ఆంధ్రాబ్యాంక్
(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.

विभाग DEPT: Board Secretariat
Merchant Banking Division
Telefax 040-23230883;Tel.No.040-23252371/2388
E-mail: mbd@andhrabank.co.in

Lr. No. 666/25/P.30/650

Dt: 12.02.2016

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: Submission of Press Release of Financial Results of the Bank for the quarter ended December 31, 2015
Reg: SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing a copy of Press Release regarding performance of the Bank for the quarter ended on December 31, 2015.

Yours Faithfully,

(Y. Amarnath)
Company Secretary

Encl: as above

आन्ध्रा बैंक/ANDHRA BANK M.B. Division प्र.का./H.O.

Andhra Bank
Where India Banks

PRESS RELEASE
12.02.2016
DEC'15 QUARTER & 9M

PERFORMANCE HIGHLIGHTS

Business Performance – Growth in Key Parameters (Dec'14-Dec'15)

- **Business** grew by **17.2 %** -from **Rs. 2,60,841 Cr** to **Rs. 3,05,770 Cr.**
- **Total Deposits** grew by **19.5%** - from **Rs. 1,42,078 Cr** to **Rs. 1,69,799 Cr.**
- **CASA** Deposits grew by **25.7%** - from **Rs. 36,724 Cr** to **Rs. 46,156 Cr.**
- **Advances** grew by **14.5%** - from **Rs. 1,18,763 Cr.** to **Rs. 1,35,971 Cr.**
- **Retail Advances** grew by **23.6%** - from **Rs. 18,567 Cr.** to **Rs. 22,957 Cr.**
- **MSME Advances** grew by **32.2%** - from **Rs. 19,487 Cr.** to **Rs. 25,757 Cr.**
- **Priority Sector** Advances grew by 28.3% - from **Rs. 42,427 Cr.** to **Rs. 54,450 Cr.**
- **CASA Ratio** improved from **25.9%** (Dec'14) to **27.2%** (Dec'15)
- **Net NPA ratio** is **3.89%** (Dec'15) as compared to **3.70%** (Dec'14)
- **Gross NPA ratio** is **7.00%** (Dec'15) as compared to **5.99%** (Dec'14)

PROGRESS AT A GLANCE (Rs. in Crore)

Parameter	Mar'15	Dec'14	Dec'15	YoY %
Current Deposits	9668	7914	9595	21.2%
Savings Bank Deposits	32696	28809	36561	26.9%
CASA Deposits (excl bank deposits)	42364	36724	46156	25.7%
Term Deposits	112610	105300	123595	17.4%
Aggregate Deposits	**154974**	**142023**	**169751**	**19.5%**
Total Deposits	**155012**	**142078**	**169799**	**19.5%**
Gross Advances	**129576**	**118763**	**135971**	**14.5%**
Priority Sector	44960	42427	54450	28.3%
Agriculture	19798	19756	21992	11.3%
MSME	22200	19487	25757	32.2%
Retail Credit incl DL & CCD	19846	18567	22957	23.6%
Mid & Large Corp. & Others	67732	60952	65265	7.1%
Total Business	**284588**	**260841**	**305770**	**17.2%**
CASA % (incl CD/ bank dep.)	27.4%	25.9%	27.2%	
CD Ratio	83.6%	83.6%	80.1%	

Income & Profitability – 9 months (Period End Dec'15)

- Total Income grew by **6.9%** on y-o-y basis - from **Rs. 13169 Cr.** to **Rs. 14075 Cr.**
- Interest Income grew by **7.2%** on y-o-y basis - from **Rs. 12107 Cr.** to **Rs. 12983 Cr.**
- Non Interest Income grew by **2.8%** on y-o-y basis - from **Rs. 1062 Cr.** to **Rs. 1092 Cr.**
  Operating Profit grew by **21.4%** on y-o-y basis -from **Rs. 2295 Cr.** to **Rs. 2788 Cr.**
- Net Profit grew by **7.7%** on y-o-y basis -from **Rs. 453 Cr.** to **Rs. 488 Cr.**

PROFITABILITY (Rs. In Crore)

