

विभाग DEPT: Merchant Banking Division
Telefax 040-23230883; Tel.No.040-23252371
E-mail: mbd@andhrabank.co.in

Lr. No. 666/25/694A/47

Dt: 13.05.2019

Bombay Stock Exchange Limited
25th Floor, Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai – 400001

The National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (East)
Mumbai - 400051

Scrip Code: 532418

Symbol: ANDHRA BANK

Sir / Madam

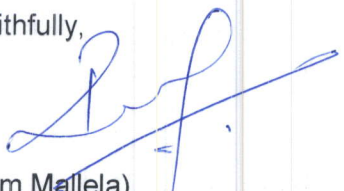
Sub: Audited Financial Results of the Bank for the fourth quarter and financial year ended on 31.03.2019

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Audited Financial Results (Standalone and Consolidated) of the Bank including segment results for the fourth quarter and financial year ended on March 31, 2019, Notes on Accounts and Auditors' Report on the financial statements. The said financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on 13.05.2019.

The Board Meeting commenced at 03.00 PM and concluded at 06:25 PM

This is for your information.

Yours Faithfully,


(Raghuram Mallela)
Company Secretary and Compliance Officer



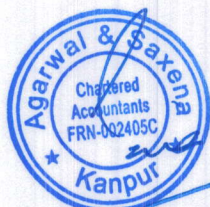


ANDHRA BANK
:: HYDERABAD ::

FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH, 2019

(₹ in Lacs)

Sl. No.	PARTICULARS	STANDALONE			CONSOLIDATED		
		QUARTER ENDED		YEAR ENDED	YEAR ENDED		
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2018
		AUDITED	REVIEWED	AUDITED	AUDITED		
1	Interest Earned (a) + (b) + (c) + (d)	485292	479665	460587	1893222	1797454	1920288
	(a) Interest / Discount on Advances / Bills	366161	364905	328162	1417255	1306925	1417384
	(b) Income on investments	111323	111288	120306	455812	448843	482275
	(c) Interest on balances with Reserve Bank of India and Other inter bank funds	2401	1759	1096	8824	13346	9287
	(d) Others	5407	1713	11023	11331	28340	11342
		46061	52568	48675	204504	237206	308810
2	Other Income	531353	532233	509262	2097726	2034660	2229098
A	Total Income (1+2)	303147	309838	288542	1222399	1163978	1222428
3	Interest Expended	99382	99437	84097	373015	334579	500578
4	Operating Expenses (e)+(f)	61322	62850	44315	224150	185779	230146
	(e) Employees cost	38060	36587	39782	148865	148800	270432
	(f) Other Operating expenses						237875
B	Total Expenditure (Excluding Provisions & Contingencies) (3+4)	402529	409275	372639	1595414	1498557	1723006
C	Operating Profit (Profit before Provisions & Contingencies) (A-B)	128824	122958	136623	502312	536103	506092
D	Provisions (other than tax) and Contingencies	251185	165317	542933	743425	1082184	745220
	Of which provisions for Non-performing Assets	234106	179017	556276	667425	1010287	667425
E	Exceptional Items	-	-	-	-	-	-
F	Net Profit / (Loss) from Ordinary activity before tax (C-D-E)	(122361)	(42359)	(406310)	(241113)	(546081)	(239128)
G	Provision for taxes	1000	15500	(152728)	37500	(204828)	37581
H	Net Profit / (Loss) from Ordinary activity (F-G)	(123361)	(57859)	(253582)	(278613)	(341253)	(276709)
I	Extraordinary items (net of tax expense)	-	-	-	-	-	-
J	Net Profit / (Loss) for the period (H-I)	(123361)	(57859)	(253582)	(278613)	(341253)	(276709)
K	Share of earnings from Associate						2509
L	Consolidated Net Profit / (Loss) for the year attributed to the Group (J+K)						(274200)
5	Paid-up equity share capital (Face value of each share ₹ 10/-)	288449	173882	119883	288449	119883	288449
6	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	932087	878396	878396	932087	878396	948747
7	Analytical Ratios:						
	(i) Percentage of shares held by Government of India	90.85	84.83	77.99	90.85	77.99	90.85
	(ii) Capital Adequacy Ratio (%)	13.68	11.67	11.00	13.68	11.00	13.82
	a. CET 1 Ratio (%)	8.42	6.34	5.61	8.42	5.61	8.55
	b. Additional Tier 1 Ratio (%)	1.96	1.94	1.83	1.96	1.83	1.97
	(iii) Earnings per share in ₹ (not annualised)	(6.89)	(3.44)	(28.58)	(19.01)	(38.94)	(18.71)
	a. Basic	(6.89)	(3.44)	(28.58)	(19.01)	(38.94)	(18.71)
	b. Diluted						
	(iv) a. Amount of Gross Non Performing Assets	2897397	2870347	2812436	2897397	2812436	2897397
	b. Amount of Net Non Performing Assets	909140	1077836	1263687	909140	1263687	909140
	c. % of Gross NPAs	16.21	16.68	17.09	16.21	17.09	16.21
	d. % of Net NPAs	5.73	6.99	8.48	5.73	8.48	5.73
	(v) Return on Assets (annualised) (%)	(1.92)	(0.90)	(4.18)	(1.09)	(1.46)	(1.10)



