



Telephone : 044 – 28889392, 28415702
E-Mail : investor@iobnet.co.in
FAX : 044 – 28585675

इण्डियन ओवरसीज़ बैंक

केंद्रीय कार्यालय- पोस्ट बॉक्स सं 3765, 763 अण्णा सालै, चेन्नै 600 002

Indian Overseas Bank

Central Office: P.B.No.: 3765, 763 Anna Salai, Chennai 600 002

Investor Relations Cell

Balance Sheet Management Department

BSMD/IRC/84 /2014-15

26.07.2014

To

The Vice President

National Stock Exchange Limited

"Exchange Plaza", C-1, Block G

Bandra-Kurla Complex, Bandra (E)

Mumbai 400 051

Attn : Shri K. Hari

Fax : 022-26598237/38

Dear Sir,

**Sub: Board Meeting: Intimation under Clause 41 of Listing Agreement
Unaudited (Reviewed) Financial Results of the Bank
for the quarter ended 30th June 2014**

Further to our letter dated BSMD/IRC/81/2014-15 dated 12.07.2014 on the above subject, we advise that the Board of Directors of our Bank in their meeting held today i.e. Saturday, 26th July 2014 have considered and approved the Unaudited (Reviewed) Financial Results of the bank for the quarter ended 30th June 2014.

We enclose the following for your records:

1. Unaudited (Reviewed) Financial Results for the quarter ended 30th June 2014 duly signed by ED and CMD.

2. Press Release.

3. Auditor's Review Report

Thanking you.

Yours faithfully,

[Radha Venkatakrishnan]

GENERAL MANAGER

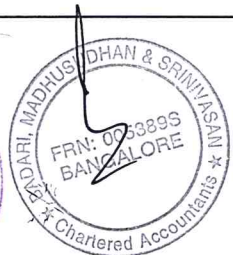
Encl(s): As above





INDIAN OVERSEAS BANK
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002
UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

Sl.No.	Particulars	Quarter ended 30.06.2014 (Reviewed)	Quarter ended 31.03.2014 (Audited)	Quarter ended 30.06.2013 (Reviewed)	Year ended 31.03.2014 (Audited)
					Rs. In Lacs
1	Interest Earned (a) + (b) + (c) + (d)	600704	587475	540263	2268373
	(a) Interest/discount on advances/bills	456461	442284	415324	1728245
	(b) Income on Investments	129098	129725	117245	499020
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	9428	15466	7694	37090
	(d) Others	5717	0	0	4018
2	Other Income	27765	60118	78452	216934
3	TOTAL INCOME (1+2)	628469	647593	618715	2485307
4	Interest Expended	458016	446409	408642	1710692
5	Operating Expenses (i) + (ii)	101812	82075	104631	374891
	(i) Employees Cost	68434	40111	70547	236261
	(ii) Other Operating Expenses	33378	41964	34084	138630
6	TOTAL EXPENDITURE (4+ 5) excluding Provisions & Contingencies	559828	528484	513273	2085583
7	OPERATING PROFIT Provisions & Contingencies (3-6) before	68641	119109	105442	399724
8	Provisions (other than tax) and Contingencies	29927	120426	84301	347840
9	Exceptional Items	0	-32420	0	-32420
10	Net Profit(+) / Loss(-) from Ordinary Activities before Tax (7-8-9)	38714	31103	21141	84304
11	Tax Expense	11542	4270	8562	24130
12	Net Profit(+) / Loss(-) from Ordinary Activities after Tax (10-11)	27172	26833	12579	60174
13	Extraordinary Items (net of tax expense)	0	0	0	0
14	Net Profit(+) / Loss(-) for the period (12-13)	27172	26833	12579	60174
15	Paid-up Equity Share Capital (Face Value of each share - Rs.10/-)	123535	123535	92410	123535
16	Reserves excluding Revaluation Reserves (As per Balance Sheet of Previous Accounting Year)	1328910	1328910	1088866	1328910
17	Analytical Ratios				
	(i) Percentage of shares held by Govt. of India	73.80	73.80	73.80	73.80
	(II) (a) Capital Adequacy Ratio (%) (Basel II)	NA	11.15	11.28	11.15
	(b) Capital Adequacy Ratio (%) (Basel III)	10.61	10.78	10.93	10.78
	(iii) Earning per share (EPS) - in rupees				
	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 annualized)	2.20	2.29	1.36	6.05
	b) Basic and Diluted EPS after Extraordinary items (Net of tax expense) for the period, for the year to date and for the previous year (not annualized)	2.20	2.29	1.36	6.05
	(iv) NPA Ratios				
	(a) Gross NPA	1035083	902048	743169	902048
	(b) Net NPA	664362	565812	458040	565812
	(c) % of Gross NPA	5.84	4.98	4.45	4.98
	(d) % of Net NPA	3.85	3.20	2.81	3.20
	(e) Return on Assets (Annualized)	0.39	0.39	0.19	0.23

