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.

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.77/498

Dt: 09.02.2017

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

SYMBOL: ANDHRABANK

Dear Sir,

Sub: Submission of Unaudited (Reviewed) Financial Results of the Bank along with the Limited Review Report on the Results for the Quarter ended December 31, 2016 – Compliance to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Our letter no. 666/25/P.30/482 dated 27.01.2017

In compliance to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the Unaudited (Reviewed) Financial Results of the Bank along with the Segment Reporting and Limited Review Report for the quarter ended December 31, 2016. The same has been approved by the Board of Directors of the Bank at its meeting held on Thursday, February 09, 2017.

We request you to take the same on record and disseminate on your website.

The meeting of the Board of Directors commenced at 12.30 PM and concluded at 02:40 pm

Yours Faithfully,

(Y. Amarnath)
Company Secretary

Encl: as above

ANDHRA BANK M.B. Division H.O. Hyd.

ANDHRA BANK
:: HYDERABAD::

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER, 2016

(₹ in Lacs)

Sl.No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		REVIEWED					AUDITED
1	**Interest Earned (a) + (b) + (c) + (d)**	**440857**	**447279**	**442226**	**1325333**	**1298316**	**1763468**
	(a) Interest / Discount on Advances / Bills	330855	342154	344319	1006641	1007446	1346743
	(b) Income on Investments	105649	102436	95937	307117	282633	387586
	(c) Interest on balances with Reserve Bank of India and Other inter bank funds	2595	1689	884	8133	4636	6381
	(d) Others	1758	1000	1086	3442	3600	22758
2	**Other Income**	**60429**	**56988**	**37914**	**166770**	**109164**	**156448**
3	**Total Income (1+2)**	**501286**	**504267**	**480140**	**1491103**	**1407479**	**1919916**
4	**Interest Expended**	**319060**	**311335**	**306082**	**940675**	**916229**	**1231371**
5	**Operating Expenses (i)+(ii)**	**91185**	**88609**	**71058**	**255078**	**212587**	**292544**
	(i) Employees cost	57008	55811	42000	156668	127924	173472
	(ii) Other Operating expenses	34177	32798	29056	98410	84663	119072
6	**Total Expenditure (Excluding Provisions & Contingencies) (4+5)**	**410245**	**399944**	**377138**	**1195753**	**1128816**	**1523915**
7	**Operating Profit (Before Provisions & Contingencies) (3-6)**	**91041**	**104323**	**103002**	**295350**	**278663**	**396001**
8	Provisions (other than tax) and Contingencies	82871	95681	90556	272929	193339	295598
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+) / Loss (-) from ordinary activities before tax (7-8-9)	8170	8642	12446	22421	85324	100403
11	Tax expense	2500	3500	9000	8500	36500	46419
12	Net Profit (+) / Loss (-) from ordinary activities after tax (10-11)	5670	5142	3446	13921	48824	53984
13	Extraordinary Items (net of tax expense)	-	-	-	-	-	-
14	**Net Profit (+) / Loss (-) for the period (12-13)**	**5670**	**5142**	**3446**	**13921**	**48824**	**53984**
15	Paid-up equity share capital (Face value of each share ₹ 10/-)	68116	68116	65231	68116	65231	66116
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	962292	962292	874837	962292	874837	962292
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	61.26	61.26	63.97	61.26	63.97	61.26
	(ii)Capital Adequacy Ratio - BASEL-II (%)	11.55	12.30	10.83	11.55	10.83	11.86
	Capital Adequacy Ratio - BASEL-III (%)	11.36	12.12	10.92	11.36	10.92	11.58
	(iii)Earnings per share 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)	0.83	0.75	0.53	2.04	7.88	8.60
	b) Basic and Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.83	0.75	0.53	2.04	7.88	8.60
	(iv) NPA Ratios						
	a. Gross Non Performing Assets	1688834	1626286	952092	1688834	952092	1144363
	b. Net Non Performing Assets	938238	941127	510281	938238	510281	603565
	c. % of Gross NPAs	11.88	11.49	7.00	11.88	7.00	8.39
	d. % of Net NPAs	6.98	6.99	3.89	6.98	3.89	4.61
	(v) Return on Assets (Annualised) (%)	0.10	0.10	0.07	0.09	0.35	0.26



EGMENT REPORT

art A: Business Segments

(₹ in Lacs)

	Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		REVIEWED					AUDITED
1	**Segment Revenue**						
	(a) Treasury	131164	129262	101315	382348	311884	430899
	(b) Corporate/Wholesale Banking	171574	173243	174611	521495	533258	702972
	(c) Retail Banking	156510	154591	151739	454576	422734	577868
	(d) Other Banking Operations	42038	47171	52475	132684	139603	208177
	Total	501286	504267	480140	1491103	1407479	1919916
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Income from Operations	**501286**	**504267**	**480140**	**1491103**	**1407479**	**1919916**
2	**Segment Results**						
	(a) Treasury	23886	26741	21862	75733	61749	88877
	(b) Corporate/Wholesale Banking	31068	35845	37641	103295	105578	144994
	(c) Retail Banking	28516	31979	32363	90040	83696	119191
	(d) Other Banking Operations	7571	9758	11136	26282	27640	42939
	Total	**91041**	**104323**	**103002**	**295350**	**278663**	**396001**
	Less : Other Un-allocable Expenditure	82871	95681	90556	272929	193339	295598
	Total Profit Before Tax	**8170**	**8642**	**12446**	**22421**	**85324**	**100403**
	Income tax and other taxes paid	2500	3500	9000	8500	36500	46419
	Net Profit	**5670**	**5142**	**3446**	**13921**	**48824**	**53984**
3	**Capital Employed**						
	(a) Treasury	144226	186070	175895	144226	175895	150365
	(b) Corporate/Wholesale Banking	257639	259138	305330	257639	305330	262942
	(c) Retail Banking	273052	242509	246910	273052	246910	237990
	(d) Other Banking Operations	90586	81777	82773	90586	82773	95450
	(e) Unallocated	352237	341056	280386	352237	280386	352692
	Total	**1117740**	**1110550**	**1091294**	**1117740**	**1091294**	**1099439**

art B: Geographic Segments: There is only one segment i.e. Domestic Segment

Notes:

1) The financial results for the quarter / nine months ended 31st December, 2016 have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on 09th February, 2017. The same have been subjected to a limited review by the Statutory Central Auditors of the Bank.

