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इण्डियन ओवरसीज़ बैंक

केंद्रीय कार्यालय- पोस्ट बॉक्स सं 3765, 763 अण्णा सालै, चेन्नै 600 002

Indian Overseas Bank

Central Office: P.B.No.: 3765, 763 Anna Salai, Chennai 600 002

Investor Relations Cell

IRC/ /2015-16

27.05.2016

The General Manager,
Department of Corporate Services
BSE Limited
Floor 1, P.J. Towers, Dalal Street
Mumbai 400 001

The Vice President
National Stock Exchange Ltd
"Exchange Plaza", C-1 Block G
Bandra-Kurla Complex, Bandra (E)
Mumbai - 400 051

Dear Sir,

**Sub: Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015- Financial Results of the Bank for the Financial year ended
31st March 2016**

We refer our letter dated IRC/46/2016-17 dated 21.05.2016 and confirm that the Board Meeting for consideration of Audited Financial Results for the year ended 31.03.2016 was held today (i.e., 27.05.2016) and the Board approved the same.

In this connection, we enclose the following:

1. Audited Financial Results for the quarter/year ended 31.03.2016 and
2. Press Release dated 27.05.2016

Please take the above information on record.

Thanking you.

Yours faithfully,


[S KALPAGA RANI]
ASSISTANT GENERAL MANAGER

Encl: As above





INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI - 600 002

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31st MARCH 2016

(Rs. in Lakhs)

SL NO.	Particulars	Quarter ended			Year ended	
		31.03.2016 (Audited)	31.12.2015 (Unaudited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	547,169	591,260	590,976	2,351,729	2,393,833
	(a) Interest/discount on advances/bills	379,426	419,751	434,354	1,666,231	1,794,558
	(b) Income on Investments	159,427	162,901	145,660	648,351	546,974
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	8,316	8,608	10,962	37,147	46,584
	(d) Others	0	0	0	0	5,717
2	Other Income	68,603	53,318	79,427	252,826	213,860
3	TOTAL INCOME (1+2)	615,772	644,578	670,403	2,604,555	2,607,693
4	Interest Expended	416,383	456,483	465,399	1,813,460	1,855,438
5	Operating Expenses (i) + (ii)	127,961	125,625	86,986	502,550	420,021
	(i) Employees Cost	78,234	89,152	40,272	339,040	264,954
	(ii) Other Operating expenses	49,727	36,473	46,713	163,510	155,068
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	544,344	582,108	552,385	2,316,010	2,275,459
7	OPERATING PROFIT before Provisions & Contingencies (3-6)	71,428	62,470	118,018	288,545	332,234
8	Provisions (other than tax) and Contingencies	266,616	189,606	98,623	678,356	336,091
9	Exceptional Items (refer note no. 8- cyclical provision)	0	0	-15,000	-17,000	-15,000
10	Profit (+)/Loss(-) from Ordinary Activities before tax (7-8-9)	-195,188	-127,136	34,395	-372,811	11,143
11	Tax expenses	-101,569	15,370	30,845	-83,078	56,576
12	Net Profit (+) / Loss(-) from Ordinary Activities after tax (10-11)	-93,619	-142,506	3,550	-289,733	-45,433
13	Extraordinary Items (net of tax expense)	0	0	0	0	0
14	Net Profit (+) / Loss (-) for the period (12-13)	-93,619	-142,506	3,550	-289,733	-45,433
15	Paid up equity share capital (Face value of each share - Rs.10/-)	180,726	172,097	123,535	180,726	123,535
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	10,62,128	1,315,348	1,315,346	10,62,128	1,315,346
17	Analytical Ratios					
	(i) Percentage of shares held by Govt. of India	77.32	81.19	73.80	77.32	73.80
	(ii) Capital Adequacy Ratio (%) (Basel III)	9.66	9.73	10.11	9.66	10.11
	(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)	-5.56	-8.67	0.29	-19.86	-3.68
	b) Basic and diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year (not annualized)	-5.56	-8.67	0.29	-19.86	-3.68
	(iv) NPA Ratios					
	a) Gross NPA	3,004,863	2,267,240	1,492,245	3,004,863	1,492,245
	b) Net NPA	1,921,257	1,417,375	981,333	1,921,257	981,333
	c) % of Gross NPA	17.40%	12.64	8.33	17.40%	8.33
	d) % of Net NPA	11.89%	8.32	5.68	11.89%	5.68
	e) Return on assets (Annualised) (%)	-1.25	-1.89	0.05	-0.97	-0.16

CHENNAI
27.05.2016(PAWAN KUMAR BAJAJ)
EXECUTIVE DIRECTOR(ATUL AGARWAL)
EXECUTIVE DIRECTOR(R. KOTESWARAN)
MANAGING DIRECTOR & CEO