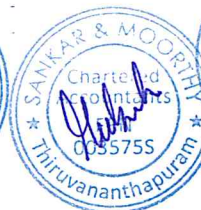




INDIAN OVERSEAS BANK
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

18	Public Shareholding				
	Number of shares	323637467	323637467	242137467	323637467
	Percentage of Share holding	26.20	26.20	26.20	26.20
19	Promoters and Promoter Group Shareholding				
	(a) Pledged/Encumbered	Nil			
	- Number of Shares.				
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)				
	- Percentage of Shares (as a % of the total share capital of the company)				
	(b) Non-encumbered				
	- Number of Shares.	91 17 10 848	91 17 10 848	68 19 57 833	91 17 10 848
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	73.80	73.80	73.80	73.80
 PLACE : CHENNAI Date : 26.07.2014 (ATUL AGARWAL) EXECUTIVE DIRECTOR  (A D M CHAVALI) EXECUTIVE DIRECTOR  (M NARENDRA) CHAIRMAN & MANAGING DIRECTOR					





INDIAN OVERSEAS BANK
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002
UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

NOTES

- 1 The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.
- 2 The working results for the Quarter ended 30/06/2014 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Forex Exposures, Restructured Advances, Depreciation on Investments & Non-Performing Investments, as per RBI guidelines. Provision for taxes, Depreciation on Fixed Assets and other usual and necessary provisions have been estimated and apportioned on proportionate basis and are subject to adjustment, if any, at the year end.
- 3 Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated the liability of Rs 29.35 Crore on Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular dated January 15, 2014. The estimated amount has been fully provided during this quarter.
- 4 In accordance with the RBI circular no. DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011, an amount of Rs. 12.33 crore has been charged to Profit & Loss Account for the quarter towards the additional Gratuity fund requirement of Rs. 246.56 crore arising on account of amendment made to Payment of Gratuity Act, 1972, which is being amortized over a period of five years from financial year 2010-11. Remaining unamortized gratuity fund liability carried forward as on 30/06/2014 is Rs.36.985 crore.
- 5 Additional Pension Fund Liability crystallised as a result of exercise of second pension option of serving employees was Rs. 758.65 crore. In accordance with RBI circular no. DBOD.BP.BC.80/21.04.018/2010-11 dated 09/02/2011, this liability is to be amortized over a period of five years from financial year 2010-11 and Rs. 37.93 crore has been charged for this quarter. Remaining unamortized Pension Fund liability carried forward as on 30/06/2014 is Rs. 113.80 crore.
- 6 In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 1st July, 2013, banks are required to make Pillar 3 disclosures under Basel III capital requirements with effect from 30th September, 2013. The disclosures are being made available on our website at the following link http://www.ioib.in/investor_cell.aspx.
- 7 In accordance with RBI guidelines, the Bank has shifted the Securities from AFS to HTM category amounting to Rs 3697.12 crore and HTM to AFS category amounting to Rs 796.73 crore during the quarter and the resultant depreciation of Rs. 253.48 crore has been charged to revenue.
- 8 Provision of Rs.33 crore has been made during the quarter towards arrears for wage revision, which will be effective from 1st November 2012, pending negotiation by IBA, to make an aggregate provision of Rs 220 crore up to 30.06.2014.
- 9 During the quarter, Non-performing Financial Assets aggregating to Rs. 914.17 crore (net of NPA provisions) were assigned to Asset Reconstruction Companies for an aggregate consideration of Rs.954.62 crore.
- 10 The Provision Coverage Ratio of the Bank as on 30.06.2014 stood at 52.85%
- 11 The above financial results, have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 26th July, 2014.
- 12 Previous period/year figures have been regrouped/reclassified wherever necessary.
- 13 The position of Investors' Complaints for the period 01/04/2014 to 30/06/2014 is as under:

Pending complaints at the beginning of the Quarter	1
Complaints received during the Quarter	58
Complaints redressed during the Quarter	59
Closing balance at the end of the Quarter	0

PLACE : CHENNAI

(ATUL AGARWAL)

(A D M CHAVALI)

(M NARENDRA)

Date : 26.07.2014

EXECUTIVE DIRECTOR

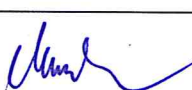
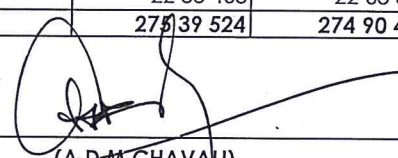
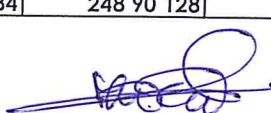
EXECUTIVE DIRECTOR

