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Merchant Banking Division
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Lr. No. 666/25/P.176/504

Dt: 13.02.2017

The National Stock Exchange
Of India Limited
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051.
Fax: 022-26598237/38

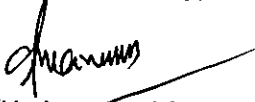
SYMBOL: ANDHRABANK

Dear Sirs,

Sub: Analyst/ Institutional Investors Meetings - Presentation
Ref: Regulation 30 of the SEBI(Listing Obligations and Disclosure Requirements)
Regulations, 2015

Please find enclosed the presentation for the quarter ended December 31, 2016 prepared by the Bank for the Analyst/ Institutional Investors.

Yours Faithfully,


(Y. Amarnath)
Company Secretary

Encl: As Above





Andhra Bank

**Performance /
Financial
Highlights**

December 2016



HIGHLIGHTS

Growth in Key Parameters(Y-o-Y)- Dec'15- Dec'16

- Business grew by 8.8% - from Rs. 305770 Cr to Rs.332630 Cr.
- Total Deposits grew by 12.2% - from Rs. 169799 Cr to Rs.190506 Cr.
- CASA Deposits (Excl. Bank Deposits) grew by 29.5% - from Rs.46156 Cr to Rs. 59761 Cr.
- Advances grew by 4.5% - from Rs. 135971 Cr. to Rs.142124 Cr.
- Retail Advances grew by 13.5% - from Rs. 22957 Cr. to Rs.26060 Cr.



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BRANCH NETWORK AND BUSINESS DELIVERY CHANNELS

Business Delivery Channels	31.03.16	31.12.15	31.12.16
Branches	2803	2748	2872
Extension Counters	4	4	4
ATMs/BNA/CR	3636	3341	3764
Satellite Offices	34	34	34
TOTAL	6477	6127	6674
Branch Mix	31.03.16	31.12.15	31.12.16**
1.Rural	827	807	735
2.Semi-Urban	757	746	762
3.Urban	756	747	656
4.Metro	463	448	719
TOTAL	2803	2748	2872

 Bank has Representative Offices in Dubai & New Jersey

** As per census of 2011



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SHARE HOLDING PATTERN – DEC 2016

Share Capital
No. of Shares

31.12.2016
Rs 681.16 Crs
68.11 Crs

	31.12.2016 (Rs in Crores)	% Share holding
Government of India	417.31	61.26
General Public	98.52	14.47
Private Corporate Bodies	15.96	2.34
Mutual Funds & UTI	3.09	0.45
Banks/FIs/Insurance Cos	101.64	14.92
Foreign Institutional Investors	41.04	6.03
Others	3.60	0.53
Total	681.16	100.00



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BUSINESS PERFORMANCE HIGHLIGHTS

(Amount in Rs crores)

Details	QUARTER ENDED					
	31.03.16	30.06.16	30.09.16	31.12.15	31.12.16	Variance (Y-o-Y) %
Total Deposits	174302	178268	177628	169799	190506	12.19%
Total Advances	136371	137228	141535	135971	142124	4.52%
Total Business	310673	315496	319163	305770	332630	8.78%
Investments (Net)	53864	53340	53164	50216	65394	30.22%
Net Profit	52	31	51	34	57	67.64%
CD Ratio	78.24%	77.00%	79.68%	80.10%	74.60%	



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DEPOSITS - COMPOSITION

(Amount in Rs crores)

Type of Deposit	QUARTER ENDED			
	31.03.16	31.12.15	31.12.16	Variance (Y-o-Y) %
Current Deposits	7541	9635	8931	-7.30%
% Share	4.32	5.67	4.69	
Savings Deposits	37924	36561	51168	39.95%
% Share	21.76	21.53	26.86	
CASA (Incl. bank deposits)	45465	46196	60099	30.09%
% Share	26.08	27.20	31.55	
Term Deposits (Incl. Inter Bank)	128837	123603	130407	5.50%
% Share	73.92	72.80	68.45	
TOTAL	174302	169799	190506	12.19%



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ADVANCES

(Amount in Rs crores)

SECTOR	31.03.16	31.12.15	31.12.16	Variance (Y-o-Y) %
Corporate & Mid Corporate Advances	63986	64901	64572	-0.50%
MSME	23278	23702	25835	8.99%
Retail Credit	24428	22957	26060	13.51%
Agriculture	24679	24411	25657	5.10%
Gross Bank Credit	136371	135971	142124	4.52%



