

ओरियन्टल बैंक ऑफ़ कॉमर्स

(भारत सरकार का उपक्रम)

प्रधान कार्यालय : प्लॉट सं. 5, इंस्टीट्यूशनल एरिया,
सेक्टर-32, गुरुग्राम-122001



ORIENTAL BANK OF COMMERCE

(A GOVERNMENT OF INDIA UNDERTAKING)

Head Office : Plot No. 5, Institutional Area,
Sector - 32, Gurugram-122001

HO/MBD/2018

12.05.2018

Scrip Code: ORIENTBANK	Scrip Code: 500315
The Executive Director, National Stock Exchange of India Ltd. , Exchange Plaza, 5 th Floor, Bandra Kurla Complex, Bandra (E), Mumbai-400051	General Manager, Dept. of Corporate Services, Bombay Stock Exchange Limited , Phiroze Jeejeebhoy Towers, Mumbai-400001

Dear Sir,

Reg.: Outcome of the Board Meeting held on 12th May 2018

Further to our letter dated 05.05.2018, we wish to inform that pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, the Board of Directors of the Bank in the meeting held on Saturday, 12th May, 2018 at Corporate Office, Gurugram have approved the Audited Financial Results of the Bank for the quarter / financial year ended 31st March, 2018 (copy enclosed). A copy of the Results along with the Auditors' Report and a declaration as required under Regulation 33(3)(d) of SEBI Listing Regulations is enclosed.

Further, the Board of Directors of the Bank in the aforesaid meeting also approved convening of the 24th Annual General Meeting of the Bank on Friday 29th June 2018.

The meeting of the Board of Directors commenced at 11.00 a.m. and concluded at 01.45 p.m.

Yours faithfully,

Company Secretary

Encl.: as above.

ORIENTAL BANK OF COMMERCE
CORPORATE OFFICE, GURUGRAM

Audited Financial Results for the Quarter/Financial Year ended March 31, 2018

(₹ in Lakhs)

S.No.	Particulars	Quarter Ended			YEAR ENDED	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
1	Interest Earned (a)+(b)+(c)+(d)	424663	426208	450286	1739889	1842233
	(a) Interest/discount on advances/bills	287974	294531	303830	1212827	1280885
	(b) Income on investments	127452	125139	127572	481700	502231
	(c) Interest on balances with Reserve Bank of India and other Inter Bank Funds	2253	723	5360	19307	14113
	(d) Others	6984	5815	13524	26055	45004
2	Other Income	44249	49392	59098	278236	276552
A.	TOTAL INCOME (1+2)	468912	475600	509384	2018125	2118785
3	Interest Expended	315188	324416	319559	1288813	1351283
4	Operating Expenses (a)+(b)+(c)	113654	76902	88112	358994	350489
	(a) Employees Cost	67257	29028	42343	175662	209934
	(b) Rent, Taxes & Lighting	8043	8554	6951	33621	33083
	(c) Other operating expenses	38354	39320	38818	149711	107472
B.	TOTAL EXPENDITURE (3)+(4) (excluding Provisions & Contingencies)	428842	401318	407671	1647807	1701772
C.	OPERATING PROFIT (A-B) (Profit before Provisions and Contingencies)	40070	74282	101713	370318	417013
D.	Provisions (other than tax) and Contingencies	233492	271192	284129	979760	569331
	Of which provisions for Non-Performing Assets	241947	234021	305060	949808	631519
E.	Exceptional Items	0	0	0	0	0
E(I)	Net Profit/Loss (-) from Ordinary activities before tax (C-D-E)	-193422	-196910	-182416	-609442	-152318
F.	Tax Expense	-28400	1632	-60615	-22268	-42911
	(a) Current and Deferred Tax	-28400	1700	-46515	-22200	-25115
	(b) Adjustment related to earlier years	0	-68	-14100	-68	-17796
G.	Net Profit/Loss (-) from Ordinary activities after tax [E(I)-F]	-165022	-198542	-121801	-587174	-109407
H.	Extraordinary items (net of tax expense)	0	0	0	0	0
I.	Net Profit/Loss(-) for the period (G-H)	-165022	-198542	-121801	-587174	-109407
5	Paid-up equity share capital (Face value of each share ₹ 10/-)	63277	34617	34617	63277	34617
6	Reserves excluding Revaluation Reserves (as per Balance Sheet of Previous Year)				974937	1232677
7	Analytical Ratios					
	(i) Percentage of shares held by Government of India	77.23	58.38	58.38	77.23	58.38
	(ii) Capital Adequacy Ratio- BASEL III	10.50	10.37	11.64	10.50	11.64
	(a) CET 1 Ratio	7.46	5.56	7.59	7.46	7.59
	(b) Additional Tier 1 Ratio	0.15	2.00	1.29	0.15	1.29
	(iii) Earning per share(EPS) (in ₹) (Not Annualised)					
	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	-45.98	-57.35	-35.19	-168.09	-31.82
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	-45.98	-57.35	-35.19	-168.09	-31.82
	(iv) NPA Ratios					
	(a) Amount of gross non-performing assets	2613364	2755088	2285927	2613364	2285927
	(b) Amount of net non-performing assets	1428286	1419507	1411783	1428286	1411783
	(c) % of gross NPAs	17.63	16.95	13.73	17.63	13.73
	(d)% of net NPAs	10.48	9.52	8.96	10.48	8.96
	(v) Return on Assets (annualised) (%)	-2.63	-3.07	-1.97	-2.31	-0.46