STATEMENT OF ASSETS & LIABILITIES:

(₹ in Lacs)

PARTICULARS	STANDALONE		CONSOLIDATED	
	AS ON			
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
	AUDITED			
Capital and Liabilities				
Capital	288449	119883	288449	119883
Reserves and Surplus	1028064	961945	1044723	973750
Deposits	21982100	20807048	21985293	20809292
Borrowings	1027811	1826905	1031459	1831210
Other Liabilities and Provisions	604718	501356	1054474	876992
Total	24931142	24217137	25404398	24611127
Assets				
Cash and Balances with Reserve Bank Of India	1012677	991105	1012714	991135
Balances with Banks and Money at Call and Short Notice	490707	603326	542083	654651
Investments	6295309	6477030	6691483	6793981
Advances (net)	15882269	14906413	15884791	14908588
Fixed Assets	155808	147329	157229	148544
Other Assets	1094372	1091934	1116098	1114228
Total	24931142	24217137	25404398	24611127

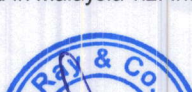
SEGMENT REPORT:

Part A: Business Segments

(₹ in Lacs)

Part A: Business Segments		STANDALONE					CONSOLIDATED	
Sl. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED		YEAR ENDED	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		AUDITED	REVIEWED	AUDITED	AUDITED			
1	Segment Revenue							
	(a) Treasury	116765	116219	126431	476349	520761	513522	549901
	(b) Corporate/Wholesale Banking	134835	134647	124772	545019	571630	545019	571630
	(c) Retail Banking	210228	217641	185039	820815	711682	820815	711682
	(d) Other Banking Operations	69525	63726	73020	255543	230587	349742	297333
	Total	531353	532233	509262	2097726	2034660	2229098	2130546
	Less: Inter Segment Revenue	-	-	-	-	-	-	-
	Income from Operations	531353	532233	509262	2097726	2034660	2229098	2130546
2	Segment Results							
	(a) Treasury	28324	26783	33944	114064	137213	117167	139611
	(b) Corporate/Wholesale Banking	32703	31054	33590	130508	150616	124354	145127
	(c) Retail Banking	50960	50394	49598	196549	187518	187281	180684
	(d) Other Banking Operations	16837	14727	19491	61191	60756	79799	75488
	Total	128824	122958	136623	502312	536103	508601	540910
	Less : Other Un-allocable Expenditure	251185	165317	542933	743425	1082184	745220	1082174
	Total Profit / (Loss) Before Tax	(122361)	(42359)	(406310)	(241113)	(546081)	(236619)	(541264)
	Income tax and other taxes paid	1000	15500	(152728)	37500	(204828)	37581	(204692)
	Net Profit / (Loss)	(123361)	(57859)	(253582)	(278613)	(341253)	(274200)	(336572)
3	Segment Assets							
	(a) Treasury	7244652	6690287	7605732	7244652	7605732	7708579	7989887
	(b) Corporate/Wholesale Banking	7298286	7004163	7581540	7298286	7581540	7277625	7564035
	(c) Retail Banking	7749111	7598783	6995610	7749111	6995610	7717997	6973818
	(d) Other Banking Operations	2086352	2068654	1602327	2086352	1602327	2144954	1649184
	(e) Unallocated	552741	433460	431928	552741	431928	555243	434203
	Total	24931142	23795347	24217137	24931142	24217137	25404398	24611127
4	Segment Liabilities							
	(a) Treasury	7122745	6584923	7501991	7122745	7501991	7582873	7886975
	(b) Corporate/Wholesale Banking	7127165	6859519	7434876	7127165	7434876	7117417	7426845
	(c) Retail Banking	7387848	7273306	6708570	7387848	6708570	7380599	6703473
	(d) Other Banking Operations	1963464	1959898	1480930	1963464	1480930	1967290	1484729
	(e) Unallocated	13407	8517	8942	13407	8942	23047	15472
	Total	23614629	22686163	23135309	23614629	23135309	24071226	23517494
5	Capital Employed							
	(a) Treasury	121907	105364	103741	121907	103741	125706	102912
	(b) Corporate/Wholesale Banking	171121	144644	146664	171121	146664	160208	137190
	(c) Retail Banking	361263	325477	287040	361263	287040	337398	270345
	(d) Other Banking Operations	122888	108756	121397	122888	121397	177664	164455
	(e) Unallocated	539334	424943	422986	539334	422986	532196	418731
	Total	1316513	1109184	1081828	1316513	1081828	1333172	1093633