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NET PROFIT

(Amount in Rs crores)

Sl. No.	Particulars	Year ended	Quarter ended				
		Mar 16	Jun 16	Sept 16	Dec 15	Dec 16	Variance (Y-o-Y)%
1	Interest Income	17635	4372	4473	4422	4408	-0.3%
2	Interest Expenses	12314	3103	3113	3060	3191	4.3%
3	NII (Spread) (1-2)	5321	1269	1360	1362	1217	-10.6%
4	Other Income	1564	484	569	379	604	59.4%
5	Operating Expenses	2925	753	886	711	911	28.1%
6	Operating Profit	3960	1000	1043	1030	910	-11.7%
7	Provisions	2956	944	957	906	828	-8.6%
8	Taxes	464	25	35	90	25	-72.2%
9	Net Profit (6-7-8)	540	31	51	34	57	67.6%



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INTEREST INCOME

(Amount in Rs crores)

Interest on	Year ended	Quarter ended				
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016	Variance (Y-o-Y)%
Advances	13468	3336	3422	3443	3309	-3.8%
Investment	3876	990	1025	959	1056	10.1%
Others	291	46	26	20	43	115.0%
TOTAL INTEREST INCOME	17635	4372	4473	4422	4408	-0.3%



INTEREST EXPENSES

(Amount in Rs crores)

Interest on	Year ended	Quarter ended				
	Mar 16	Jun 16	Sept16	Dec15	Dec16	Variance (Y-o-Y)%
Deposits	11405	2945	2914	2814	2962	5.2%
Sub-ordinate Debt/Other Innovative capital instruments	409	140	177	100	187	87.0%
Borrowings	500	18	22	146	42	-71.2%
TOTAL INTEREST EXPENSE	12314	3103	3113	3060	3191	4.2%



PROFIT & LOSS ACCOUNT – SPREAD MANAGEMENT

(Amount in Rs crore)

Particulars	Year ended	Quarter ended				
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016	Variance (Y-o-Y)%
Interest Income	17635	4372	4473	4422	4408	-0.3%
Interest Expenses	12314	3103	3113	3060	3191	4.3%
Interest Spread (NII)	5321	1269	1360	1362	1217	-10.6%
NIM(On Earning Assets)	3.18	2.90	3.11	3.24	2.66	-



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PROFIT & LOSS ACCOUNT – NON-INTEREST INCOME

(Amount in Rs crore)

Particulars	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
A) Non-interest Income from Core Operations					
1) Processing Fee	289.03	83.01	52.26	82.71	80.84
2) Other Income	305.51	75.03	115.80	53.58	104.58
3) Rent on Lockers	59.85	3.64	2.93	48.03	51.09
4) Recovery in Written off Accounts	116.51	11.36	35.01	26.87	13.56
5) Commission & Exchange	429.29	119.34	117.38	105.37	134.87
Sub Total – (A)	1200.19	292.38	323.38	316.56	384.94
B) Non Interest Income from Treasury					
1) Profit on Sale of Investments	230.55	151.97	213.32	34.87	191.41
2) Dividend Income	6.39	0.67	0.74	4.93	0.02
3) Forex Profit	127.34	38.51	32.44	22.78	27.90
Sub Total – (B)	364.28	191.15	246.50	62.58	219.33
C) Total Non Interest Income (A+B)	1564.47	483.53	569.88	379.14	604.27



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PROFIT & LOSS ACCOUNT - NON-INTEREST EXPENDITURE

(Amount in Rs crore)

Particulars	Year ended	Quarter ended				
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016	Variance (Y-o-Y)%
Establishment Expenses	1735	438	558	420	571	35.9%
Other Operating Expenses	1190	315	328	291	340	16.8%
TOTAL:	2925	753	886	711	911	28.1%



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PROVISIONS & CONTINGENCIES

(Amount in Rs crore)

Particulars	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
Income Tax	464	25	35	90	25
Dep./Loss on revaluation of Investments	68	14	28	87	4
Depreciation on Transfer to/from HTM	4	18	0	0	0
Provision for NPAs	3100	942	917	815	803
Provision against Standard Assets	67	-13	10	0	30
Provision on Restructured Assets	-319	-8	0	0	0
Others	36	-9	2	4	-9
Total	3420	969	992	996	853