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ORIENTAL BANK OF COMMERCE
CORPORATE OFFICE, GURUGRAM

SEGMENT REPORTING FOR THE QUARTER /YEAR ENDED 31.03.2018 (₹ in Lakhs)

Part A : Business Segments	QUARTER ENDED			YEAR ENDED	
	31.03.2018 (Audited)	31.12.2017 (Reviewed)	31.03.2017 (Audited)	31.03.2018 (Audited)	31.03.2017 (Audited)
1 Segment Revenue					
(a) Treasury Operations	127118	141932	150664	619278	658045
(b) Corporate/Wholesale Banking Operations	235063	237862	273130	972696	1131724
(c) Retail Banking Operations	189468	185018	173162	772780	714950
(d) Other Banking Business Operations	16306	7263	15090	44314	43875
(e) Unallocated	143	131	7081	392	13327
Total	568098	572206	619127	2409460	2561921
Less: Inter Segment Revenue	99186	96606	109743	391335	443136
Income from operations	468912	475600	509384	2018125	2118785
2 Segment Results [Profit / Loss (-)] before tax and interest					
(a) Treasury Operations	13622	346	19685	162777	181827
(b) Corporate/Wholesale Banking Operations	-201614	-194168	-232137	-817183	-453673
(c) Retail Banking Operations	-12962	-4963	17921	29338	92487
(d) Other Banking Business Operations	7414	1744	5054	15303	13816
(e) Unallocated	-	-	-	-	-
Total	-193540	-197041	-189477	-609765	-165543
Less:					
(i) interest	-	-	-	-	-
(ii) Other Un-allocable Expenditure net off unallocable income	-118	-131	-7061	-323	-13225
(iii) Taxes	-28400	1632	-60615	-22268	-42911
Total Profit / Loss (-) after Tax	-165022	-198542	-121801	-587174	-109407
3 Segment Assets					
(a) Treasury Operations	7287587	7852781	7381928	7287587	7381928
(b) Corporate/Wholesale Banking Operations	9237118	10169044	10871476	9237118	10871476
(c) Retail Banking Operations	6288934	6431761	6288075	6288934	6288075
(d) Other Banking Business Operations	239639	218653	468917	239639	468917
(e) Unallocated	281126	269819	296077	281126	296077
Total	23334404	24942058	25306473	23334404	25306473
4 Segment Liabilities					
(a) Treasury Operations	7175898	7744470	7217610	7175898	7217610
(b) Corporate/Wholesale Banking Operations	8767490	9774662	10261149	8767490	10261149
(c) Retail Banking Operations	5969196	6182321	5935061	5969196	5935061
(d) Other Banking Business Operations	227455	210173	442592	227455	442592
(e) Unallocated	15690	43665	37925	15690	37925
Total	22155729	23955291	23894337	22155729	23894337
5 Capital Employed					
(a) Treasury Operations	111689	108311	164318	111689	164318
(b) Corporate/Wholesale Banking Operations	469628	394382	610327	469628	610327
(c) Retail Banking Operations	319738	249440	353014	319738	353014
(d) Other Banking Business Operations	12184	8480	26325	12184	26325
(e) Unallocated	265436	226154	258152	265436	258152
Total Capital Employed	1178675	986767	1412136	1178675	1412136

