



INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI

PRESS RELEASE

08.05.2015

FINANCIAL PERFORMANCE HIGHLIGHTS AS ON 31ST MARCH 2015

(1) TOTAL BUSINESS: Total business stood at Rs.4,25,090 crore as on 31st March 2015 as against Rs.4,09,057 crore as on 31st March 2014 recording a year on year **growth of 4 %**

(2) DEPOSITS: Total deposits grew to Rs. 2,46,049 crore as on 31st March 2015 from Rs. 2,27,976 crore as on 31st March 2014, recording a year on year **growth of 8%**

(3) ADVANCES: Gross Advances stood at Rs.1,79,041 crore as on 31st March 2015 as against Rs 1,81,081 crore as on 31st March 2014. As the Bank was in consolidation mode, credit growth was contained consciously, in the backdrop of low credit off-take.

(4) OPERATING PROFIT: Operating Profit for the year ended 31st March 2015 was Rs. 3322.34 crore. Operating Profit for Q4 2014-15 was Rs.1,180.17 crore as against Rs. 726.31 Crore for the quarter ended 31.12.2014, registering a growth of 62.50%

(5) NET PROFIT: The Bank turned around its performance during Q4 of 2014-15 registering net profit of Rs.35.50 crore as against net loss of Rs 516.03 crore in Q3 of 2014-15. Net loss for the year ended 31.03.2015 was Rs.454.32 crore. Strategic initiatives taken in the fourth quarter towards reduction in the cost of deposits, improved recovery performance and stringent measures on cost control contributed to net profit of Rs.35.50 crore.

(6) TOTAL INCOME: Total income for the year ended 31.03.2015 increased to Rs. 26,076.93 crore from Rs 24,853.07 crore for the year ended 31.03.2014, registering a growth of 5%

(7) INTEREST INCOME: Interest income increased to Rs. 23,938.33 crore for the year ended 31st March 2015 from Rs. 22,683.73 crore for the year ended 31st March 2014 registering a growth of 6%. Shedding of high cost deposits and efficient asset liability management resulted in improved interest income.

(8) NON INTEREST INCOME: Non-interest income was Rs.2138.60 crore for the year ended 31st March 2015.





(9) NPA MANAGEMENT: Gross NPA as at 31st March 2015 was at Rs. 14922.45 crore with Gross NPA ratio of 8.33% and Net NPA stood at 5.68%. For Q3 of 2014-15, Gross NPA and Net NPA stood at 8.12% and 5.52% respectively. Focused efforts towards recovery and upgradation helped in efficient NPA management.

(10) PROVISION COVERAGE RATIO improved to 50.92% as of 31.03.2015 from 50.03% as on 31.12.2014.

(11). CAPITAL ADEQUACY RATIO (CRAR):

	Basel III
CET I	6.55%
Tier I	7.30%
Tier II	2.81%
Total	10.11%

The Bank raised Basel III Complaint Additional Tier I Perpetual bonds of Rs.1000 crore during the year 2014-15 to augment capital requirements of the Bank under Basel III.

12. BUSINESS PER EMPLOYEE stood at Rs. 13.24 Crore (as on 31.3.2015) as against Rs. 13.67 crore (as on 31.3.2014)

13. KEY FINANCIAL RATIOS:

13.1. Net Interest Margin: For the year ended 31.3.2015: 2.06%

13.2. Credit Deposit Ratio: Stood at 72.77% as on 31.03.2015 as against 79.43% as on 31.03.2014.

13.3. CASA ratio: The ratio improved to 25.09% as on 31.03.2015 as against 23.98% as on 31.12.2014.

13.4. Cost to income ratio: For Q4 2014-15 was at 42.43%, significantly improved from 62.66% for Q3 – 2014-15

(14) IT INITIATIVES: Bank has embarked on Technology Upgrade and IT Transformation, to improve the operational efficiency and customer service. CBS migration project has been taken up on a fast track mode. Mobile banking solution with enquiry services and real time funds transfer (IMPS) has been launched along with other new IT initiatives.