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KEY RATIOS – COST & YIELD

Ratios	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
Cost of Deposits %	7.18	6.75	6.55	7.06	6.32
Cost of Funds %	6.46	6.02	5.95	6.36	5.77
Yield on Advances %	10.71	9.95	9.91	10.72	9.38
Yield on Investments %	8.05	7.91	7.84	8.05	7.84
Yield on Funds %	9.25	8.48	8.55	9.19	7.97



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PROFITABILITY RATIOS

Ratios	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
Return on Assets(ROA)%	0.28	0.06	0.10	0.07	0.10
Return on Avg. Net worth % (Annualised)	5.40	1.21	1.99	1.39	2.18
Earning per Share (Amt in Rs) Annualized	8.60	1.83	3.02	2.11	3.33
Book value per share (Amt in Rs)	150.68	151.44	152.48	155.76	153.65
Net Worth to GBC %	7.53	7.52	7.34	7.47	7.36



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OPERATING RATIOS

Ratios	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
Cost to Income Ratio (%)	42.49	42.95	45.93	40.82	50.04
Staff Cost as % of Average Working Funds	0.91	0.85	1.07	0.87	1.03
Other Operating Expenses as % of Average Working Funds	0.62	0.61	0.63	0.60	0.62
Operating Profit to AWF (%)	2.08	1.94	2.00	2.14	1.65
Staff Cost to Total Expenditure (%)	11.38	11.37	13.95	11.14	13.90



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PRODUCTIVITY RATIOS

(Amount in Rs crore)

Ratios	As on			
	Jun 2016	Sept 2016	Dec 2015	Dec 2016
Business Per Employee	15.94	16.33	16.21	17.21
Net Profit Per Employee	0.01	0.01	0.01	0.01
Business Per Branch	111.84	112.34	111.27	115.81
Gross Profit Per Branch	1.41	1.43	1.35	1.37



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CAPITAL ADEQUACY RATIOS (Basel III)

(Amount in Rs crore)

Ratio	31.03.2016		31.12.2015		31.12.2016	
Total Risk Weighted Assets	135884		135772		154617	
Common Equity Tier I Ratio	10553	7.77%	10023	7.38%	10607	6.86%
Additional Tier I Ratio	1412	1.04%	618	0.46%	2312	1.50%
Tier II Ratio	3768	2.77%	4183	3.08%	4649	3.00%
Total Capital Ratio (CRAR)	15733	11.58%	14824	10.92%	17568	11.36%



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INVESTMENTS (NET)

(Amount in Rs crore)

Particulars	31.03.2016	30.06.2016	30.09.2016	31.12.2015	31.12.2016
Net Investments	53864	53340	53164	50216	65394
HTM	39127	36667	38229	35659	41042
AFS	14737	16667	14849	13581	23335
HFT	0	6	86	976	1017
Duration (AFS)	3.77	2.15	3.01	4.43	3.94
Modified Duration (AFS)	3.61	2.06	2.89	4.25	3.81
Duration Total Portfolio	4.91	4.55	5.07	4.94	5.48
Modified Duration Total Portfolio	4.72	4.38	4.89	4.75	5.30
Yield on Investments	8.05	7.91	7.87	8.04	7.88



INVESTMENTS - CLASSIFICATION

(Amount in Rs crore)

Types of Net Investments	March 2016	% of Total	Jun 2016	% of total	Sept 2016	% of Total	Dec 2015	% of Total	Dec 2016	% of Total
SLR	48090	89.28%	47694	89.42%	48242	90.74%	46567	92.73%	59853	91.53%
Non SLR	5774	10.72%	5646	10.58%	4922	9.26%	3648	7.27%	5541	8.47%
Total	53864	100.00%	53340	100.00%	53164	100.00%	50215	100.00%	65394	100.00%



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AGRICULTURE CREDIT- BREAK UP

(Amount in Rs crore)

Category	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016	Variance (Y-o-Y) %
AGRI GOLD LOANS	4769	5153	5691	4496	5635	25.33%
AGRI TERM LOANS	2827	2698	2567	2880	2521	-12.46%
PATTABHI AGRI CASH CREDITS (KCC)	7286	7315	7674	7090	7864	10.91%
SHG FARM SECTOR	4862	4602	4647	5189	4363	-15.92%
OTHERS *	4935	5197	5486	4756	5274	10.89%
TOTAL	24679	24965	26065	24411	25657	5.10%

* Including RIDF and non priority sector



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RETAIL CREDIT- BREAK UP AS ON

(Amount in Rs crore)

