ఆంధ్రాబ్యాంక్
(భారత ప్రభుత్వ సంస్థ)
आन्ध्रा बैंक
(भारत सरकार का उपक्रम)
Andhra Bank
(A Govt. of India Undertaking)

आन्ध्रा बैंक Andhra Bank
प्रधान कार्यालय HEAD OFFICE
''डॉ. पट्टाभि भवन'' "Dr. PATTABHI BHAVAN"
5-9-11, सैफाबाद 5-9-11, SAIFABAD
हैदराबाद - 500 004. HYDERABAD - 500 094.

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

Lr. No. 666/25/P.30/ P.77/564

Dt: 08.02.2018

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, 2017 – Compliance to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Our letter no. 666/25/P.29/548 dated 29.01.2018

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, 2017. The same has been approved by the Board of Directors of the Bank at its meeting held on Thursday, February 08, 2018.

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

The meeting of the Board of Directors commenced at 02.30 p.m and concluded at 07.20 p.m

Yours Faithfully,

(Ruchi R)
Company Secretary

Encl: as above

Andhra Bank M. B. Division O.Hyd.

ANDHRA BANK
:: HYDERABAD::

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER, 2017

(₹ in Lacs)

Sl.No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
		REVIEWED					AUDITED
1	**Interest Earned (a) + (b) + (c) + (d)**	**454926**	**441745**	**440857**	**1336867**	**1325333**	**1802742**
	(a) Interest / Discount on Advances / Bills	330014	324430	330855	978763	1006641	1359771
	(b) Income on investments	119182	107659	105649	328537	307117	423006
	(c) Interest on balances with Reserve Bank of India and Other inter bank funds	1262	1318	2595	12250	8133	10939
	(d) Others	4468	8338	1758	17317	3442	9026
2	**Other Income**	**54417**	**58789**	**60429**	**188531**	**165770**	**230830**
A	**Total Income (1+2)**	**509343**	**500534**	**501286**	**1525398**	**1491103**	**2033572**
3	**Interest Expended**	**287705**	**291630**	**319060**	**875436**	**940675**	**1249578**
4	**Operating Expenses (e)+(f)**	**88606**	**79409**	**91185**	**250482**	**255078**	**345199**
	(e) Employees cost	48966	44133	57008	141464	156668	209678
	(f) Other Operating expenses	39640	35276	34177	109018	98410	135521
B	**Total Expenditure (Excluding Provisions & Contingencies) (3+4)**	**376311**	**371039**	**410245**	**1125918**	**1195753**	**1594777**
C	**Operating Profit (Profit before Provisions & Contingencies) (A-B)**	**133032**	**129495**	**91041**	**399480**	**295350**	**438795**
D	Provisions (other than tax) and Contingencies	242334	166806	82871	539251	272929	402862
	Of which provisions for Non-performing Assets	174499	158587	80391	454011	266246	383404
E	Exceptional Items	-	-	-	-	-	-
F	Provision for taxes	(56100)	1200	2500	(52100)	8500	18500
G	Net Profit from Ordinary activitiy (C-D-E-F)	(53202)	(38511)	5670	(87671)	13921	17433
H	Extraordinary items (net of tax expense)	-	-	-	-	-	-
I	**Net Profit / Loss for the period (G-H)**	**(53202)**	**(38511)**	**5670**	**(87671)**	**13921**	**17433**
5	Paid-up equity share capital (Face value of each share ₹ 10/-)	87280	87280	68116	87280	68116	68116
6	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	983577	983577	962292	983577	962292	983577
7	Analytical Ratios						
	(i) Percentage of shares held by Government of India	69.77	69.77	61.26	69.77	61.26	61.26
	(ii) Capital Adequacy Ratio (%)	12.17	11.43	11.36	12.17	11.36	12.38
	a. CET 1 Ratio (%)	6.79	7.09	6.86	6.79	6.86	7.69
	b. Additional Tier 1 Ratio (%)	1.77	1.41	1.50	1.77	1.50	1.48
	(iii) Earnings per share in ₹	(6.10)	(4.81)	0.83	(10.04)	2.04	2.56
	(iv) a. Amount of Gross Non Performing Assets	2159932	1983858	1688834	2159932	1688834	1766998
	b. Amount of Net Non Performing Assets	1085832	1057360	938238	1085832	938238	1035481
	c. % of Gross NPAs	14.26	13.27	11.88	14.26	11.88	12.25
	d. % of Net NPAs	7.72	7.55	6.98	7.72	6.98	7.57
	(v) Return on Assets (Annualised) (%)	(0.90)	(0.67)	0.10	(0.51)	0.09	0.08



SEGMENT REPORT

Part A: Business Segments (₹ in Lacs)

	Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
		REVIEWED					AUDITED
1	**Segment Revenue**						
	(a) Treasury	130144	120144	131164	394330	382348	523241
	(b) Corporate/Wholesale Banking	136453	154986	171574	446858	521495	671466
	(c) Retail Banking	191739	170475	156510	526643	454576	623062
	(d) Other Banking Operations	51007	54929	42038	157567	132684	215803
	Total	509343	500534	501286	1525398	1491103	2033572
	Less: Inter Segment Revenue	-	-	-	-	-	-
	Income from Operations	**509343**	**500534**	**501286**	**1525398**	**1491103**	**2033572**
2	**Segment Results**						
	(a) Treasury	33989	31014	23886	103269	75733	112903
	(b) Corporate/Wholesale Banking	35626	40112	31068	117026	103295	144886
	(c) Retail Banking	50095	44143	28516	137920	90040	134442
	(d) Other Banking Operations	13322	14226	7571	41265	26282	46564
	Total	**133032**	**129495**	**91041**	**399480**	**295350**	**438795**
	Less : Other Un-allocable Expenditure	242334	166806	82871	539251	272929	402862
	Total Profit Before Tax	**(109302)**	**(37311)**	**8170**	**(139771)**	**22421**	**35933**
	Income tax and other taxes paid	(56100)	1200	2500	(52100)	8500	18500
	Net Profit	**(53202)**	**(38511)**	**5670**	**(87671)**	**13921**	**17433**
3	**Segment Assets**						
	(a) Treasury	7511916	6959799	7272420	7511916	7272420	7252221
	(b) Corporate/Wholesale Banking	7165969	7284700	7959261	7165969	7959261	7467460
	(c) Retail Banking	6797143	6444755	5378733	6797143	5378733	5988643
	(d) Other Banking Operations	1213008	1306035	1219839	1213008	1219839	1241741
	(e) Unallocated	337002	303378	362188	337002	362188	262547
	Total	**23025038**	**22298667**	**22192441**	**23025038**	**22192441**	**22212612**
4	**Segment Liabilities**						
	(a) Treasury	7343892	6745001	7128194	7343892	7128194	7055125
	(b) Corporate/Wholesale Banking	6939040	7015578	7701622	6939040	7701622	7180392
	(c) Retail Banking	6484987	6127852	5105681	6484987	5105681	5704812
	(d) Other Banking Operations	1097357	1191233	1129253	1097357	1129253	1127980
	(e) Unallocated	7457	6915	9951	7457	9951	7637
	Total	**21872733**	**21086579**	**21074701**	**21872733**	**21074701**	**21075946**
5	**Capital Employed**						
	(a) Treasury	168024	214798	144226	168024	144226	197096
	(b) Corporate/Wholesale Banking	226929	269122	257639	226929	257639	287068
	(c) Retail Banking	312156	316903	273052	312156	273052	283831
	(d) Other Banking Operations	115651	114802	90586	115651	90586	113761
	(e) Unallocated	329545	296463	352237	329545	352237	254910
	Total	**1152305**	**1212088**	**1117740**	**1152305**	**1117740**	**1136666**

Part 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, 2017 have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on 08th February, 2018. 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, 2017.



3) The working results for the quarter ended 31st December, 2017 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.

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, 2017, 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 amounting to ₹ 333.60 crore upto 31st December, 2017 on accrual basis.

5) During the current quarter, Bank has raised, by issuing Basel-III compliant, Tier-II Bonds amounting to ₹ 1000 crore and Basel-III compliant, Additional Tier-I Perpetual Debts Bonds amounting to ₹ 500 crore, in the nature of debentures on private placement basis.

6) 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 ₹ 69.34 crore from Revenue Reserve towards interest of Additional Tier-I Perpetual Basel III Compliant bonds during the quarter ended 31st December, 2017.

7) 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.

8) As per RBI "Directions for initiating Insolvency Process – Provisioning Norms" vide letter no. DBR.No.BP.15199/21.04.048/2016-17, dated 23rd June, 2017, the bank was required to make additional provision in respect of eight (8) identified accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), 2016 of ₹ 659.06 crores over and above the IRAC norms to be proportionately spread over three quarters starting from 2nd quarter i.e. September 2017, so that the required provision is fully in place by March 31, 2018. As against the required proportionate provision of ₹ 419.08 crores upto December 31, 2017 (including ₹ 217.04 crores upto September 30, 2017), the bank has provided for the necessary amount of additional provision of ₹ 202.04 crore for quarter December 31, 2017. The balance amount of ₹ 239.98 crore will be provided for by March 31, 2018.

9) As per RBI letter no. DBR.No.BP.1842/21.04.048/2017-18, dated 28th August, 2017 on "Resolution of Stressed assets", the bank is required to make additional provision in respect of fourteen (14) identified accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), 2016 of ₹ 469.76 crores over and above the IRAC norms to be fully in place by March 31, 2018.The Bank has made a provision of ₹ 181.05 crores upto December 31, 2017 and the balance amount of ₹ 288.71 crore will be provided for by March 31, 2018.