Summarised Balance Sheet		(Rs. in lacs)	
		As at 31.03.2016	As at 31.03.2015 (Audited)
Capital & Liabilities			
Capital		180,726	123,535
Reserve & Surplus		1,385,855	1,440,567
Deposits		22,451,424	24,604,872
Borrowings		2,718,331	1,823,241
Other Liabilities & Provisions		707,340	571,483
Total		27,443,676	28,563,698
Assets			
Cash & Balances with RBI		1,403,349	1,263,777
Balances with Banks and Money at Call and Short Notice		821,274	1,226,077
Investments		7,918,955	7,929,810
Advances		16,086,067	17,175,602
Fixed Assets		327,046	250,706
Other Assets		886,985	717,725
Total		27,443,676	28,563,698
NOTES:			
1 The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.			
2 The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.			
3 The working results for the Year ended 31/03/2016 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Forex Exposures, 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.			
4 In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2015-16 dated 1st July, 2015, banks are required to make Quarterly Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under Basel III framework. The disclosures are being made available on our website of the following link http://www.job.in/investor_cell.aspx . The disclosures have not been subjected to verification by the Statutory Central Auditors of the Bank.			
5 The Provision Coverage Ratio of the Bank as on 31.03.2016 stood at 47.39%			
6 During the year ended 31.03.2016, Tier II Bonds aggregating to Rs.650 crore issued on 08.01.2005, 16.09.2005 and 13.03.2006, were redeemed on its due dates 08.04.2015, 16.12.2015 and 13.03.2016 respectively. Tier I Perpetual Bond issued on 31.03.2006 for Rs.200 crore with call option falling due on 31.03.2016 was also redeemed on the same date.			
7 The Bank has allotted 48,56,17,597 equity shares of Rs.10/- each at a premium of Rs.31.37 per share on preferential basis to Government of India on 16th October 2015 after obtaining requisite approvals. Further 8,62,99,771 equity shares of Rs.10/- each at a premium of Rs.13.45 per share on preferential basis to LIC of India on 29.03.2016 after obtaining requisite approvals.			
8 As permitted by RBI vide its circular No.DBOD.BP.BC.79/21.04.048/2014-15 dated 30.03.2015 and also in pursuance to Bank's Board approved policy, the bank has utilised a sum of Rs. 15000 lacs and Rs.17000 lacs from Floating Provisions / Counter Cyclical Provisioning Buffer towards specific provision for non performing assets during the financial year 2014-15 and 2015-16 respectively.			
9 During the year, 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, migration account, interest suspense and interest receivable account which have not been reconciled. Considering the nature of issues identified, there could be some more unidentified issues as well. Hence the management intends to conduct a comprehensive migration 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.			
10 The Bank has made the classification of Advances and provisioning which was required to be done by 31.03.2016 as advised by Reserve Bank of India in terms of RBI letter No.DBS.Co.PPD/AQR/6371/11.01.021/2015-16 dated 02.12.2015 pursuant to Asset Quality Review (AQR) under section 35 of the Banking Regulation Act, 1949 carried out by Reserve Bank of India.			
11 Pursuant to RBI Circular No. DBR, No. BP.BC.83/21.06.201/2015-16 dated 01.03.2016, the Bank has as at 31.03.2016 considered the revaluation reserve and Foreign Currency Translation Reserve for CET I capital as prescribed by RBI in the said Circular.			
12 The above financial results, have been reviewed by the Audit Committee of the Board on 26.05.2016 and approved by the Board of Directors at their meeting held on 27.05.2016 respectively.			
13 Previous period/year figures have been regrouped/reclassified wherever necessary.			
CHENNAI 27.05.2016		(PAWAN KUMAR BAJAJ) EXECUTIVE DIRECTOR	(ATUL AGARWAL) EXECUTIVE DIRECTOR
			(R. KOTESWARAN) MANAGING DIRECTOR & CEO



**INDIAN OVERSEAS BANK****CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002****SEGMENT RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH 2016****Rs. in lacs**