Part B: Geographic Segments: There is only one segment i.e. Domestic Segment. However, the consolidated statement includes the figures of Joint Venture incorporated in Malaysia viz. India International Bank (Malaysia) Berhad to the extent of 25%.



Notes:

- 1) The Bank has followed the same Accounting Policies in preparation of this financial results as were followed in the Annual Financial Statements for the year ended 31st March, 2018.
- 2) The above results have been reviewed by the Audit Committee of the Board, and approved by the Board of Directors of the Bank at the meeting held on 13th May, 2019 duly audited by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the requirements of listing agreement with Stock Exchanges.
- 3) The working results of the Bank for the quarter ended 31st March, 2019 have been arrived at after considering provisions for standard assets, non performing assets, diminution in fair value of restructured accounts, depreciation on investment, GST registered MSME borrowers made on the basis of extant guidelines issued by Reserve Bank of India, provision for employee benefits viz. pension, gratuity and leave encashment as per actuarial valuation, provision for income tax and deferred tax and other usual necessary provisions.
- 4) During the quarter, the Bank allotted 114,56,72,061 equity shares of ₹ 10 each at a premium of ₹ 18.42 per share to Government of India in respect of capital funds received to the tune of ₹ 3256 crore. As a result, during the quarter, equity capital of the Bank increased by ₹ 1145.67 crore to ₹ 2884.49 crore and share premium by ₹ 2110.33 crore to ₹ 8552.99 crore. As a result percentage of shares held by Government of India increased to 90.85% from 84.83%.
- 5) Pursuant to Reserve Bank of India circular no. DBR.BP.BC.No.50/21.06.201/2016-17 dated 2nd February, 2017 on 'Basel III Capital Regulations - Additional Tier 1 Capital' read with Reserve Bank of India circular no. DBR.No.BP.BC.71/21.06.201/2015-16 dated 14th January, 2016 on 'Master Circular - Basel III Capital Regulations – Clarification', Bank has drawn an amount of ₹ 280.53 crore during the year ended 31st March, 2019 from Statutory Reserve towards interest of Additional Tier-I Perpetual Basel III Compliant bonds.
- 6) Pursuant to Reserve Bank of India circular no. DBR.No.BP.BC.102/21.04.048/2017-18 dated 2nd April, 2018 and DBR.No.BP.BC.113/21.04.048/2017-18 dated 15th June, 2018 on 'Prudential Norms for Classification, Valuation and Operation of Investment Portfolio by Banks – Spreading of MTM losses and creation of Investment Fluctuation Reserve (IFR)', the Bank has exercised the option to spread the provision for Mark to Market (MTM) losses on Investments held in AFS and HFT category. Accordingly, Bank has provided the balance amount of ₹ 58.08 crore during the quarter ended 31st March, 2019.
- 7) Divergence in Asset Classification and Provisioning for NPAs in compliance to Risk Assessment Report (RAR) of RBI for the year 2017-18 are reported as under:

S. No.	Particulars	₹ in crore
1.	Gross NPA as on 31 st March 2018 as reported by the Bank	28124.36
2.	Gross NPA as on 31 st March 2018 as assessed by the RBI	28234.16
3.	Divergence in Gross NPA (2-1)	109.80
4.	Net NPA as on 31 st March, 2018 as reported by the Bank	12636.87
5.	Net NPA as on 31 st March, 2018 as assessed by the RBI	12165.17
6.	Divergence in Net NPA (5-4)	(471.70)
7.	Provision for NPA as on 31 st March, 2018 as reported by the Bank	15487.49
8.	Provision for NPA as on 31 st March, 2018 as assessed by the RBI	16068.99
9.	Divergence in Provisioning (8-7)	581.50
10.	Reported Net Profit/(Loss) after tax for the year ended 31 st March 2018	(3412.53)
11.	Adjusted (Notional) Net Profit/(Loss) after tax for the year ended 31 st March, 2018 after taking into account divergence in provisioning	(3994.03)

The Bank had duly recorded the impact of the above in its working results during the financial year ended on 31st March, 2019.