CHAIRMAN & MANAGING DIRECTOR





INDIAN OVERSEAS BANK
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002
SEGMENT RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

Particulars	Rs in Lacs			
	Quarter ended 30.06.2014 (Reviewed)	Quarter ended 31.03.2014 (Audited)	Quarter ended 30.06.2013 (Reviewed)	Year ended 31.3.2014 (Audited)
1) Segment Revenue				
a) Treasury Operations	1 23 974	1 48 867	1 69 524	5 92 049
b) Corporate / Wholesale Banking	2 88 636	2 71 051	2 88 113	11 31 545
c) Retail Banking	2 04 954	1 92 221	1 45 596	6 93 969
d) Other Banking Operations	5 161	35 396	15 453	63 539
e) Unallocated	5 744	58	29	4 205
Total	6 28 469	6 47 593	6 18 715	24 85 307
Less: Inter segment Revenue	0	0	0	0
Income from Operations	6 28 469	6 47 593	6 18 715	24 85 307
2) Segment Results after Provisions & Before Tax				
a) Treasury Operations	- 19 033	16 372	39 723	1 17 439
b) Corporate / Wholesale Banking	40 666	68 463	44 763	1 73 410
c) Retail Banking	38 437	39 159	7 673	1 08 807
d) Other Banking Operations	2 842	- 4 921	13 269	- 4 071
e) Unallocated	5 729	36	14	4 139
Operating Profit	68 641	1 19 109	1 05 442	3 99 724
Less: Provisions & Contingencies	29 927	74 706	84 301	3,47,840
Less: Income tax	11 542	17 570	8 562	24,130
Less: Exceptional items	0	0	0	-32,420
Net Profit	27 172	26 833	12 579	60 174
3) Capital Employed : Segment Assets-Segment Liabilities				
a) Treasury Operations	5 89 715	5 51 363	4 76 484	5 51 363
b) Corporate / Wholesale Banking	7 45 544	7 38 465	6 27 369	7 38 465
c) Retail Banking	2 24 642	1 86 098	87 163	1 86 098
d) Other Banking Operations	28 725	4 198	35 485	4 198
e) Unallocated	52 940	1 36 896	1 31 518	1 36 896
Total	16 41 566	16 17 020	13 58 019	16 17 020
GEOGRAPHIC SEGMENTS				
Revenue				
Domestic	6 00 400	6 19 471	5 93 197	23 74 507
Overseas	28 069	28 122	25 518	1 10 800
Total	6 28 469	6 47 593	6 18 715	24 85 307
Assets				
Domestic	253 06 056	252 27 104	224 10 630	252 27 104
Overseas	22 33 468	22 63 380	24 79 498	22 63 380
Total	275 39 524	274 90 484	248 90 128	274 90 484
 Place: Chennai (ATUL AGARWAL) Date : 26.07.2014 EXECUTIVE DIRECTOR  (A.D.M. CHAVALI) EXECUTIVE DIRECTOR  (M NARENDRA) CHAIRMAN & MANAGING DIRECTOR				





INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI

PRESS RELEASE

26.07.2014

FINANCIAL PERFORMANCE HIGHLIGHTS FOR THE QUARTER
ENDED 30th June 2014

DEPOSITS
(YOY)
13.08%



ADVANCES
(YOY)
6.25%



TOTAL
BUSINESS
(YOY)
9.94%



NET
PROFIT
(YOY)
115.99%



(1) TOTAL BUSINESS: Total business grew from Rs.3,63,087 crore as on 30.06.2013 to Rs.3,99,188 crore as on 30th June 2014 recording a **growth of 9.94%**

(2) DEPOSITS: Total deposits grew from Rs. 1,96,213/- crore as on 30.06.2013 to Rs. 2,21,879 crore as on 30th June 2014 recording a year on year **growth of 13.08 %**.

(3) ADVANCES: Gross Advances increased from Rs. 1,66,874/- crore as on 30.06.2013 to Rs.1,77,309 crore as on 30th June 2014 registering a **growth of 6.25%**.

(4) OPERATING PROFIT: Operating Profit for the three months period ended 30th June 2014 stood at Rs. 686.41 crore.

(5) NET PROFIT: Net Profit for the three months period ended 30th June 2014 is Rs.271.72 crore as against Rs.125.80 crore for the quarter ended 30.06.2013 registering a growth of 115.99%.

(6) TOTAL INCOME: Total income for the quarter ended 30.06.2014 stood at Rs.6284.69 crore as against Rs.6,187.15 crore for the corresponding quarter of last year, registering a growth of 1.58%

(7) INTEREST INCOME: Interest income for the quarter ended 30.06.2014 stood at Rs.6007.04 crore as against Rs. 5,402.63 crore for the corresponding quarter of last year, registering a growth of 11.19%.