Notes:

1. The Bank has only one geographical segment i.e Domestic Segment.
2. Previous period's /year's figures have been regrouped/reclassified wherever considered necessary.

Statement of Assets & Liabilities

(₹. in Lakhs)

Capital & Liabilities	As on 31/03/2018	As on 31/03/2017
Capital	63277	34617
Reserves & Surplus	1115399	1377519
Deposits	20734606	21933939
Borrowings	969406	1459219
Other Liabilities and Provisions	451716	501179
Total	23334404	25306473

(₹. in Lakhs)

Assets	As on 31/03/2018	As on 31/03/2017
Cash & Balances with Reserve Bank of India	1225484	1081309
Balances with Banks and Money at Call & Short Notice	142659	661314
Investments	6990227	5922927
Advances	13636787	15770600
Fixed Assets	254963	235846
Other Assets	1084284	1634477
Total	23334404	25306473

Notes:-

1. The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Bank in their meeting held on 12.05.2018. The same have been subjected to audit by the Statutory Central Auditors of the Bank and are in compliance to the requirements of SEBI (Listing Obligations & Disclosures Requirement) Regulation, 2015.
2. The Bank has followed the same Accounting Policies in preparation of these financial results as were followed in the annual financial statements for the year ended 31.03.2017 except for the following:
 - a) Software not forming part of computer hardware, has been amortised systematically over a period of useful life not exceeding three years or the period of validity of software, whichever is lower. As a result of which software amounting to ₹ 14.56 crores (Gross) has been shown as intangible assets instead of charging to Profit & Loss Account.
 - b) Pursuant to the Accounting Standard-10 (Revised 2016) on Property, Plant & Equipment, applicable from 1st April 2017, depreciation of ₹ 9.94 Crore (for the quarter ₹ 2.41 crore) for the year on revalued portion of fixed assets has been transferred during the year from the Revaluation Reserve to Revenue Reserve instead of crediting to Profit & Loss Account.