2) The financial results have been prepared following the same accounting policies and generally accepted practices as those followed in the annual financial statements for the year ended 31st March, 2016.

3) The working results for the quarter ended 31st December, 2016 have been arrived at after considering provisions for Non-Performing Advances, Non-Performing Investments, Standard Advances, Restructured Advances, Provision for exposure to entities with unhedged Foreign Currency Exposure and Depreciation on Investments and on Fixed Assets. All other usual and necessary provisions including Gratuity, Pension, Leave encashment and other long term employee benefits, taxation have been made on an estimated basis and are subject to adjustments, if any, at the year end. Deferred tax liability/asset is being reckoned on Annual basis.

4) Pursuant to RBI Circular No. DBR.No.BP.BC.34/21.04.132/2016-17 dated 10th November, 2016 on "Schemes for Stressed Assets - Revisions", during the quarter ended 31st December, 2016, in respect of Standard Facilities under Strategic Debt Restructuring (SDR) and Scheme for Sustainable Structuring of Stressed Assets (S4A), the Bank has not recognized unrealised interest of ₹ 83.85 crore on accrual basis for the quarter ended 31st December, 2016. Further such unrealised interest recognised up to 30th September, 2016 on accrual basis of ₹ 106.33 crore has been reversed during the quarter ended 31st December, 2016.

5) In terms of Reserve Bank of India circular no. DBOD.No.BP.BC.1/21.06.201/2015-16 dated 1st July, 2015 on 'Basel III Capital Regulations' read together with RBI circular DBR.No.BP.BC.80/21.06.201/2014-15 dated 31st March, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standard Amendments' requires banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III Framework. These disclosures are being made available on the Bank's website at the link http://andhrabank.in/english/regulatory.aspx. These quarterly Pillar 3 disclosures have not been subjected to limited review by the Statutory Central Auditors of the Bank.

6) Status of Investor Complaints : Investor complaints pending as on 30th September, 2016 : Nil. Complaints received during the quarter : 1 and Disposed off during the quarter : 1. Pending as on 31st December, 2016 : Nil.

7) The provision Coverage Ratio as on 31st December, 2016 is 52.12%.

8) Figures of the corresponding previous periods have been regrouped / restated wherever necessary.

AJIT KUMAR RATH
EXECUTIVE DIRECTOR

S.K.KALRA
EXECUTIVE DIRECTOR

SURESH N PATEL
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place: Hyderabad
Date: 09.02.2017



PREM GUPTA & CO.
Chartered Accountants
New Delhi

BASHA & NARASIMHAN
Chartered Accountants
Visakhapatnam

V. KRISHNAN & CO.
Chartered Accountants
Vellore

SAGAR & ASSOCIATES
Chartered Accountants
Hyderabad

LIMITED REVIEW REPORT

The Board of Directors,
Andhra Bank,
Hyderabad.

1. We have reviewed the accompanying statement of unaudited financial results of Andhra Bank ("the Bank") for the Quarter / Period ended December 31, 2016. The disclosures relating to "Pillar 3 under Basel III Capital Requirements" and "Liquidity Coverage Ratio" as have been disclosed on the Banks website have not been reviewed by us. This statement of unaudited financial results 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 statements based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 the Bank 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, we have reviewed 20 Branches, Investment & International Banking Division, Mumbai and Certain specific 68 borrower accounts and un-reviewed returns in respect of 36 Zonal Offices and 2852 branches, and relied on the review reports in respect of non-performing assets received from the concurrent auditors of 514 branches, inspections teams of the Bank of NIL branches and NIL number of branches reviewed by other auditors specifically appointed for this purpose. These review reports cover 50.29% of the advances portfolio of the Bank and 66.46% of non performing assets of the Bank as on 31st December, 2016. Apart from

PREM GUPTA & CO. Chartered Accountants FRN No. 000425N New Delhi

V. Krishnan & Co. Chartered Accountants FRN-001511S Vellore

Basha & Narasimhan Chartered Accountants FRN-006031S Visakhapatnam

Sagar & Associates Chartered Accountants FRN-003610S Hyderabad

these review reports, in the conduct of our review, we have also relied upon various returns received from the branches / zonal offices of the Bank and generated through centralized data base at the Bank's Head Office.

4. Based on our review conducted as above, subject to limitations in scope as mentioned in para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, together with the notes there on, 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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.

Statutory Central Auditors

For Prem Gupta & Co Chartered Accountants FR No: 000425N (CA Shakun Gupta) Partner M.No. 506838	For Basha & Narasimhan Chartered Accountants FR No: 006031S (CA K.Narasimha Sah) Partner M.No. 201777
For V. Krishnan & Co. Chartered Accountants FR No: 001541S (CA J. Sivakumar) Partner M.No. 217774	For Sagar & Associates Chartered Accountants FR No. 003510S (CA D. Manohar) Partner M.No. 029644

Station : Hyderabad
Date : 09th February 2017