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.30/ P.77/408

Dt: 02.11.2017

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/ Half Year ended September 30, 2017 – Compliance to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Our letter no. 666/25/P.30/376 dated 20.10.2017

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/ Half Year ended September 30, 2017. The same has been approved by the Board of Directors of the Bank at its meeting held on Thursday, November 02, 2017.

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

The meeting of the Board of Directors commenced at 02:00 P.M and concluded at 04:10 P.M.

Yours Faithfully,

Ruchi

(Ruchi R)
Company Secretary

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

ANDHRA BANK
:: HYDERABAD::

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2017

(₹ in Lacs)

Sl.No.	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
		REVIEWED					AUDITED
1	**Interest Earned (a) + (b) + (c) + (d)**	**441745**	**440196**	**447279**	**881941**	**884476**	**1802742**
	(a) Interest / Discount on Advances / Bills	324430	324319	342154	648749	675786	1359771
	(b) Income on investments	107659	101696	102436	209355	201468	423006
	(c) Interest on balances with Reserve Bank of India and Other inter bank funds	1318	9670	1689	10988	5538	10939
	(d) Others	8338	4511	1000	12849	1684	9026
2	**Other Income**	**58789**	**75325**	**56988**	**134114**	**105341**	**230830**
3	**Total Income (1+2)**	**500534**	**515521**	**504267**	**1016055**	**989817**	**2033572**
4	**Interest Expended**	**291630**	**296101**	**311335**	**587731**	**621615**	**1249578**
5	**Operating Expenses (i)+(ii)**	**79409**	**82467**	**88609**	**161876**	**163893**	**345199**
	(i) Employees cost	44133	48365	55811	92498	99660	209678
	(ii) Other Operating expenses	35276	34102	32798	69378	64233	135521
6	**Total Expenditure (Excluding Provisions & Contingencies) (4+5)**	**371039**	**378568**	**399944**	**749607**	**785508**	**1594777**
7	**Operating Profit (Before Provisions & Contingencies) (3-6)**	**129495**	**136953**	**104323**	**266448**	**204309**	**438795**
8	Provisions (other than tax) and Contingencies	166806	130111	95681	296917	190058	402862
9	Exceptional Items	-	-	-	-	-	-
10	Profit (+) / Loss (-) from ordinary activities before tax (7-8-9)	(37311)	6842	8642	(30469)	14251	35933
11	Tax expense	1200	2800	3500	4000	6000	18500
12	Net Profit (+) / Loss (-) from ordinary activities after tax (10-11)	(38511)	4042	5142	(34469)	8251	17433
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-
14	**Net Profit (+) / Loss (-) for the period (12-13)**	**(38511)**	**4042**	**5142**	**(34469)**	**8251**	**17433**
15	Paid-up equity share capital (Face value of each share ₹ 10/-)	87280	68116	68116	87280	68116	68116
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	983577	983577	962292	983577	962292	983577
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	69.77	61.26	61.26	69.77	61.26	61.26
	(ii)Capital Adequacy Ratio - BASEL-II (%)	11.61	12.17	12.30	11.61	12.30	12.69
	Capital Adequacy Ratio - BASEL-III (%)	11.43	11.98	12.12	11.43	12.12	12.38
	(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)	(4.81)	0.59	0.75	(4.65)	1.21	2.56
	b) Basic and Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	(4.81)	0.59	0.75	(4.65)	1.21	2.56
	(iv) NPA Ratios						
	a. Gross Non Performing Assets	1983858	1942804	1626286	1983858	1626286	1766998
	b. Net Non Performing Assets	1057360	1112024	941127	1057360	941127	1035481
	c. % of Gross NPAs	13.27	13.33	11.49	13.27	11.49	12.25
	d. % of Net NPAs	7.55	8.09	6.99	7.55	6.99	7.57
	(v) Return on Assets (Annualised) (%)	(0.67)	0.07	0.10	(0.30)	0.08	0.08

STATEMENT OF ASSETS & LIABILITIES

(₹ in Lacs)

Particulars	As on		
	30.09.2017	30.09.2016	31.03.2017
	REVIEWED		AUDITED
Capital and Liabilities			
Capital	87280	68116	68116
Reserves and Surplus	1124808	1042434	1068550
Deposits	19457768	17762764	19544125
Borrowings	1120576	971824	885517
Other Liabilities and Provisions	508235	493939	646305
Total	**22298667**	**20339077**	**22212613**
Assets			
Cash and Balances with Reserve Bank Of India	922504	848734	932259
Balances with Banks and Money at Call and Short Notice	74554	62216	841255
Investments	6427912	5269560	5969749
Advances (net)	14012544	13457724	13684633
Fixed Assets	150813	135627	153071
Other Assets	710340	565216	631646
Total	**22298667**	**20339077**	**22212613**

ANDHRA BANK ★ केन्द्रीय विभाग Central Accounts Dept. का.हैद./H.O., Hyd.