3. The financial results have been arrived at after considering provisions on standard assets, restructured assets, non performing advances, non-performing investments, depreciation on investments, provision for exposure to entities with unhedged foreign currency exposure and GST registered MSME borrowers on the basis of extant guidelines/directives issued by the Reserve Bank of India. Provisions for employee benefits pertaining to Pension, Gratuity, Leave encashment, and other retirement benefits have been made based on the actuarial valuation in terms of Accounting Standard -15 "Employee Benefits" issued by The Institute of Chartered Accountants of India. The provisions for Income tax, deferred tax and other usual necessary provisions have been made as per extant guidelines.
4. The Government of India has infused ₹ 3571 crores towards capital contribution for which the Bank has issued and allotted 28,65,97,110 equity shares on Preferential basis on 28th March 2018 at an issued price of ₹ 124.60 (including premium of ₹ 114.60).
5. During the quarter ended 31st March, 2018, the Bank redeemed Basel III Compliant AT1 Bonds aggregating to ₹ 3000.00 crore upon exercise of 'Regulatory Event Call Option' by the Bank.
6. As per RBI directions for initiating Insolvency Process – Provisioning Norms vide letter No DBR.No.BP:15199/21.04.048/2016-17 dated June 23, 2017 in respect of nine borrowal accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), the Bank was required to make additional provision. Similarly, as per RBI direction vide letter No DBR.No.BP.1906/21.04.048/2017-18 dated August 28, 2017 in respect of sixteen borrowal accounts covered under the process of Insolvency and Bankruptcy Code (IBC), the Bank was required to make additional provision. Further as per RBI communication DBR.BP.8756/21.04.048/2017-18 dated April 2, 2018 with respect to spreading the provisions in accounts covered in 1 & 2 list covered under the provisions of Insolvency & Bankruptcy Code (IBC), the Bank has availed the option of dispensation available and as a result the provision of ₹484.36 crore has been reduced in such accounts.
7. RBI vide its Circular DBR.No. BP.BC.101/21.04.048/2017-18 dated April 2, 2018 has permitted banks an option to spread mark to market loss on AFS & HFT investment for quarters ended December 31, 2017 and March 31, 2018, equally over the four quarters commencing with the quarter in which the loss is incurred. Accordingly, the Bank has charged depreciation of ₹ 194.75 crores related to quarters ended December 31, 2017 and March 31, 2018 and spread MTM losses to tune of ₹188.89 Crore to the subsequent quarters of ensuing financial year.
8. RBI vide its communication DBR.No. BP.BC. 9730/21.04.018/2017-18 dated April 27, 2018 has given the option to Banks to spread additional liability on account of enhancement in gratuity limits from ₹ 10 lakhs to ₹ 20 lakhs from 29/03/2018 under the Payment of Gratuity Act, 1972, over four quarters beginning with the quarter ended March 31, 2018. The Bank has exercised the option and has charged ₹ 9.42 crores during the quarter ended March 31, 2018 and deferred ₹ 59.95 crores to subsequent three quarters of the ensuing financial year.

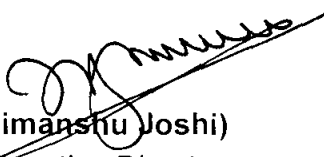
9. During the quarter ended March 31, 2018, the Bank has recognised Deferred Tax Asset of ₹ 284 crores including ₹ 262 crore on the timing differences arising on regulatory provision for performing loan assets i.e. provision for standard assets, provision for S4A and provision for interest sacrifice.
10. Pursuant to RBI circular no. DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015, Banks are required to make quarterly Pillar 3 disclosures under Basel III requirement. The disclosures are being made available on our website at the following link <https://webapp.obcindia.co.in/content/regulatory-disclosure>. These disclosures have not been subjected to audit by the Statutory Central Auditors of the Bank.
11. Divergence in Assets classification and Provisioning for NPAs in compliance to Risk Assessment Report (RAR) of RBI for the year 2016-17 are reported as under:

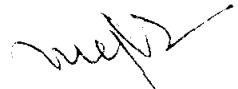
S. No.	Particulars	Amount (₹ in Crores)
1.	Gross NPAs as on March 31, 2017 as reported by the Bank	22859.27
2.	Gross NPAs as on March 31, 2017 as assessed by RBI	23827.17
3.	Divergence in Gross NPAs (2-1)	967.90
4.	Net NPAs as on March 31, 2017 as reported by the Bank	14117.83
5.	Net NPAs as on March 31, 2017 as assessed by RBI	13392.03
6.	Divergence in Net NPAs (5-4)	(725.80)
7.	Provisions for NPAs as on March 31, 2017 as reported by the Bank	8711.65
8.	Provisions for NPAs as on March 31, 2017 as assessed by RBI	10405.35
9.	Divergence in provisioning (8-7)	1693.70
10.	Reported Net Profit after Tax (PAT) / (Loss) for the year ended March 31, 2017	(1094.07)
11.	Adjusted (notional) Net Profit after Tax (PAT)/ (Loss) for the year ended March 31, 2017 after taking into account the divergence in provisioning	(2839.17)

The Bank had duly recorded the impact of the above in its working results for the year ended 31st March, 2018.

12. In respect of two Gems and Jewellery borrower group, where fraud was declared by some banks, the Bank has fully provided for the entire funded exposure.