Sl.	Parameter	Mar'15 (Year End)	Quarter Ended			9 Months		
			Dec'14	Dec'15	Var. (%)	Dec'14	Dec'15	Var. (%)
1	Interest Income	16369	4150	4422	6.6%	12107	12983	7.2%
2	Non-Interest Income	1499	390	379	-2.8%	1062	1092	2.8%
3	Total Income	17868	4540	4801	5.8%	13169	14075	6.9%
4	Interest Expenses	11831	2891	3060	5.7%	8940	9162	2.5%
5	Operating Expenses	2739	726	712	-1.9%	1934	2127	10.0%
6	Total Expenses	14570	3617	3772	4.3%	10874	11289	3.8%
7	**Operating Profit**	**3298**	**923**	**1029**	**11.5%**	**2295**	**2787**	**21.4%**
8	Provisions & Contingencies	2660	721	995	38.0%	1842	2298	24.8%
9	**Net Profit**	**638**	**202**	**34**	**-83.2%**	**453**	**488**	**7.7%**
10	**Net Interest Income**	**4538**	**1259**	**1362**	**8.2%**	**3167**	**3821**	**20.7%**

IMPORTANT RATIOS

Parameter	Mar'15 (Year End)	Quarter		9 Months	
		Dec'14	Dec'15	Dec'14	Dec'15
Net Interest Margin (NIM) (%)	3.00%	3.43%	3.24%	2.83%	3.11%
Return on Assets (%)	0.38%	0.49%	0.07%	0.36%	0.35%
Cost of Deposits (%)	7.73%	7.66%	7.06%	7.77%	7.26%
Cost of Funds (%)	6.97%	6.97%	6.36%	7.10%	6.53%
Yield on Advances (%)	11.38%	11.66%	10.72%	11.29%	10.83%
Yield on Investments (%)	8.19%	8.15%	8.05%	8.21%	8.04%
Yield on Funds (%)	9.64%	10.00%	9.19%	9.61%	9.26%
Cost to Income Ratio (%)	45.37%	44.03%	40.82%	45.72%	43.27%
Provision Coverage Ratio (%)	58.93%	53.13%	57.88%	53.13%	57.88%
CRAR (Basel III) (%)	10.63%	10.51%	10.92%	10.51%	10.92%
EPS (annualized) (Rs)	10.82	13.68	2.11	10.25	10.51
Book Value (Rs)	153.84	154.78	155.76	154.78	155.76

ASSET QUALITY		
Parameter	**Amt. Rs. in Cr**	**%**
Gross NPA	9520.92	7.00%
Net NPA	5102.81	3.89%
Restructured Standard Advances as % to GBC	13750.56	10.11%

New Initiatives and Other Highlights

- **Asset Quality :**

1. The Gross NPA of the Bank stood at Rs. 9520.92 Cr. (7.00%) – Dec'15 as compared to Rs.7118.13 Cr. (5.99%)- Dec'14
2. The Net NPA of the Bank stood at Rs. 5102.81 Cr. (3.89%)- Dec'15 as compared to Rs. 4264.22 Cr. (3.70%) – Dec'14
3. The Provision Coverage Ratio of the Bank improved from 53.13% (Dec'14) to 57.88% (Dec'15)

- **Network Expansion :**

  - The bank has **2748 number** of branches (Rural: **807**, SU: **746**, Urban: **747** and Metro: **448**) and **3341** number of ATMs/BNAs/CRs.
  - The total number of delivery channels of the Bank is at **6127**

- **Capital Infusion:**

  - The bank has raised Rs. 500 Crore through Tier – II bonds on 18.12.2015

- **MSME Credit:**

  - The segment has registered a growth of 32.2 % on YOY basis
  - Credit to Micro & Small Enterprises (Priority & Non Priority), has grown by 32.9% on Y-O-Y basis against stipulated norm of 20%.

Retail Credit

- The Bank's Retail Credit portfolio stood at Rs. 22,957 crore as on 31.12.2015 as against Rs.18567 crore as on 31.12.2014, with y-o-y growth of Rs.4390 Crs. The segment has registered a growth of 24% on y-o-y basis.
- Housing loans portfolio has increased from Rs 9031 Crs as on 31.12.2014 to Rs.11,104 Crs as on 31.12.2015 absolute growth of Rs 2073 crs registering growth of 23% on y-o-y basis.