Category	31.03. 16	30.06.16	30.09.16	31.12.15	31.12.16	Variance (Y-o-Y) %
Housing Loans	11811	12313	12810	11104	13224	19.09%
Non Agriculture Gold Loans	2282	2590	2694	2601	2534	-2.57%
Other Retail Credit (Educational Loans, Consumer/clean loans, deposit loans)	10335	9757	9910	9252	10302	11.34%
Total	24428	24660	25414	22957	26060	13.51%



MSME CREDIT- BREAK UP

(Amount in Rs crore)

Category	March 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016	Variance (Y-o-Y) %
MICRO	6273	6787	7189	6047	9410	55.61%
SMALL	11474	10854	11155	11836	10379	-12.30%
MEDIUM	5531	5603	5837	5819	6046	3.90%
TOTAL	23278	23244	24181	23702	25835	8.99%



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INDUSTRY WISE EXPOSURE AS ON 31.12.2016

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
1	Power	15636.05	11.05%	13054.57	9.23%
2	Housing Loans	15054.31	10.64%	14061.17	9.94%
3	NBFC	10780.97	7.62%	8626.33	6.10%
4	Iron & Steel	7678.80	5.43%	7465.99	5.28%
5	Textiles	5970.54	4.22%	5212.37	3.68%
6	Construction & Contractors	4788.91	3.38%	4367.71	3.09%
7	Commercial Real Estate	3724.76	2.63%	3079.45	2.18%
8	Rice Mills	3415.92	2.41%	2369.00	1.67%
9	Engineering (Heavy & Light)	2633.11	1.86%	2520.79	1.78%
10	Diamonds, Gems & Jewelers	1965.56	1.39%	1884.37	1.33%



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INDUSTRY WISE EXPOSURE AS ON 31.12.2016 (Contd.)

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
11	Petroleum Products	1797.01	1.27%	1400.51	0.99%
12	Drugs & Pharmaceuticals	2260.38	1.60%	1823.52	1.29%
13	Sugar	1258.97	0.89%	1072.99	0.76%
14	Hotels	974.21	0.69%	915.76	0.65%
15	Cement & Cement Products	1045.24	0.74%	906.20	0.64%
16	Tobacco	877.38	0.62%	716.61	0.51%
17	Hospitals	800.26	0.57%	696.60	0.49%
18	Educational Institutions	875.95	0.62%	660.92	0.47%
19	Distilleries	223.65	0.16%	209.49	0.15%
20	Software	183.41	0.13%	171.92	0.12%



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EXPOSURE TO INFRASTRUCTURE AS ON 31.12.2016

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
1	Energy	15636.05	11.05%	13054.57	9.23%
	a) Power	15636.05	11.05%	13054.57	9.23%
	b) Gas Transportation	0.00	0.00	0.00	0.00
2	Transportation	5120.17	3.62%	4351.94	3.08%
	a) Roads, Bridges & Rail	4736.82	3.35%	3990.01	2.82%
	b) Ports & Airports	383.36	0.27%	361.94	0.26%
3	Water & Sanitation	1431.20	1.01%	697.97	0.49%
4	Communications	2064.63	1.46%	1976.77	1.40%
5	Social & Commercial (of which)	1690.54	1.19%	1500.37	1.06%
	a) Hospitals	355.32	0.25%	305.32	0.22%
	b) Educational Institutes	347.29	0.25%	276.36	0.20%
	c) SEZ	178.02	0.13%	176.67	0.12%
	d) Cold Storage/Rural Godowns	370.31	0.26%	309.29	0.22%
	e) Fertilizers	439.60	0.31%	432.74	0.31%
	TOTAL	25942.59	18.33%	21581.63	15.25%



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ASSET QUALITY

Asset Quality	31.03.16	31.12.15	31.12.16
Standard Assets	124926.99 (91.61%)	126450.48 (93.00%)	125235.34 (88.12%)
Total NPAs (of which)	11443.63 (8.39%)	9520.92 (7.00%)	16888.34 (11.88%)
Sub-Standard Assets	3337.15 (2.45%)	3658.64 (2.69%)	5826.37 (4.10%)
Doubtful Assets	8063.97 (5.91%)	5811.70 (4.27%)	11018.05 (7.75%)
Loss Assets	42.51 (0.03%)	50.58 (0.04%)	43.92 (0.03%)
TOTAL	100.00%	100.00%	100.00%