SEGMENT REPORT

Part A: Business Segments

(₹ in Lacs)

	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
		REVIEWED					AUDITED
1	**Segment Revenue**						
	(a) Treasury	120144	144042	129262	264186	251184	523241
	(b) Corporate/Wholesale Banking	154986	155419	173243	310405	349921	671466
	(c) Retail Banking	170475	164429	154591	334904	298066	623062
	(d) Other Banking Operations	54929	51631	47171	106560	90646	215803
	Total	500534	515521	504267	1016055	989817	2033572
	Less: Inter Segment Revenue	-	-	-			-
	Income from Operations	**500534**	**515521**	**504267**	**1016055**	**989817**	**2033572**
2	**Segment Results**						
	(a) Treasury	31014	38266	26741	69280	51847	112903
	(b) Corporate/Wholesale Banking	40112	41288	35845	81400	72227	144886
	(c) Retail Banking	44143	43682	31979	87825	61524	134442
	(d) Other Banking Operations	14226	13717	9758	27943	18711	46564
	Total	**129495**	**136953**	**104323**	**266448**	**204309**	**438795**
	Less : Other Un-allocable Expenditure	166806	130111	95681	296917	190058	402862
	Total Profit Before Tax	**(37311)**	**6842**	**8642**	**(30469)**	**14251**	**35933**
	Income tax and other taxes paid	1200	2800	3500	4000	6000	18500
	Net Profit	**(38511)**	**4042**	**5142**	**(34469)**	**8251**	**17433**
3	**Capital Employed**						
	(a) Treasury	214798	205782	186070	214798	186070	197096
	(b) Corporate/Wholesale Banking	269122	213367	259138	269122	259138	287068
	(c) Retail Banking	316903	264754	242509	316903	242509	283831
	(d) Other Banking Operations	114802	98647	81777	114802	81777	113761
	(e) Unallocated	296463	358302	341056	296463	341056	254910
	Total	**1212088**	**1140852**	**1110550**	**1212088**	**1110550**	**1136666**

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

Notes:

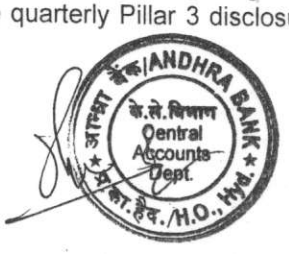
1) The financial results for the quarter / half year ended 30th September, 2017 have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on 02nd November, 2017. The same have been subjected to a limited review by the Statutory Central Auditors of 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, 2017.

3) The working results for the quarter ended 30th September, 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 30th September, 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 of ₹ 89.81 crore on accrual basis for the quarter ended 30th September, 2017. Further such unrealised interest up to 30th September, 2017 amounts to ₹ 286.80 crore.

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) During the half year, the Bank allotted 19,16,37,630 equity shares of ₹ 10 each at a premium of ₹ 47.40 per share to Government of India in respect of capital funds received to the tune of ₹ 1100 crore. As a result, during the half year, equity capital of the Bank increased by ₹ 191.64 crore to ₹ 872.80 crore and share premium by ₹ 908.36 crore to ₹ 3399.67 crore. As a result percentage of shares held by Government of India increased to 69.77% from 61.26%.

7) 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 and DBR.No.BP.BC.1842/21.04.048/2017-18, dated 28th August, 2017, in respect of 22 accounts covered under provisions of Insolvency and Bankruptcy Code (IBC), the Bank was required to make an additional provision of ₹ 1111.76 crore to be spread over starting from 2nd quarter i.e. September 2017 so that the required provisions are fully in place by March 2018. The additional provision over and above the normal ageing provisions of ₹ 396.94 core has been made during the quarter leaving a balance provision of ₹ 714.82 crore to be made in the course of financial year i.e. before March 2018.

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

9) The provision Coverage Ratio as on 30th September, 2017 is 55.25%.

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

KUL BHUSHAN JAIN
EXECUTIVE DIRECTOR

AJIT KUMAR RATH
EXECUTIVE DIRECTOR

SURESH N PATEL
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place: Hyderabad
Date: 02.11.2017

आन्ध्रा बैंक/ANDHRA BANK
के.ले. विभाग
Central Accounts Dept.
मु.का., हैद/H.O., Hyd.

ANDHRA BANK
:: HYDERABAD::

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2017

(₹ in Lacs)

Sl.No.	PARTICULARS	QUARTER ENDED 30.09.2017	HALF YEAR ENDED 30.09.2017	QUARTER ENDED 30.09.2016
1	Total income from operations (net)	500534	1016055	504267
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(37311)	(30469)	8642
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(37311)	(30469)	8642
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(38511)	(34469)	5142
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 :	(4.81)	(4.65)	0.75
	Diluted:	(4.81)	(4.65)	0.75

Note: The above is an extract of the detailed format of quarterly / half yearly 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 / half yearly 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

AJIT KUMAR RATH
EXECUTIVE DIRECTOR

SURESH N PATEL
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place: Hyderabad
Date: 02.11.2017

आन्ध्रा बैंक/ANDHRA BANK
के.ले.विभाग
Central Accounts Dept.
के.ले.हैद./H.O., Hyd.

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 / Half year ended September 30, 2017. The disclosures relating to Pillar 3 under Basel III Capital Regulations, Leverage Ratio and Liquidity Coverage Ratio have been disclosed on the Bank's 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 for financial and accounting matter 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 192 borrower accounts and un-reviewed returns in respect of 36 Zonal Offices and 2890 branches, and relied on the review reports in respect of non-performing assets received from the concurrent auditors of 559 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 50.40% of the advances portfolio of the Bank and 85.83% of non-performing assets of the Bank as on 30th September, 2017. Apart from

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 database 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 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.

Statutory Central Auditors

For Prem Gupta & Co Chartered Accountants FR No: 000425N (CA Prem Behari Gupta) Partner M.No. 080245	For Basha & Narasimhan Chartered Accountants FR No: 006031S (CA Sk. Phyaji Basha Saheb) Partner M.No. 023417
For V. Krishnan & Co. Chartered Accountants FR No: 001541S (CA T. Pukraj Kumar) Partner M.No. 026839	For Sagar & Associates Chartered Accountants FR No. 003510S (CA B. Aruna) Partner M.No. 216454

Station : Hyderabad
Date : 02nd November 2017