

Indian Overseas Bank

ADDENDUM TO THE ANNUAL REPORT – 2007 – 2008

The proposed dividend has been increased from 32% to 35% . Consequently the changes in the Annual Report are as follows :-

Page No & Heading	Existing	Revised & to be read as
4 Chairman's Letter Para 2 Line 9	A dividend of 32% has been recommended by the Board of Directors for the year 2007-08.	A dividend of 35% has been recommended by the Board of Directors for the year 2007-08.
4 Chairman's Letter Para 6 Line 1	The Bank's Net Profit as a percentage of Average Networth as of 31.03.2008 stood at 27.91 % as against 29.11% as of 31.03.2007.	The Bank's Net Profit as a percentage of Average Networth as of 31.03.2008 stood at 27.97 % as against 29.11% as of 31.03.2007.
5 Chairman's Letter Para 2	CRAR as per BASEL-II framework as on 31.03.2008 works out to 11.62%. Since prudential floor norms is applicable as on 31.03.2008 , the relief in Credit Risk is not available to the Bank and the CRAR subject to prudential floor works out to 11.13 %.	CRAR as per BASEL-II framework as on 31.03.2008 works out to 11.59%. Since prudential floor norms is applicable as on 31.03.2008 , the relief in Credit Risk is not available to the Bank and the CRAR subject to prudential floor works out to 11.10 %.
14 Director's Report Net Profit / Dividend Line 5	Dividend for the year 2007-08 is being proposed at 32%.	Dividend for the year 2007-08 is being proposed at 35%.
14 Director's Report Capital Adequacy Ratio	The Bank has adopted new Basel II norms with effect from 31.03.2008. As per the revised capital adequacy framework , the Capital to Risk Weighted Assets Ratio (CRAR) as at end of 31.03.2008 works out to 11.62 %	The Bank has adopted new Basel II norms with effect from 31.03.2008. As per the revised capital adequacy framework , the Capital to Risk Weighted Assets Ratio (CRAR) as at end of 31.03.2008 works out to 11.59 %
15 Director's Report Capital Adequacy Ratio	However , the CRAR subject to prudential floor prescribed by the Reserve Bank of India stands at a healthy 11.13 % as against regulatory stipulation of 9.00 %.	However , the CRAR subject to prudential floor prescribed by the Reserve Bank of India stands at a healthy 11.10 % as against regulatory stipulation of 9.00 %.
64 Balance Sheet		Revised Statement attached.
65 Profit & Loss Account		Revised Statement attached.
66 Schedule 2		Revised Statement attached.
67 Schedule 5		Revised Statement attached.
83 Notes on Accounts Additional Disclosures Capital	CRAR (%) - 11.96 %	CRAR (%) - 11.93 %
104 Table DF2	Reserves Rs 4197.90 crore	Reserves Rs 4178.78 crore
106 Table DF3 Para 2 Line 10	The total Capital to Risk Weighted Assets Ratio (CRAR) as per Basel II guidelines works out to 11.62 % as on 31.03.2008. The CRAR , subject to prudential floor , stands at a healthy level of 11.13% as against regulatory requirement of 9.00 % . The Tier I CRAR stands at 7.31 % as against RBI's prescription of 6.00 %.	The total Capital to Risk Weighted Assets Ratio (CRAR) as per Basel II guidelines works out to 11.59 % as on 31.03.2008. The CRAR , subject to prudential floor , stands at a healthy level of 11.10% as against regulatory requirement of 9.00 % . The Tier I CRAR stands at 7.29 % as against RBI's prescription of 6.00 %.
107 Table DF3 Quantitative Disclosure	Total CRAR 11.62 % Total CRAR 11.13 % (subject to application of Prudential Floor) Tier I CRAR 7.31 %	Total CRAR 11.59 % Total CRAR 11.10 % (subject to application of Prudential Floor) Tier I CRAR 7.29 %