(8) NON INTEREST INCOME: Non interest income (including profit on sale of investments) for the quarter ended 30.06.2014 stood at Rs.277.65 crore.

(9) INTEREST EXPENSES: The interest expenses for the quarter ended 30.06.2014 stood at Rs.4580.16 crore as against Rs. 4,086.42 crore for the corresponding quarter of last year.

(10) NET INTEREST INCOME: Net interest income stood at Rs.1426.88 crore for Q1 of 2014-15 as against Rs.1,316.22 crore for the corresponding quarter of the previous year.

(11) NET INTEREST MARGIN: NIM stood at 2.24 during the quarter ending 30.06.2014.

(12) CAPITAL ADEQUACY RATIO (CRAR):

	Basel III (30.06.2013)	Basel III (30.06.2014)
Tier II	7.14%	7.40%
Tier III	3.79%	3.21%
Total	10.93%	10.61%

Total **Capital funds** of the Bank stands at Rs.19937.40 crore under Basel III as on 30.06.2014 as against Rs. 17,902.66 crore as on 30.06.2013.

(13) BUSINESS PER EMPLOYEE: Business per employee for the quarter ending 30.06.2014 stood at Rs.12.77 crore as against Rs.12.33 crore for the corresponding quarter of the previous year.

(14) PROFIT PER EMPLOYEE: Profit per employee for Q1 of 2014-15 stood at Rs. 0.86 lac as against Rs. 0.43 lacs as on 30.06.2013.

(15) CREDIT DEPOSIT RATIO: CD Ratio for Q1 of 2014-15 stood at 79.91 % as against 85.05% for the corresponding quarter of the previous year.

(16) CASA RATIO: CASA Ratio stood at 24.50% as on 30.06.2014 as against 25.61% as on 30.06.2013.

(17) BOOK VALUE PER SHARE: Book value per share stood at Rs.107.86 as on 30.06.2014 as against Rs. 119.05 as on 30.06.2013.





(18) EARNINGS PER SHARE (ANNUALIZED): EPS for the quarter ended 30.06.14 stood at Rs.8.80

(19) NPA MANAGEMENT: Gross NPA as on 30.06.2014 stood at Rs. 10350.83 crore as against Rs. 7,431.69 crore as on 30.06.2013 with Gross NPA ratio of 5.84% and 4.45% respectively.

Net NPA as on 30.06.2014 stood at Rs.6643.62 crore as against Rs.4,580.40 crore as on 30.06.2013 with Net NPA ratio of 3.85% and 2.81% respectively.

(20) PROVISION COVERAGE RATIO: Provision Coverage Ratio (PCR) stood at 52.85% as on 30.06.2014.

(21) Return on Assets Ratio: Return on Assets for 3 Months (Q1 of 2014-15) stood at 0.39%

(22) Cost to income ratio: The ratio for the quarter ended 30.06.2014 stood at 59.73%.

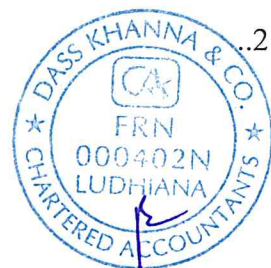
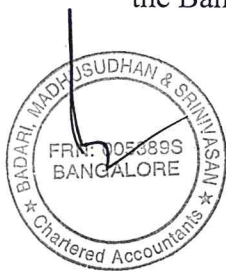


AUDITORS' REVIEW REPORT

To

**The Board of Directors
Indian Overseas Bank
Chennai**

1. We have reviewed the accompanying statement of unaudited financial results of INDIAN OVERSEAS BANK for the period ended June 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these Financial Results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. In the conduct of our Review, besides the 20 branches reviewed by us, we have relied on the review reports in respect of non performing assets received from concurrent auditors of 504 branches and other firm of auditors of 2 overseas branches specifically appointed for this purpose. These review reports cover 62.21 percent of the Advances portfolio of the Bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the Bank.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

**For Badari, Madhusudhan
& Srinivasan
Chartered Accountants**

FRN 005389S

(N.SRINIVASAN)

Partner

M.No.027887



**For B. Thiagarajan & Co
Chartered Accountants**

FRN 004371S

(B.THIAGARAJAN)

Partner

M.No.018270



**For Sankar & Moorthy
Chartered Accountants**

FRN 003575S

(MUKESH D SANCHETI)

Partner

M.No.069338



**For P R Mehra & Co
Chartered Accountants**

FRN 000051N

(SWINDER KUMAR)

Partner

M.No.014211



**For Dass Khanna & Co
Chartered Accountants**

FRN 000402N

(RAKESH SONI)

Partner

M.No.083142



Place: Chennai

Date: 26.07.2014