ORIENTAL BANK OF COMMERCE

CORPORATE OFFICE, GURGAON

Reviewed Financial Results for the Quarter/ Nine Months ended December 31st, 2014

(₹ in lakhs)

S.No.	Particulars	Quarter ended 31.12.2014	Quarter ended 30.09.2014	Quarter ended 31.12.2013	Nine Months ended 31.12.2014	Nine Months ended 31.12.2013	Year ended 31.03.2014
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	**Interest earned (a+b+c+d)**	**494677**	**493593**	**472317**	**1487052**	**1411666**	**1901748**
a)	Interest/discount on advances/bills	380147	380545	362168	1139667	1084749	1456400
b)	Income on Investments	113754	111594	107506	339233	319630	431104
c)	Interest on balances with Reserve Bank of India and other inter Bank funds	767	1433	2079	7249	6002	8259
d)	Others	9	21	564	903	1285	5985
2	**Other Income**	51202	**39265**	**34081**	**149287**	**119073**	**194527**
3	**Total Income (1+2)**	**545879**	**532858**	**506398**	**1636339**	**1530739**	**2096275**
4	**Interest Expended**	364930	**368964**	**349274**	**1108401**	**1029826**	**1389038**
5	**Operating Expenses (I)+(ii)+(iii)**	**79466**	**78408**	**71284**	**226797**	**223738**	**291688**
(i)	Employees cost	44428	42613	39373	124105	129029	167670
(ii)	Rent Taxes & Lighting	7615	7896	7312	23317	21598	28874
(iii)	Other operating expenses	27423	27899	24599	79375	73111	95144
6	**Total Expenditure (4) + (5) (Excluding Provisions and Contingencies)**	**444396**	**447372**	**420558**	**1335198**	**1253564**	**1680726**
7	**OPERATING PROFIT before provisions and contingencies (3-6)**	**101483**	**85486**	**85840**	**301141**	**277175**	**415549**
8	Provisions(other than tax) and Contingencies	88514	64119	56110	206791	164436	257507
9	Exceptional Items (Refer Note No.6)	13738	0	0	13738	0	0
10	**Profit (+)/loss(-) from Ordinary Activities before tax (7-8-9)**	**-769**	**21367**	**29730**	**80612**	**112739**	**158042**
11	Tax Expense (a+b)	-2725	-7775	7300	13060	29830	44101
(a)	Current and Deferred Tax	7275	20190	7300	51025	29830	53396
(b)	Adjustment relating to earlier years	-10000	-27965	0	-37965	0	-9295
12	**Profit (+)/loss(-) from Ordinary Activities after Tax(10-11)**	**1956**	**29142**	**22430**	**67552**	**82909**	**113941**
13	Extraordinary items(net of tax expense)	0	0	0	0	0	0
14	**Net Profit (+)/ Loss (-) for the period(12-13)**	**1956**	**29142**	**22430**	**67552**	**82909**	**113941**
15	**Paid-up equity share capital (Face value of each share -₹ 10/-)**	29985	29985	29985	29985	29985	29985
16	**Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)**						**1247950**

(₹ in lakhs)

S.No.	Particulars	Quarter ended 31.12.2014 (Reviewed)	Quarter ended 30.09.2014 (Reviewed)	Quarter ended 31.12.2013 (Reviewed)	Nine Months ended 31.12.2014 (Reviewed)	Nine Months ended 31.12.2013 (Reviewed)	Year ended 31.03.2014 (Audited)
17	**Analytical Ratios**						
(i)	**Percentage of shares held by Government of India**	59.13	59.13	59.13	59.13	59.13	59.13
(ii)	Capital Adequacy Ratio (%) - **BASEL II**	11.96	11.70	11.59	11.96	11.59	11.85
	Capital Adequacy Ratio (%) - **BASEL III**	11.26	10.88	11.00	11.26	11.00	11.01
(iii)	**Earning Per Share (EPS) (in ₹)**						
	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 annualised	0.65	9.72	7.64	22.53	28.36	38.73
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year - not annualised	0.65	9.72	7.64	22.53	28.36	38.73
(iv)	**NPA RATIOS**						
	(a) Gross NPA	766922	664380	518411	766922	518411	561786
	(b) Net NPA	508036	452017	383345	508036	383345	390442
	(c) % of Gross NPA	5.43	4.74	3.87	5.43	3.87	3.99
	(d) % of Net NPA	3.68	3.29	2.91	3.68	2.91	2.82
	(e) Return on Assets (Annualised)(%)	0.04	0.55	0.44	0.42	0.55	0.56
18	**Public shareholding**						
	- Number of shares	122539700	122539700	122539700	122539700	122539700	122539700
	- Percentage of shareholding	40.87	40.87	40.87	40.87	40.87	40.87
19	**Promoters and Promoter Group Shareholding**						
	a) Pledged/ Encumbered						
	Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non- Encumbered						
	Number of Shares	177309043	177309043	177309043	177309043	177309043	177309043
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	Percentage of Shares (as a % of the Total share capital of the Company)	59.13	59.13	59.13	59.13	59.13	59.13