- Vehicle Loans portfolio has increased from Rs 793 Crs as on 31.12.2014 to Rs.964 Crs as on 31.12.2015 with absolute growth of Rs 171 crs registering a growth of 22% on y-o-y basis.
- Education loans portfolio has increased from Rs.1730 Crores as on 31.12.2014 to Rs.2125 Crore as on 31.12.2015 with absolute growth of Rs.395 Crores registering a growth of 23% on y-o-y basis.

Priority Sector Advances :

- **Priority Sector advances** of the bank stood at **Rs.54,450 Crore** at the end of Dec. 2015 registering a growth rate of 28.33% (y-o-y). The absolute increase over Dec. 2014 is Rs.12,023 Crore. Total Priority sector advances constitute about **41.80% of Adjusted Net Bank Credit** as against the norm of 40% as on 31.12.2015.

- **Agricultural advances (Agri-Priority)** of the bank stood at **Rs.21,913 Crore** at the end of Dec. 2015 registering a growth rate of 10.92% (y-o-y). The absolute increase over Dec. 2014 is Rs.2,157 Crore. Bank has achieved **16.82% of ANBC** under agriculture advances as on 31.12.2015 as against the statutory norm of 18% for March, 2016.

- Advances to **Weaker sections** stood at **Rs.15,935 Crore** at the end of Dec. 2015. Bank surpassed the target of 10% of ANBC to weaker sections by achieving 12.23% of ANBC as on 31.12.2015.

- Total credit extended to **Women beneficiaries** at the end of Dec. 2015 was Rs.15,320 Crore comprising of 11.27% of Net Bank Credit, as against the RBI norm of 5%.

- Bank has extended financial assistance to **2,27,835 Self Help Groups (SHGs)** with total exposure of **Rs.5,695 Crore** as on 31.12.2015.

- Total credit extended to **Minority communities** was Rs.5,013 Crore as on 31.12.2015 i.e., 11.15% of priority sector advances (as on March 15) as against the norm of 15%.

- Bank has established its **First RSETTI at Siddipet, Medak district in Telangana state.**

IT Initiatives & Achievements:

- Customization of **Crop Insurance Module** was made available in Andhra Pradesh / Telangana states.

- Immediate Payment Service (IMPS) through Branches: New module is developed in Finacle to enable IMPS transaction at branches. Using IMPS Branch module, customer can remit funds to other bank customers instantly using account number and IFSC.

- Mobile Banking registration/deregistration/m-PIN through Internet Banking: Facility is enabled for customers to register/de-register/set m-PIN themselves using Internet Banking.

- Online e-TDR and Term Deposit closure for net Banking customers: Customers opening online Term Deposit account can generate Term Deposit Receipt in PDF format (e-TDR). Customer can close such accounts online.

- Utility Bill Payments for retail customers through M/s Paytm PG services: Our Bank has integrated with Paytm payment gateway services. With this facility our Bank retail internet banking customers can make payments online for merchandise purchased from the merchants enrolled by Paytm.

- Andhra Bank Cube: Bank has launched cobranded wallet with M/s Citrus. Using this digital personal finance manager Mobile App, Customers can Create payment reminders and make payments.

- Andhra Bank has opened official Facebook and Twitter accounts.

Financial Inclusion :

- PMJDY- Bank has opened 21.49 Lakh accounts with average balance of Rs. 817 Cr. Bank issued 19.15 lakh Rupay Cards to PMJDY customers. Overdraft facility is enabled in micro ATMs, and in ATMs.
- APY - 1,40,775 customers have been brought under APY scheme
- PMSBY -66.20 lakh accounts have been enrolled under PMSBY as on Dec 2015. There is an increase of 28.72 lakh enrollments from 1st Oct. 2015.
- PMJJBY-6.38 lakh accounts have been enrolled under PMJBY as on Dec 2015. There is an increase of 0.25 lakh enrollments from 1st Oct. 2015.

- Enrolment of all Social Security Schemes is enabled in all PoS devices and in alternate delivery channels.

AWARDS

- Our Bank was awarded SKOTCH order-of-merit award for "India's Best-2015 for SME Enablement.
- Bank is in 1st position in terms of percentage of achievement to target under APY among all Public Sector Banks.
- Bank received best performance award from PFRDA on 4.2.2016 among all public sector banks.

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