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SECTOR WISE NPA%

(Amount in Rs crore)

SECTORS	As on 31.12.2015			As on 31.12.2016		
	Advances	NPA	NPA % to Total Advances (Sector wise)	Advances	NPA	NPA % to Total Advances (Sector wise)
AGRICULTURE	24411	1098	4.50%	25657	1375	5.36%
MSME	23702	1615	6.81%	25835	2657	10.28%
RETAIL CREDIT	22957	382	1.66%	26060	423	1.62%
LARGE & MID CORPORATE	64901	6426	9.90%	64572	12433	19.25%
TOTAL	135971	9521	7.00%	142124	16888	11.88%



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NPA MOVEMENT

(Amount in Rs crore)

PARAMETER	Year ended	Quarter ended			
	Mar 2016	Jun 2016	Sept 2016	Dec 2015	Dec 2016
NPAs at the beginning of the period	6876	11444	14137	7470	16263
Add: Additions during the period	6332	3524	2438	2522	938
NPAs after addition	13208	14968	16575	9992	17201
Less: Reduction during the period	1765	830	312	471	313
of which -Up gradation/Recovery	950	493	245	386	225
- Technical Write off/ Write off in compromise accounts	815	337	67	85	88
NPAs at the end of the period	11443	14138	16263	9521	16888
Gross NPA %	8.39%	10.30%	11.49%	7.00%	11.88%
Net NPAs at the end of the period	6036	8147	9411	5103	9382
Net NPA %	4.61%	6.21%	6.99%	3.89%	6.98%
Provision Coverage Ratio	56.89%	51.87%	50.41%	57.88%	52.12 ³⁰



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RESTRUCTURED ACCOUNTS AS ON 31.12.2016

(Amount in Rs crore)

Sl.No.	Particulars	No. of Accounts	Amount
1	Below Rs 1 Crore	28	10.92
2	Rs 1 Crore to less than Rs 25 Crores	19	155.30
3	Rs 25 Crores and above	53	8272.57
4	Total	100	8438.79



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CONSOLIDATED POSITION OF RESTRUCTURED ACCOUNTS AS ON 31.12.16

(Amount in Rs crore)	
Particulars	
Restructured up to 31.03.2016	11393.09
Fresh Restructured during the year	1087.00
Disbursements in Restructured Accounts	577.65
Sub Total	13057.74
Less- Accounts Upgraded by special provision/ accounts closed & recoveries	1432.20
-Accounts slipped to NPAs during the Period	3186.75
Restructured Closing Balance	8438.79



TOTAL RESTRUCTURED ACCOUNTS – SECTORWISE – 31.12.2016

(Amount in Rs crore)

Sl. No	Sector	As on 31.03.2016		As on 31.12.2016	
		No. of Accts	Amount in Crs	No. of Accts	Amount in Crs
1	Total Restructured Accounts and Amount	167	11393.09	100	8438.79
2	Out of which				
	i) Micro, Small and Medium Enterprises	54	429.45	29	174.35
	ii) Housing Loans Restructured	8	1.37	5	0.78
	iii) Agricultural Loans	18	64.51	10	39.88
	iv) Other Retail Credit(Educational Loans, Mortgage Loans etc)	4	0.25	0	0.00
	v) Major Industries Restructured	83	10897.51	56	8223.78



BREAK UP OF MAJOR INDUSTRIES RESTRUCTURED – As on

(Amount in Rs crore)

Sector	31.03.2016	30.06.2016	30.09.2016	31.12.2016
MSME & Major Industries (Of which)				
a. Textiles	519.96	207.12	143.72	144.53
b. Engineering	114.41	113.67	121.96	129.33
c. Sugar	250.12	157.28	161.17	166.66
d. Iron & Steel	2442.67	1913.76	737.34	495.93
e. Contractors	1396.75	838.72	769.25	762.40
Sub Total	4723.91	3230.55	1933.44	1698.85
h. Infrastructure	5774.64	6524.43	6397.90	5943.12
Of which				
i) Power	4568.85	5233.27	5169.82	4722.61
ii) Educational Institutions	78.01	73.71	72.51	70.62
iii) Roadways	976.95	1068.57	1015.58	1060.10
iv) Telecom	124.13	123.00	115.80	65.61
v) others infra	26.70	25.88	24.19	24.18
i. Others	828.41	839.37	857.75	756.16
TOTAL	11326.96	10594.35	9189.09	8398.13



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Thank you

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