ORIENTAL BANK OF COMMERCE

CORPORATE OFFICE, GURGAON

SEGMENT REPORTING FOR THE QUARTER/ NINE MONTHS ENDED 31.12.2014 (₹ In Lakhs)

	Part A : Business Segments	Quarter ended			Nine Month ended		Year ended
		31.12.2014 (Reviewed)	30.09.2014 (Reviewed)	31.12.2013 (Reviewed)	31.12.2014 (Reviewed)	31.12.2013 (Reviewed)	31.03.2014 (Audited)
1	**Segment Revenue**						
	(a) Treasury Operations	138449	122077	116925	395174	359957	480394
	(b) Corporate/Wholesale Banking	316299	318250	265538	952921	800474	1096008
	(c) Retail Banking	191261	190909	216315	586536	647887	886181
	(d) Other Banking Business	5273	5239	7692	21265	20699	31187
	(e) Unallocated	0	0	0	0	0	0
	Total	**651282**	**636475**	**606470**	**1955896**	**1829017**	**2493770**
	Less: Inter Segment Revenue	105430	103636	100623	320478	299564	404694
	Net sales/Income from operations	**545852**	**532839**	**505847**	**1635418**	**1529453**	**2089076**
2	**Segment Results (Profit) + Loss (-) before tax and interest**						
	(a) Treasury Operations	16439	14197	6380	63307	38630	45721
	(b) Corporate/Wholesale Banking	-11737	3128	11001	3991	36242	51465
	(c) Retail Banking	-7097	1876	8961	2867	29285	41560
	(d) Other Banking Business *	1722	2196	2885	9805	7764	12879
	(e) Unallocated	0	0	0	0	0	0
	Total	**-673**	**21397**	**29227**	**79970**	**111921**	**151625**
	Less:						
	(i) interest	0	0	0	0	0	0
	(ii) Other Un-allocable Expenditure net off unallocable income	96	30	-503	-642	-818	-6417
	(iii) Taxes	-2725	-7775	7300	13060	29830	44101
	Total Profit after Tax	**1956**	**29142**	**22430**	**67552**	**82909**	**113941**
3	**Capital Employed**(Segment Assets-Segment Liabilities)						
	(a) Treasury Operations	94900	95817	90550	94900	90550	91412
	(b) Corporate/Wholesale Banking	731062	740869	625702	731062	625702	623189
	(c) Retail Banking	442062	444426	509716	442062	509716	502488
	(d) Other Banking Business	7913	7154	11817	7913	11817	11945
	(e) Unallocated	132284	118531	136005	132284	136005	114033
	Total	**1408221**	**1406797**	**1373790**	**1408221**	**1373790**	**1343067**

* Based on allocation of direct cost only.

Previous period figures have been regrouped/ rearranged whereever necessary

Part B : Geographical Segments

Bank does not have foreign operations (Branches in foreign country) and hence no disclosure.

Notes:-

1. The Bank has followed the same Accounting Policies in preparation of the interim financial results as were followed in the Annual Financial Statements for the year ended 31.03.2014.

