

**BANK OF BARODA ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER
AND YEAR ENDED MARCH 31, 2016**

Press Release

Highlights (Standalone Basis)

- Total Business at INR 9,57,808 crore as at March 31, 2016. On average basis, the total business was INR 9,83,443 crore, with y-o-y growth of 7.15%
- Domestic CASA share at 33.48%
- Gross NPA at 9.99% & Net NPA at 5.06%
- Provision Coverage Ratio at 60.09%
- Operating Profit INR 2,572 crore in Q4 FY16
- Net Profit at (-) INR 3,230 crore in Q4 FY16
- CRAR (Basel II) at 14.20% and CRAR (Basel III) at 13.17%
- The management believes that asset quality has stabilized and it foresees growth & profitability in FY 2017

Bank of Baroda announced its audited results for the Q4 of FY 2015-16 (Q4FY16) following the approval of its Board of Directors on May 13, 2016.

Results at a Glance (Standalone Basis)

All figures in INR crore

Particulars	Quarterly Results		Full Year Results	
	Q4 FY16	Q4 FY15	FY16	FY15
Total Income	12,789	12,057	49,060	47,366
Interest Income	11,014	10,762	44,061	42,964
Interest Expenses	7,684	7,590	31,321	29,776
Net Interest Income	3,330	3,172	12,740	13,187
Other Income	1,775	1,295	4,999	4,402
Total Expenses	10,217	9,364	40,245	37,450
Operating Expenses	2,533	1,774	8,923	7,674
of which, Employee Cost	1,434	928	4,978	4,261
Operating Profit	2,572	2,694	8,816	9,915
Provision for NPA	4,880	1,491	13,766	3,998
Provision for Tax	(1,055)	278	(1,303)	2,022
Net Profit	(3,230)	598	(5,396)	3,398

BUSINESS EXPANSION

The Bank's **Total Business** stood at **INR 9,57,808 crore** as on 31st March 2016.

Total Deposits were at **INR 5,74,038 crore** as of March 31, 2016 as against **INR 6,17,560 crore** as of March 31, 2015. Corresponding figures for Average Deposits (based on daily averages) were **INR 5,78,317 crore** and **INR 5,34,470 crore** resulting in growth of **8.20%**. **Total Domestic Deposits** on average basis (based on daily averages) grew by **11.49%**.

CASA (Domestic) deposit on average basis grew by **11.95%** on y-o-y basis. Share of domestic **CASA** deposits stood at **33.48%** as of March 31, 2016 and on a daily average basis domestic **CASA** stood at **29.50%**.

Total Advances (Net) were **INR 3,83,770 crore** as end of March 2016 against **INR 4,28,065 crore** as end of March 2015. Average Advances (Gross-based on daily averages) were **INR 4,05,126 crore** and **INR 3,83,313 crore** respectively; resulting in average growth of 5.69%. **Domestic Advance** grew by **6.43%** on y-o-y basis. **Retail Advances** stood at **INR 50,850 crore** and constituted **18.1%** of Gross Domestic Advances as on March 31, 2016. Within the Retail Advances, the home loan portfolio increased by **10.77%** to **INR 24,968 crore**.

The Bank's **International Business** continued to occupy a significant position. As at March 31, 2016, the Overseas Operations contributed **31.29%** to the Bank's Total Business.

INCOME

The Bank's **Total Income** stood at **INR 12,789 crore** in Q4FY16 with y-o-y growth of 6.07% and **Net Interest Income** stood at **INR 3,330 crore** (y-o-y growth 4.98%). **Other Income** increased by **37.07%** to **INR 1,775 crore** driven by trading, exchange gains and FX profits.

EXPENSES

The Bank's **Total Expenses** grew by 9.11 % (y-o-y) to **INR 10,217 crore** in Q4 FY16.

ASSET QUALITY

Gross NPA of the Bank stood at **INR 40,521 crore** as on Marchh 31, 2016. The **Gross NPA ratio** stood at 9.99%, while the **Net NPA ratio** stood at 5.06%. **Total Restructured Standard Assets** of the Bank decreased from **INR 17,135 crore** as on December 31, 2015 to **INR 13,735** as on March 31, 2016.

PROVISIONS AND CONTINGENCIES

Provisions and Contingencies (excluding tax provisions) made by the Bank stood at **INR 6,858 crore** in Q4 FY16. **Provisions against “NPAs/Bad Debts written off”** stood at **INR 4,880 crore** in Q4 FY16. **Provision Coverage Ratio (PCR)** of the Bank improved to **60.09%** as on March 31, 2016 from **52.70%** as on December 31, 2015.

PROFIT

The Bank's **Operating Profit** was **INR 2,572 crore** in Q4 FY16 as against **INR 2,694 crore** in Q4, FY 15. Its **Net Profit** for Q4 FY 16 stood at (-) **INR 3,230 crore**. For FY 16, the Operating Profits was at **INR 8,816 crore** as against **INR 9,915 crore** in FY 15.

The Net Profit must be read in the context of additional one time provision of Rs.4464 crore that has been taken in Q4 FY 2016. The additional provision has two components.

First provision for credit loss by INR 2,900 crore and this provision is over and above the credit loss provision required as per RBI norms. This has been taken to improve the provision coverage ratio.

The second component is provision of INR 1,564 crores for pension liability and which has arising on account of the shift in mortality table.

CAPITAL ADEQUACY

The **CRAR** on standalone basis (**Basel III**) has improved to **13.17%** as on March 31, 2016 from **12.18%** on December 31, 2015. Out of this, the **Tier 1** capital was 10.79% and **CET 1** Capital was 10.29% as on March 31, 2016. CRAR on a consolidated basis as on 31.3.2016 was **13.63%**.

Commenting on the Bank's performance, Mr P.S. Jayakumar, Managing Director & CEO, Bank of Baroda said, "The year 2015-16 has been one of transformation addressing NPAs. We are excited by the transformation journey we have embarked on, which will give us leadership position in the banking and financial services sector.

May 13, 2016
Mumbai

- Sd/-
V.S.Narang
Chief Financial Officer

About Bank of Baroda

Bank of Baroda ("The Bank") established on July 20, 1908 is an Indian state-owned banking and financial services organization, headquartered in Vadodara (earlier known as Baroda), in Gujarat, India.

Bank of Baroda is one of India's largest banks with a strong domestic presence spanning 5,330 branches and 8,975 ATMs supported by self-service channels. The Bank has a significant international presence with a network of 106 branches/ offices subsidiaries, spanning 24 countries. The Bank has wholly owned subsidiaries including BOBCARDS and BOB Capital Markets. Bank of Baroda also has joint ventures for life insurance with IndiaFirst Life Insurance and for asset management with Baroda Pioneer Asset Management. The Bank owns 98.57% in Nainital Bank. The Bank has also sponsored three Regional Rural Banks namely Baroda Uttar Pradesh Gramin Bank, Baroda Rajasthan Gramin Bank and Baroda Gujarat Gramin Bank.

Visit us at www.bankofbaroda.com

Twitter: @bankofbaroda

Facebook: <https://www.facebook.com/officialbankofbarodaPage/>

YouTube: <https://bitly.bobYT>

For further details, please contact:

Mr V.S. Narang

CFO & Head – Strategic Planning

Bank of Baroda

Phone: +91 22 6698 5324

Email: gm.planning.bcc@bankofbaroda.com