13. RBI vide its Circular DBR.No. BP.BC.101/21.04.048/2017-18 dated February 12, 2018, issued a revised framework for resolution of stressed assets, which supercedes the existing guidelines of SDR, change in ownership outside SDR (except projects under implementation) and S4A with immediate effect. Under the revised framework, the benefits for accounts where any of these schemes had been invoked but not yet fully implemented were revoked and accordingly these accounts have been classified as per the extent RBI norms on income recognition and asset classification.
14. The Provision Coverage Ratio as on March 31, 2018 is 64.07%.
15. Details of investors complaints:
- (i) Outstanding at the beginning of the quarter: 01
 - (ii) Received during the quarter: 9
 - (iii) Disposed off during the quarter: 9
 - (iv) Outstanding at the end of the quarter: 1
16. The figures of the last quarter in each of the financial years are the balancing figures between audited figures in respect of full financial year and the published year to date reviewed figures upto the end of third quarter of the respective financial year.
17. The figures of the previous period have been regrouped / rearranged, wherever considered necessary to conform to current period's classification.


(Himanshu Joshi)
Executive Director


(Mukesh Kumar Jain)
Managing Director & CEO

Place: Gurugram
Date: May 12, 2018

V. K. DHINGRA & CO.
Chartered Accountants
1-E/15, Jhandewalan Extn.
NEW DELHI - 110055

SUDIT K. PAREKH & CO.
Chartered Accountants,
6th Floor, Urmi Axis, Famous Studio Lane,
Dr. E. Moses Road, Mahalaxmi,
MUMBAI- 400011

V. K. LADHA & ASSOCIATES
Chartered Accountants,
36, Dravid Marg Kshirsagar Colony
UJJAIN- 456006

B.C.JAIN & CO.
Chartered Accountants,
16/77A, CIVIL LINES
KANPUR-208001

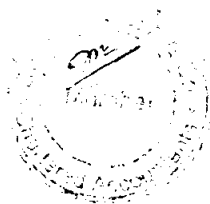
INDEPENDENT AUDITORS' REPORT

To

The Members of Oriental Bank of Commerce

Report on Financial Statements

1. We have audited the accompanying financial statements of **Oriental Bank of Commerce ("the Bank")** as at 31st March, 2018, which comprise the Balance Sheet as at 31st March, 2018, the Profit & Loss account and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. Incorporated in these financial statements are the returns of 20 branches audited by us and 1334 branches audited by statutory branch auditors. The branches audited by us and those audited by other auditors have been selected by the Bank in accordance with the guidelines issued to the Bank by the Reserve Bank of India. Also incorporated in the Balance Sheet and the Profit and Loss Account are the returns from 1035 branches which have not been subjected to audit. These unaudited branches account for 6.91% of advances, 21.36% of deposits, 4.48% of interest income and 18.69% of interest expenses.

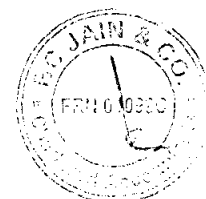
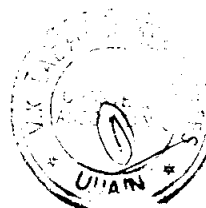
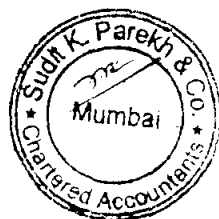


Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements in accordance with the Banking Regulation Act, 1949, accounting principles generally accepted in India alongwith recognition and measurement principles laid down in the Accounting Standards specified by the Institute of Chartered Accountants of India so far as they are applicable to the Bank and guidelines and circulars issued by Reserve Bank of India from time to time. This responsibility includes design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

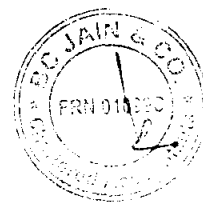
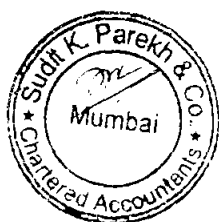