2. The working results of the Bank for the quarter/ Nine months ended December 31st, 2014 have been arrived at after considering provision for non-performing advances, non-performing investments and depreciation on investments on the basis of extant guidelines issued by the Reserve Bank of India on prudential norms for income recognition, asset classification and provisioning, provision for exposure to entities with unhedged foreign currency exposure besides other usual and necessary provisions. Provision for employee benefits, Income Tax and Depreciation on fixed assets has been made on estimated basis and are subject to adjustments, if any, at the year end.

3. Bank has opted to amortise pension liability with respect to second pension optees for a period of 5 years commencing from FY 2010-11. Accordingly, out of the balance unamortized amount of Rs. 170.90 crore as on 01.04.2014, the Bank has amortised Rs. 128.175 Crore (i.e. Rs. 42.725 crore per quarter) being proportionate amount for the nine months ended 31.12.2014.

4. M/s Jawahar Lal Nehru Port Trust (JNPT) had placed funds aggregating Rs. 180 Crore with the bank initially for the purpose of term deposit in two tranches in February, 2014. These funds were surreptitiously transferred out of the bank upon instructions of the same signatory/constituent. Subsequently M/s JNPT filed a case with CBI for investigation and on receipt of the order of designated court, a sum of Rs.108.81 crores has since been restored to M/S JNPT and the remaining outstanding amount is Rs. 71.19 Crores. Consequent to declaration of above case as a fraud, out of full provision of Rs. 71.19 crores to be made , the bank has made a provision of Rs.47.46 Crores (Rs.23.73 crores per quarter) for the period ended 31.12.2014 as permitted by RBI at the request of the Bank as a special case in terms of their letter no. DBOD.No. BP.5119/21.04.048/2014-15 dated 01.10.2014 to amortise the provisioning requirement for the above said amount of Rs. 71.19 crores equally over the remaining three quarters of the financial year 2014-15.

5. Based on the available data and financial statements and the declaration from borrowers, the bank has estimated the liability of Rs. 11.62 crores on unhedged Foreign Currency Exposure to their constituents in terms of RBI circular DBOD. NO. BP.BC.85/21.06.200/2013-14 dated 15th January 2014 and subsequent clarification vide circular no. DBOD.No. BP.BC.116/21.06.200/2013-14 dated 3rd June 2014. Provision of Rs. 8.72 crores has been made as per RBI guidelines for the nine months ended 31st December, 2014.

6. The Bank had sold Financial Assets for a consideration of Rs. 195.20 Crores to Asset Reconstruction Companies on cash and Security Receipts basis during the half year ended 30-09-2014 and booked a gain of Rs.146.08 crore the difference between aggregate consideration and aggregate value (net of provisions). During the course of discussions on draft Preliminary Risk Assessment Report 2013-14, the Reserve Bank of India (RBI) observed that only cash component of the sale consideration is eligible to be booked as profit. Based on observation of RBI, bank has reduced the Book Value of Security receipts by Rs 137.38 crore during the quarter.

Similarly in Financial Year 2013-14 the bank had booked a gain of Rs.292.73 crores and will require a provision of Rs.280.46 crore. The same will be dealt with suitably on receipt of RBI instructions for which a reference has been made by the Bank to them.

7. The immediate impact, if any, of the cancellation of coal blocks on the bank's portfolio by way of security valuation and the impact, if any, of the penalty imposed by the Hon'ble court on viability of the respective projects financed by the bank, has not been considered as the same is not ascertainable at this stage.

8. Details of investors complaints: (i) Outstanding at the beginning of the quarter 35, (ii) Received during the quarter 121, (iii) Disposed off during the quarter 126, (iv) Outstanding at the end of the quarter 30.

9. The Provision Coverage Ratio as at 31st December, 2014 is 57.39%.

10. The above financial results have been approved by the Board of Directors of the Bank in its meeting held on 29.01.2015 and have been subjected to Limited review by the Statutory Central Auditors of the Bank.

11. The figures of the previous quarter/ nine months/ year have been regrouped/ rearranged, wherever necessary.

(Suresh N Patel)
Executive Director

(Bhupinder Nayyar)
Executive Director

(Animesh Chauhan)
Managing Director &
Chief Executive Officer

Place: Gurgaon
Date: 29th January, 2015