the Quarter : 221  
 Closing balance at the end of the Quarter : 0
- Auditors Remarks : The Auditors have drawn attention to the above Note No. 4 in their Review Report regarding the write off of a sum of Rs. 82.17 crore, out of the deficit arising on the take over of the specific assets and liabilities of a Bank in the previous year - as permitted by RBI - instead of writing off the entire deficit of Rs. 246.52 crore as is the Generally accepted Accounting Practice. The balance of deficit yet to be written off is Rs. 82.18 crore
- Management Response : Our point at Note 4 above is self explanatory.

PLACE : CHENNAI

A K BANSAL

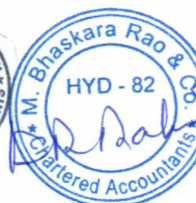
NUPUR MITRA

M NARENDRA

Date : 28.01.2011

EXECUTIVE DIRECTORS

CHAIRMAN & MANAGING DIRECTOR



**SEGMENT REPORTING FOR THE QUARTER ENDED 31st DECEMBER 2010**

₹ in lakhs

Particulars	Quarter ended 31.12.2010 (Reviewed)	Quarter ended 31.12.2009 (Reviewed)	Nine Months ended 31.12.2010 (Reviewed)	Nine Months ended 31.12.2009 (Reviewed)	Year ended 31.03.2010 (Audited)
<b>1) Segment Revenue</b>					
a) Treasury Operations	86,584	69,887	240,406	216,477	289,204
b) Corporate / Wholesale Banking	165,939	150,931	444,286	406,258	486,274
c) Retail Banking	76,562	51,883	221,084	207,890	326,972
d) Other Banking Operations	16,188	10,131	35,160	25,194	35,084
e) Unallocated	13	34	62	132	1,368
<b>Total</b>	<b>345,286</b>	<b>282,866</b>	<b>940,998</b>	<b>855,951</b>	<b>1,138,902</b>
Less: Inter segment Revenue					
<b>Income from Operations</b>	<b>345,286</b>	<b>282,866</b>	<b>940,998</b>	<b>855,951</b>	<b>1,138,902</b>
<b>2) Segment Results after Provisions &amp; Before Tax</b>					
a) Treasury Operations	4,430	(4,162)	1,498	4,117	3,329
b) Corporate / Wholesale Banking	43,778	41,525	122,768	105,318	90,106
c) Retail Banking	25,489	4,693	57,345	35,961	97,514
d) Other Banking Operations	6,705	(1,476)	6,707	(6,581)	(7,838)
e) Unallocated	9	29	50	118	1,351
<b>Operating Profit</b>	<b>80,411</b>	<b>40,609</b>	<b>188,368</b>	<b>138,933</b>	<b>184,462</b>
Less: Provisions & Contingencies including taxes/ Exceptional Items	57,246	30,439	124,544	80,981	113,766
<b>Net Profit</b>	<b>23,165</b>	<b>10,170</b>	<b>63,824</b>	<b>57,952</b>	<b>70,696</b>
<b>3) Capital Employed : Segment Assets - Segment Liabilities</b>					
a) Treasury Operations	251,318	197,619	251,318	197,619	440,291.00
b) Corporate / Wholesale Banking	295,376	224,328	295,376	224,328	136,090
c) Retail Banking	4,210	63,217	4,210	63,217	23,573
d) Other Banking Operations	156,980	182,857	156,980	182,857	55,037
e) Unallocated	107,859	103,487	107,859	103,487	97,467
<b>Total</b>	<b>815,743</b>	<b>771,508</b>	<b>815,743</b>	<b>771,508</b>	<b>752,458</b>
<b>GEOGRAPHIC SEGMENTS</b>					
<b>Revenue</b>					
Domestic	332,798	272,374	904,823	820,247	1,092,821
Overseas	12,488	10,492	36,175	35,704	46,081
<b>Total</b>	<b>345,286</b>	<b>282,866</b>	<b>940,998</b>	<b>855,951</b>	<b>1,138,902</b>
<b>Assets</b>					
Domestic	14,755,320	12,158,901	14,755,320	12,158,901	12,174,412
Overseas	1,139,932	913,543	1,139,932	913,543	935,227
<b>Total</b>	<b>15,895,252</b>	<b>13,072,444</b>	<b>15,895,252</b>	<b>13,072,444</b>	<b>13,109,639</b>
<b>PLACE : CHENNAI</b>	<b>A K BANSAL</b>	<b>NUPUR MITRA</b>	<b>M NARENDRA</b>		
<b>Date : 28.01.2011</b>	<b>EXECUTIVE DIRECTORS</b>		<b>CHAIRMAN &amp; MANAGING DIRECTOR</b>		