- 8) RBI vide Circular No. DBR.No.BP.BC.108/21.04.048/2017-18 dated 06th June, 2018 permitted Banks to continue the exposure to MSME borrowers to be classified as Standard Assets where the dues between 01st September, 2017 and 31st December, 2018 are paid not later than 180 days from their respective original due dates. Accordingly, the Bank has retained advances of ₹ 259.27 crore as Standard Asset as on 31st March, 2019. In accordance with the provisions of the circular, the Bank has not recognized interest income of ₹ 8.77 crore up to 31st March, 2019 and has maintained a Standard Asset provision of ₹ 12.53 crore as on 31st March, 2019 in respect of such MSME borrowers.
- 9) In accordance with RBI Circular No. DBR.No.BP.BC.18/21.04.048/2018-19 dated 01st January, 2019 on "Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances" the details of MSME restructured accounts as on 31st March, 2019 are as under:

No. of Accounts Restructured	Amount (₹ in Crore)
22549	504.24





ANDHRA BANK
:: HYDERABAD ::

FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH, 2019

Sl.No.	PARTICULARS	(₹ in Lacs)				
		STANDALONE		CONSOLIDATED		
		QUARTER ENDED 31.03.2019	YEAR ENDED 31.03.2019	QUARTER ENDED 31.03.2018	YEAR ENDED 31.03.2019	YEAR ENDED 31.03.2018
1	Total income from operations (net)	531353	2097726	509262	2229098	2130546
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(122361)	(241113)	(406310)	(239128)	(544131)
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(122361)	(241113)	(406310)	(239128)	(544131)
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(123361)	(278613)	(253582)	(276709)	(339439)
5	Equity Share Capital	288449	288449	119883	288449	119883
6	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year	932087	932087	878396	948747	890200
7	Earnings Per Share (of ₹10/- each) (for continuing and discontinued operations)					
	Basic :	(6.89)	(19.01)	(28.58)	(18.71)	(38.41)
	Diluted:	(6.89)	(19.01)	(28.58)	(18.71)	(38.41)

Note: The above is an extract of the detailed format of standalone quarterly / annual and consolidated annual financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the standalone quarterly / annual and consolidated annual financial results are available on the websites of Stock Exchange www.nseindia.com, www.bseindia.com and on Bank's website www.andhrabank.in under Investor Relations.

KUL BHUSHAN JAIN
EXECUTIVE DIRECTOR

AJIT KUMAR RATH
EXECUTIVE DIRECTOR

J PACKIRISAMY
MANAGING DIRECTOR & CEO

Place: Hyderabad
Date: 13.05.2019



AGARWAL & SAXENA Chartered Accountants 510-511, Fifth Floor, City Centre, 63/2, The Mall, Kanpur – 208 001	RAY & CO Chartered Accountants Shakespeare Court, 21A, Shakespeare Sarani, Flat 8C, 8 th Floor, Kolkata – 700 017	SANTOSH GUPTA & CO Chartered Accountants 417, Atlanta Estate, G M Link Road, Vitt Bhatti, Goregaon (East), Mumbai – 400 063	G.S. MADHAVA RAO & Co. Chartered Accountants F5 & 7, Hyderabad Business Centre, Hyderguda, Hyderabad – 500 029
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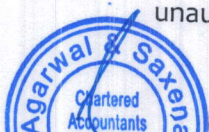
**Auditor's Report on Quarterly Standalone Financial Results and Year to Date results of Andhra Bank
pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015**

To,
The Board of Directors,
Andhra Bank,
Dr. Pattabhi Bhavan,
5-9-11, Saifabad,
Hyderabad – 500 004

1. We have audited the quarterly standalone financial results of Andhra Bank (the "Bank") for the quarter ended 31st March 2019 and the year to date standalone financial results for the period from 01st April, 2018 to 31st March 2019, attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, except for the Disclosures relating to Pillar 3 Disclosure as at 31st March, 2019, including "Leverage Ratio" and "Liquidity Coverage Ratio" under Basel III Capital regulations which will be disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results (Note no. 10) which has not been reviewed or audited by us.