Particulars	Quarter ended			Year ended	
	31.03.2016 (Audited)	31.12.2015 (Reviewed)	31.03.2015 (Audited)	31.3.2016 (Audited)	31.3.2015 (Audited)
1) Segment Revenue					
a) Treasury Operations	1 83 596	1 72 811	1 86 454	7 27 900	6 26 073
b) Corporate / Wholesale Banking	2 85 385	2 68 450	2 88 363	11 31 431	11 75 380
c) Retail Banking	1 40 811	1 93 651	1 88 706	7 17 221	7 73 770
d) Other Banking Operations	5 960	9 650	6 847	27 879	26 637
e) Unallocated	20	16	33	124	5 833
Total	6 15 772	6 44 578	6 70 403	26 04 555	26 07 693
Less: Inter segment Revenue	0	0	0	0	0
Income from Operations	6 15 772	6 44 578	6 70 403	26 04 555	26 07 693
2) Segment Results Before Provisions & Before Tax					
a) Treasury Operations	32 847	7 836	37 488	61 014	43 457
b) Corporate / Wholesale Banking	23 953	(11 071)	37 051	54 051	97 645
c) Retail Banking	10 099	57 068	39 330	1 49 887	1 63 342
d) Other Banking Operations	4 515	8 629	5 909	23 491	23 792
e) Unallocated	14	8	(1 759)	103	3 998
Operating Profit	71 428	62 470	1 18 019	2 88 546	3 32 234
3) Capital Employed :					
Segment Assets - Segment Liabilities					
a) Treasury Operations	7 86 944	8 87 167	5 19 071	7 86 944	5 19 071
b) Corporate / Wholesale Banking	4 17 855	3 67 564	6 23 822	4 17 855	6 23 822
c) Retail Banking	1 79 157	1 54 398	3 21 279	1 79 157	3 21 279
d) Other Banking Operations	(45 976)	30 730	9 330	(45 976)	9 330
e) Unallocated	2 28 602	1 21 150	90 600	2 28 602	90 600
Total	15 66 582	15 61 009	15 64 102	15 66 582	15 64 102

Notes on Segment Reporting

1. Segment expenses and liabilities have been apportioned on the basis of average segment assets, wherever direct allocation is not possible.

2. Figures of the previous years/Current year/quarters have been regrouped / reclassified / rearranged wherever considered necessary to correspond with the current year /quarters classification / presentation

Chennai
27.05.2016

(PAWAN KUMAR BAJAJ)
EXECUTIVE DIRECTOR

(ATUL AGARWAL)
EXECUTIVE DIRECTOR

(R KOTESWARAN)
MANAGING DIRECTOR & CEO





INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI

PRESS RELEASE

27.05.2016

FINANCIAL PERFORMANCE HIGHLIGHTS AS ON 31ST MARCH 2016

(1) TOTAL BUSINESS: Total business stood at Rs.3,97,241 crore as on 31st March 2016

(2) DEPOSITS: Total deposits stood at Rs.2,24,514 crore as on 31st March 2016

(3) ADVANCES: Gross Advances stood at Rs.1,72,727 crore as on 31st March 2016 as against Rs 1,79,041 crore as on 31st March 2015. 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 2016 was Rs. 2885.46 crore. Operating Profit for Q4 2015-16 was Rs.714.28crore as against Rs. 625crore for the quarter ended 31.12.2015, registering a growth of 14.24%

(5) NET PROFIT: Net loss for the year ended 31.03.2016 stood at Rs.2897.33 crore, due to implementation of AQR which warranted increased provisions on identified NPAs. This has resulted in negative results for the year ended 31.03.2016. Net loss during the 3rd quarter ended 31.12.2015 was Rs.1425 crore where as the net loss during Q4 is Rs.936 crores

(6) TOTAL INCOME: Total income for the year ended 31.03.2016 stood at Rs. 26,045.55 crore

(7) INTEREST INCOME: Interest income stood at Rs. 23,517.29 crore for the year ended 31st March 2016

(8) NON INTEREST INCOME: Non-interest income was Rs.2528.26 crore for the year ended 31st March 2016 as against Rs.2139 crore as on 31.03.2015

(9) NPA MANAGEMENT: Gross NPA as at 31st March 2016 was at Rs. 30049 crore with Gross NPA ratio of 17.40%

Net NPA stood at Rs.19213 crore with Net NPA ratio 11.89%. as on 31.03.2016





(10) PROVISION COVERAGE RATIO stood at 47.39% as of 31.03.2016

(11). CAPITAL ADEQUACY RATIO (CRAR):

	Basel III
CET I	7.10%
Tier I	7.75%
Tier II	1.92%
Total	9.66%

During the year 2015-16 the Bank has raised capital to the tune of Rs 2009 crore from Government of India and Rs 202 crore from LIC of India (including share premium).

12. KEY FINANCIAL RATIOS:

12.1. Net Interest Margin: For the year ended 31.3.2016: 1.94%

12.2. Credit Deposit Ratio: Stood at 76.93% as on 31.03.2016

12.3. CASA ratio: The ratio improved to 29.10% as on 31.03.2016 as against 25.35% as on 31.03.2015.

12.4. Cost to Income ratio stood at 63.53% as on 31.03.2016.

13. IT INITIATIVES: Bank has embarked on Technology Upgrade and IT Transformation, to improve the operational efficiency and customer service. CBS migration project for all branches has been completed by February 2016.