Opinion

6. In our opinion, as shown by books of the Bank, and to the best of our information and according to the explanations given to us:-
- (a) the Balance Sheet, read with the notes thereon is a full and fair Balance Sheet containing all the necessary particulars, is properly drawn up so as to exhibit a true and fair view of state of affairs of the Bank as at 31st March, 2018, in conformity with accounting principles generally accepted in India;
 - (b) the Profit and Loss Account, read with the notes thereon shows a true balance of loss, in conformity with accounting principles generally accepted in India, for the year covered by the account; and
 - (c) the Cash Flow Statement gives a true and fair view of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with Section 29 of the Banking Regulation Act, 1949.
8. Subject to the limitations of the audit indicated in paragraph 1 to 5 above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1980, and subject also to the limitations of disclosure required therein, we report that:
- (a) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory;
 - (b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank; and
 - (c) The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit.



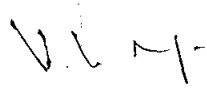
9. We further report that:

- (a) the Balance Sheet and Profit and Loss account dealt with by this report are in agreement with the books of account and returns;
- (b) the reports on the accounts of the branch offices audited by branch auditors of the Bank under Section 29 of the Banking Regulation Act, 1949 have been sent to us and have been properly dealt with by us in preparing this report; and
- (c) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the applicable accounting standards.

For V. K. DHINGRA & CO.

Chartered Accountants

FRN 000250N


(V.K. Dhingra)

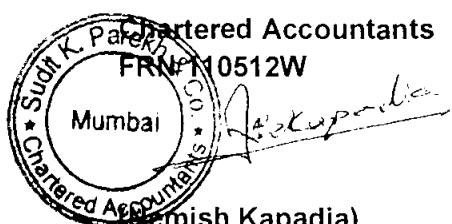
Partner

M. No. 014467

For SUDIT K. PAREKH & CO.

Chartered Accountants

FRN 110512W


(Hemish Kapadia)

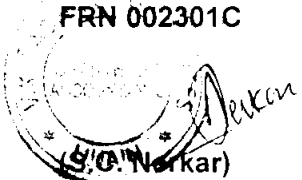
Partner

M. No. 111929

For V.K. LADHA & ASSOCIATES

Chartered Accountants

FRN 002301C


(S.C. Nerkar)

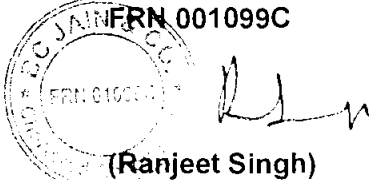
Partner

M. No. 076585

For B. C. JAIN & CO.

Chartered Accountants

FRN 001099C


(Ranjeet Singh)

Partner

M. No. 073488

Place: Gurugram

Date: 12th May, 2018

ओरियन्टल बैंक ऑफ़ कॉमर्स

(भारत सरकार का उपक्रम)

प्रधान कार्यालय : प्लॉट सं. 5, इंस्टीट्यूशनल एरिया,
सेक्टर-32, गुरुग्राम-122001



ORIENTAL BANK OF COMMERCE

(A GOVERNMENT OF INDIA UNDERTAKING)

Head Office : Plot No. 5, Institutional Area,
Sector - 32, Gurugram-122001

Date: 12.05.2018

Scrip Code: ORIENTBANK	Scrip Code: 500315
The Executive Director, National Stock Exchange of India Ltd., Exchange Plaza, 5 th Floor, Bandra Kurla Complex, Bandra (E), Mumbai-400051	General Manager, Dept. of Corporate Services, Bombay Stock Exchange Limited, Phiroze Jeejeebhoy Towers, Mumbai-400001

Dear Sir,

Declaration under Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended, it is declared that the Auditors' Report on the Audited Financial Results of the Bank for the Quarter / Financial Year ended 31st March, 2018, as approved by Bank's Board of Directors in their meeting held on 12.05.2018, are with unmodified opinion.

We request you to take the same on record.


Jitender Mohan Singh
(General Manager & CFO)

Place: Gurugram
Dated: 12.05.2018