These quarterly standalone financial results as well as the year to date financial results have been prepared on the basis of the reviewed standalone financial results for the nine month period ended 31st December 2018, the audited annual standalone financial statements as at and for the year ended 31st March 2019 and the relevant requirement of the Banking Regulation Act, 1949, recognition and measurement principles laid down in the Accounting Standards issued by the Institute of Chartered Accountants of India as applicable to Banks, other accounting principles generally accepted in India, the guidelines and regulations issued by the Reserve Bank of India, which are the responsibility of the Bank's management and have been approved by the Board of Directors of the Bank. Our responsibility is to express an opinion on these standalone financial results.

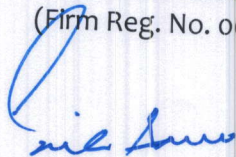
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. These financial results incorporate the relevant returns of 20 branches and Investment & International Banking Division audited by us and 1696 branches audited by the other auditors specially appointed for this purpose and unaudited returns in respect of 1169 branches. These unaudited 1169 branches cover 6.96 % of advances portfolio of the Bank.



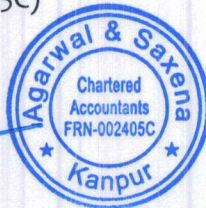
AGARWAL & SAXENA Chartered Accountants 510-511, Fifth Floor, City Centre, 63/2, The Mall, Kanpur – 208 001	RAY & CO Chartered Accountants Shakespeare Court, 21A, Shakespeare Sarani, Flat 8C, 8 th Floor, Kolkata – 700 017	SANTOSH GUPTA & CO Chartered Accountants 417, Atlanta Estate, G M Link Road, Vitt Bhatti, Goregaon (East), Mumbai – 400 063	G.S. MADHAVA RAO & Co. Chartered Accountants F5 & 7, Hyderabad Business Centre, Hyderguda, Hyderabad – 500 029
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4. In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results as well as the year to date results:
- have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - give a true and fair view of the net loss for the quarter ended 31st March, 2019 as well as the year to date results for the period from 01st April, 2018 to 31st March, 2019.
5. Further, we report that the figure for the quarter ended 31st March, 2019 represent the derived figures between the audited figures in respect of the financial year ended 31st March, 2019 and the published year-to-date figures up to 31st December, 2018, being the date of the end of the third quarter of the current financial year, which were subject to limited review, as required under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For Agarwal & Saxena
Chartered Accountants
(Firm Reg. No. 002405C)



(CA Anil K. Saxena)
Partner
M. No. 071600



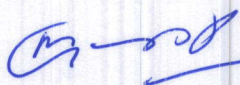
For Ray & Co
Chartered Accountants
(Firm Reg. No. 313124E)



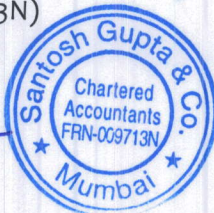
(CA Subrata Roy)
Partner
M. No. 051205



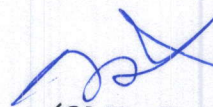
For Santosh Gupta & Co
Chartered Accountants
(Firm Reg. No. 009713N)



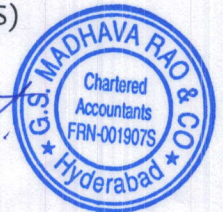
(CA Manoj Kumar)
Partner
M. No. 108603



For G.S. Madhav Rao & Co.
Chartered Accountants
(Firm Reg. No. 001907S)



(CA Manikya Prasad G)
Partner
M. No. 020105





ఆంధ్రబ్యాంక్

(భారత ప్రభుత్వ సంస్థ)

आन्ध्रा बैंक

(भारत सरकार का उपक्रम)

Andhra Bank

(A Govt. of India Undertaking)

आन्ध्रा बैंक

प्रधान कार्यालय

"डॉ. पट्टाभि भवन"

5-9-11, सैफाबाद

हैदराबाद - 500 004

Andhra Bank

Head Office

"Dr. Pattabhi Bhavan"

5-9-11, Saifabad,

Hyderabad - 500 004.

The General Manager Listing Operation BSE Limited P.J.Towers Dalal Street Mumbai - 400 001.	Manager - Listing Compliance National Stock Exchange of India Limited 'Exchange Plaza'. C-1, Block G Bandra Kurla Complex, Bandra (E) Mumbai - 400 051
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Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that our financial results (Standalone and Consolidated) of the Bank for the financial year/ quarter ended March 31, 2019 does not contain any modified opinion of the Auditors of the Bank.


(M B Rajendra Prasad)
Chief Financial Officer


J. Packirisamy
Managing Director & Chief Executive Officer

Date: 13.05.2019
Place: Hyderabad