10) Status of Investor Complaints : No Investor complaints were pending as on 30th September, 2017. Complaints received and disposed off during the quarter : Nil. Pending as on 31st December, 2017 : Nil.

11) The provision coverage ratio as on 31st December, 2017 is 57.44%.

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

KUL BHUSHAN JAIN
EXECUTIVE DIRECTOR
MD & CEO (ADDL. CHARGE)

AJIT KUMAR RATH
EXECUTIVE DIRECTOR
MD & CEO (ADDL. CHARGE)

Place: Hyderabad
Date: 08.02.2018



ANDHRA BANK
:: HYDERABAD::

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER, 2017

(₹ in Lacs)

Sl.No.	PARTICULARS	QUARTER ENDED 31.12.2017	NINE MONTHS ENDED 31.12.2017	QUARTER ENDED 31.12.2016
1	Total income from operations (net)	509343	1525398	501286
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(109302)	(139771)	8170
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(109302)	(139771)	8170
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(53202)	(87671)	5670
5	Equity Share Capital	87280	87280	68116
6	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year	983577	983577	962292
7	Earnings Per Share (of ₹10/- each) (for continuing and discontinued operations) -			
	Basic :	(6.10)	(10.04)	0.83
	Diluted:	(6.10)	(10.04)	0.83

Note: The above is an extract of the detailed format of quarterly / nine months ended 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 quarterly / nine months ended 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
MD & CEO (ADDL. CHARGE)

AJIT KUMAR RATH
EXECUTIVE DIRECTOR
MD & CEO (ADDL. CHARGE)

Place: Hyderabad
Date: 08.02.2018

ANDHRA BANK केन्द्रीय लेखा विभाग Central Accounts Dept. H.O., Hyd.

SAGAR & ASSOCIATES **Chartered Accountants** H.No. 6-3-244/5, Sarada Devi Street, Prem Nagar **Hyderabad – 500 004**	AGARWAL & SAXENA **Chartered Accountants** 510-511, City Centre, 63/2, The Mall, **Kanpur – 208 001**	RAY & CO **Chartered Accountants** Shakespeare Court, 21A, Shakespeare Sarani, Flat 8C, 8th Floor, **Kolkata – 700 017**	SANTOSH GUPTA & CO **Chartered Accountants** 417, Atlanta Estate, G M Link Road, Vitt Bhatti, Goregaon (East), **Mumbai – 400 063**

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 and period ended December 31, 2017. The disclosures relating to Pillar 3 under Basel III Capital Regulations, Leverage Ratio and Liquidity Coverage Ratio as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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, 215 specifically selected borrower accounts, un-reviewed returns in respect of 2332 branches and also relied on the certificates in respect of non-performing assets submitted by the Concurrent Auditors in respect of 560 branches to the Bank's management. These review reports and certificates cover 75.76% of the advances portfolio of the Bank and 91.85% of the total non-performing advances of the Bank as on 31st December, 2017. Apart from these review reports and certificates, in the conduct of our review, we have also relied upon various information and returns received from the unreviewed branches/ other offices.

Sagar & Associates Chartered Accountants FRN-003510S Hyderabad

Agarwal & Saxena Chartered Accountants FRN-002108C Kanpur

Ray & Co Chartered Accountants FRN-303124E Kolkata

Santosh Gupta & Co. Chartered Accountants FRN-009713N Mumbai

8 FEB 2018

SAGAR & ASSOCIATES Chartered Accountants H.No. 6-3-244/5, Sarada Devi Street, Prem Nagar **Hyderabad – 500 004**	AGARWAL & SAXENA Chartered Accountants 510-511, City Centre, 63/2, The Mall, **Kanpur – 208 001**	RAY & CO Chartered Accountants Shakespeare Court, 21A, Shakespeare Sarani, Flat 8C, 8th Floor, **Kolkata – 700 017**	SANTOSH GUPTA & CO Chartered Accountants 417, Atlanta Estate, G M Link Road, Vitt Bhatti, Goregaon (East), **Mumbai – 400 063**

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 thereon, 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 read with RBI circular RBI/2016-17/29 Ref.DBS.ARS.No.BC.2/08.91.001/2016-17 dated 28/07/2016 with respect to quarterly review of accounts of Public Sector Banks 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 Sagar & Associates
Chartered Accountants
(Firm Reg. No. 003510S)

Sagar & Associates Chartered Accountants FRN-003510S Hyderabad

(CA V. Vidyasagar Babu)
Partner
M. No. 027357

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

Agarwal & Saxena Chartered Accountants FRN-002405C Kanpur

(CA Anil K. Saxena)
Partner
M. No. 71600

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

Ray & Co Chartered Accountants FRN-313124E Kolkata

(CA Subrata Ray)
Partner
M. No. 51205

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

Santosh Gupta & Co. Chartered Accountants FRN-009713N Mumbai

(CA Santosh Gupta)
Partner
M. No. 88409

Place : Hyderabad
Date : 08th February 2018