



## INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600 002

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31<sup>st</sup> DECEMBER 2016

Rs. in lacs

SL. NO.	Particulars	Quarter ended			9 Months ended		Year ended
		31.12.2016 (Reviewed)	30.09.2016 (Reviewed)	31.12.2015 (Reviewed)	31.12.2016 (Reviewed)	31.12.2015 (Reviewed)	31.03.2016 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	4,88,149	4,99,199	5,91,260	15,08,901	18,04,560	23,51,729
	(a) Interest/discount on advances/bills	3,50,035	3,64,926	4,19,751	10,88,683	12,86,805	16,66,231
	(b) Income on Investments	1,25,403	1,22,118	1,62,901	3,84,952	4,88,924	6,48,351
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	12,711	12,155	8,608	35,266	28,831	37,147
	(d) Others	0	0	0	0	0	0
2	Other Income	71,801	96,963	53,318	2,34,054	1,84,223	2,52,826
3	<b>TOTAL INCOME (1+2)</b>	<b>5,59,950</b>	<b>5,96,162</b>	<b>6,44,578</b>	<b>17,42,955</b>	<b>19,88,783</b>	<b>26,04,555</b>
4	Interest Expended	3,54,673	3,70,618	4,56,483	11,22,338	13,97,076	18,13,460
5	Operating Expenses (i) + (ii)	1,19,813	1,19,140	1,25,625	3,59,694	3,74,589	5,02,550
	(i) Employees Cost	80,729	72,978	89,152	2,35,715	2,60,805	3,39,040
	(ii) Other Operating expenses	39,084	46,162	36,473	1,23,979	1,13,784	1,63,510
6	<b>TOTAL EXPENDITURE (4+5)</b>	<b>4,74,486</b>	<b>4,89,758</b>	<b>5,82,108</b>	<b>14,82,032</b>	<b>17,71,665</b>	<b>23,16,010</b>
7	<b>OPERATING PROFIT before Provisions &amp; Contingencies(3-6)</b>	<b>85,464</b>	<b>1,06,404</b>	<b>62,470</b>	<b>2,60,923</b>	<b>2,17,118</b>	<b>2,88,545</b>
8	Provisions (other than tax) and Contingencies	1,40,603	1,69,756	1,89,606	5,24,140	3,94,739	6,78,356
9	Exceptional Items (Refer Note No.4)	0	0	0	0	0	-17,000
10	Profit (+)/Loss(-) from Ordinary Activities before tax(7-8-9)	-55,139	-63,352	-1,27,136	-2,63,217	-1,77,621	-3,72,811
11	Tax expenses	305	13,161	15,370	13,790	18,492	-83,078
12	Net Profit (+) / Loss(-) from Ordinary Activities after tax (10-11)	-55,444	-76,513	-1,42,506	-2,77,007	-1,96,113	-2,89,733
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>-55,444</b>	<b>-76,513</b>	<b>-1,42,506</b>	<b>-2,77,007</b>	<b>-1,96,113</b>	<b>-2,89,733</b>
15	Paid up equity share capital (Face value of each share - Rs.10/-)	2,45,473	2,45,473	1,72,097	2,45,473	1,72,097	1,80,726
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	10,62,128	10,62,128	13,15,346	10,62,128	13,15,346	10,62,128
17	Analytical Ratios						
	(i) Percentage of shares held by Govt. of India	79.56	79.56	81.19	79.56	81.19	77.32
	(ii) Capital Adequacy Ratio (%)	10.78	10.15	9.73	10.78	9.73	9.66
	(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)	-2.26	-4.02	-8.67	-13.39	-14.30	-19.86
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	-2.26	-4.02	-8.67	-13.39	-14.30	-19.86
	(iv) NPA Ratios						
	a) Gross NPA	34,50,213	34,72,412	22,67,240	34,50,213	22,67,240	30,04,863
	b) Net NPA	19,90,075	20,76,531	14,17,375	19,90,075	14,17,375	19,21,257
	c) % of Gross NPA	22.42	21.77	12.64	22.42	12.64	17.40
	d) % of Net NPA	14.32	14.30	8.32	14.32	8.32	11.89
	e) Return on assets (Annualised) (%)	-0.79	-1.10	-1.89	-1.31	-0.87	-0.97

PLACE : CHENNAI  
DATE : 24.01.2017B. SUBRAMANIKUMAR  
Executive Director for Addl. Charge MD & CEO





INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600 002

NOTES FOR THE QUARTER ENDED 31<sup>st</sup> DECEMBER, 2016

- 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/Nine months ended 31<sup>st</sup> December, 2016 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Foreign Currency Exposure, Restructured Advances, Depreciation on Investments & 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 proportionate basis and are subject to adjustment, if any, at the year end.
- 3 In accordance with RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated 1<sup>st</sup> July, 2015, banks are required to make Pillar 3 disclosures including Leverage Ratio and Liquidity Coverage Ratio under Basel III Framework. 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). The disclosures are not subjected to verification by the Statutory Central Auditors of the Bank.
- 4 As permitted by RBI vide its circular No.DBOD.BP.BC.79/21.04.048/2014-15 dated 30<sup>th</sup> 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 financial year 2015-16.
- 5 Pursuant to RBI Circular No. DBR. No. BP.BC.83/21.06.201/2015-16 dated 1<sup>st</sup> March, 2016, the Bank has as at 31<sup>st</sup> December, 2016 considered the revaluation reserve and Foreign Currency Translation Reserve for CET 1, capital as prescribed by RBI in the said Circular.
- 6 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 24<sup>th</sup> January, 2017.
- 7 During the Quarter, Bank has raised capital funds by way of issue of Basel III Compliant Tier II Bonds to the tune of Rs.80,000 lacs at a coupon of 9.24% per annum.
- 8 During the Financial Year 2015-16, the bank has migrated to a new Operating system viz., 'Finacle'. The Bank has got the migration audit of Top 20 branches done by engaging an external consultant and has resolved the issues pointed out by them. During the course of audit certain other issues were identified, most of which also have been resolved, except with regard to balances lying in inter-branch reconciliation and interest receivable account which are in the process of reconciliation. Considering the nature of issues identified, there could be some more unidentified issues as well. The Management has taken adequate steps in this regard to address the technical issues and intends to conduct a System Audit in the near future to address all issues connected with such migration. However, the management does not anticipate any material impact emanating out of such exercise on the financial statements of the bank.
- 9 The Provision Coverage Ratio of the Bank as on 31<sup>st</sup> December, 2016 stood at 52.17%.
- 10 Previous period/year figures have been regrouped /reclassified/rearranged wherever necessary.

SUBRAMANIAKUMAR

Executive Director Addl. Charge MD & CEO

PLACE : CHENNAI

DATE : 24.01.2017







**INDIAN OVERSEAS BANK**  
**CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002**  
**SEGMENT REPORTING FOR THE QUARTER ENDED 31ST DECEMBER 2016**

Rs. in lacs

Particulars	Quarter ended			9 Months ended		Year ended
	31.12.2016 (Reviewed)	30.09.2016 (Reviewed)	31.12.2015 (Reviewed)	31.12.2016 (Reviewed)	31.12.2015 (Reviewed)	31.03.2016 (Audited)
<b>1) Segment Revenue</b>						
a) Treasury Operations	147,039	178,902	172,811	4 87 344	5 44 304	7 27 900
b) Corporate / Wholesale Banking	222,483	287,927	268,450	7 51 970	8 46 046	11 31 431
c) Retail Banking	182,521	123,573	193,651	4 84 520	5 76 410	7 17 221
d) Other Banking Operations	7,883	5,717	9,650	19 038	21 919	27 879
e) Unallocated	24	43	16	83	104	124
<b>Total</b>	<b>5 59 950</b>	<b>5 96 162</b>	<b>6 44 578</b>	<b>17 42 955</b>	<b>19 88 783</b>	<b>26 04 555</b>
Less: Inter segment Revenue	0	0	0	0	0	0
<b>Income from Operations</b>	<b>5 59 950</b>	<b>5 96 162</b>	<b>6 44 578</b>	<b>17 42 955</b>	<b>19 88 783</b>	<b>26 04 555</b>
<b>2) Segment Results: Profit (+) / Loss (-)</b>						
a) Treasury Operations	27 447	64,289	7 836	1 20 069	28 167	61 014
b) Corporate / Wholesale Banking	(12,426)	41 955	(11,071)	17 260	30 098	54 051
c) Retail Banking	63,830	(4,076)	57,068	1 08 328	1 39 788	1 49 887
d) Other Banking Operations	6,593	4 200	8,629	15 198	18 976	23 491
e) Unallocated	20	36	8	68	89	102
<b>Operating Profit</b>	<b>85 464</b>	<b>1 06 404</b>	<b>62 470</b>	<b>2 60 923</b>	<b>2 17 118</b>	<b>2 88 545</b>
Less: Provisions and Contingencies	1 40 603	1 69 756	1 89 606	5 24 140	3 94 739	6 61 356
<b>Profit After Provisions and before Tax</b>	<b>(55,139)</b>	<b>(63,352)</b>	<b>(127,136)</b>	<b>(263,217)</b>	<b>(177,621)</b>	<b>(372,811)</b>
<b>3) Capital Employed :</b>						
<b>Segment Assets - Segment Liabilities</b>						
a) Treasury Operations	6 05 550	4 85 728	8 87 167	6 05 550	8 87 167	7 86 944
b) Corporate / Wholesale Banking	1 79 137	5 08 110	3 67 564	1 79 137	3 67 564	4 17 855
c) Retail Banking	67 611	2 40 177	1 54 398	67 611	1 54 398	1 79 157
d) Other Banking Operations	3 72 399	48 817	30 730	3 72 399	30 730	(45,976)
e) Unallocated	2 38 895	2 38 505	1 21 150	2 38 895	1 21 150	2 28 601
<b>Total</b>	<b>14 63 592</b>	<b>15 21 337</b>	<b>15 61 009</b>	<b>14 63 592</b>	<b>15 61 009</b>	<b>15 66 581</b>

**Notes on Segment Reporting**

- Segment expenses and liabilities have been apportioned on the basis of average segment assets, wherever direct allocation is not possible.
- Figures of the previous year's/nine months/quarters have been regrouped / reclassified / rearranged wherever considered necessary to correspond with the current nine months /quarters classification / presentation

(R SUBRAMANIAKUMAR)

Place: Chennai  
Date: 24.01.2017

EXECUTIVE DIRECTOR Addl. Charge MD & CEO

