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
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Lr. No. 666/25/P.176/246

Dt: 04.08.2017

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

SYMBOL: ANDHRABANK

Dear Sirs,

Sub: Submission of Performance/ Financial Highlights of the Bank for the Quarter ended June 30, 2017
Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Please find enclosed a copy of Performance / Financial Highlights of the Bank for the quarter ended June 30, 2017 prepared by the Bank for the Analyst/ Institutional Investors.

Yours Faithfully,

(Y. Amarnath)
Company Secretary

Encl: As Above

Andhra Bank

Performance / Financial Highlights

June 2017

Andhra Bank

HIGHLIGHTS

Growth in Key Parameters(Y-o-Y)- Jun'16- Jun'17

- Business grew by 5.89% - from Rs. 315496 Cr to Rs.334073 Cr.
- Total Deposits grew by 5.61% - from Rs. 178268 Cr to Rs.188272 Cr.
- CASA Deposits (Excl. Bank Deposits) grew by 24.48% - from Rs.47089 Cr to Rs. 58615 Cr.
- Advances grew by 6.25%-from Rs. 137228 Cr. to Rs.145801 Cr.
- Retail Advances grew by 18.93% - from Rs. 24660 Cr. to Rs.29327 Cr.
- CASA ratio stood at 31.13% (June'17) as compared to 26.40% (June'16)

Andhra Bank

BRANCH NETWORK AND BUSINESS DELIVERY CHANNELS

Business Delivery Channels	31.03.17	30.06.16	30.06.17
Branches	2908	2821	2908
Extension Counters	4	4	4
ATMs/BNA/CR	3929	3711	3928
Satellite Offices	34	34	34
TOTAL	6875	6570	6874
Branch Mix	31.03.17	30.06.16	30.06.17**
1.Rural	745	832	745
2.Semi-Urban	770	759	771
3.Urban	664	763	663
4.Metro	729	467	729
TOTAL	2908	2821	2908

Bank has Representative Offices in Dubai & New Jersey

** As per census of 2011

Andhra Bank

SHARE HOLDING PATTERN – JUN 2017

	30.06.2017
Share Capital	Rs 681.16 Crs
No. of Shares	68.11 Crs

	30.06.2017 (Rs in Crores)	% Share holding
Government of India	417.32	61.26
General Public	95.11	13.96
Private Corporate Bodies	15.89	2.33
Mutual Funds & UTI	4.96	0.73
Banks/FIs/Insurance Cos	101.69	14.93
Foreign Institutional Investors	42.96	6.31
Others	3.23	0.48
Total	681.16	100

Andhra Bank

BUSINESS PERFORMANCE HIGHLIGHTS

(Amount in Rs crores)

Details	AS ON			
	31.03.17	30.06.16	30.06.17	Variance (Y-o-Y) %
Total Deposits	195441	178268	188272	5.61%
Total Advances	144232	137228	145801	6.25%
Total Business	339673	315496	334073	5.89%
Investments (Net)	59697	53340	58772	10.18%
Net Profit	174	31	40	29.03%
CD Ratio	73.80%	77.00%	77.44%	-

Andhra Bank

DEPOSITS - COMPOSITION

(Amount in Rs crores)

Type of Deposit	AS ON			
	31.03.17	30.06.16	30.06.17	Variance (Y-o-Y) %
Current Deposits	8660	8501	9498	11.73%
% Share	4.43	4.77	5.04	
Savings Deposits	48655	38641	49117	27.11%
% Share	24.89	21.67	26.09	
CASA (Incl. bank deposits)	57315	47142	58615	24.34%
% Share	29.32	26.44	31.13	
Term Deposits (Incl. Inter Bank)	138126	131126	129657	-1.12%
% Share	70.67	73.56	68.87	
TOTAL	195441	178268	188272	5.61%

ADVANCES

(Amount in Rs crores)

SECTOR	31.03.17	30.06.16	30.06.17	Variance (Y-o-Y) %
Corporate & Mid Corporate Advances	61858	64357	59918	-6.90%
MSME	27260	23244	28637	23.20%
Retail Credit	27541	24660	29327	18.93%
Agriculture	27573	24967	27919	11.82%
Gross Bank Credit	144232	137228	145801	6.25%

Andhra Bank

NET PROFIT

(Amount in Rs crores)

Sl. No.	Particulars	Year ended	Quarter ended		
		Mar 17	Jun 16	Jun 17	Variance (Y-o-Y)%
1	Interest Income	18027	4372	4402	0.69%
2	Interest Expenses	12496	3103	2961	-4.58%
3	NII (Spread) (1-2)	5531	1269	1441	13.55%
4	Other Income	2308	484	753	55.58%
5	Operating Expenses	3452	753	825	9.56%
6	Operating Profit	4388	1000	1369	36.90%
7	Provisions	4029	944	1301	37.82%
8	Taxes	185	25	28	12.00%
9	Net Profit (6-7-8)	174	31	40	29.03%

Andhra Bank

INTEREST INCOME

(Amount in Rs crores)

Interest on	Year ended	Quarter ended		
	Mar 2017	Jun 2016	Jun 2017	Variance (Y-o-Y)%
Advances	13597	3336	3243	-2.79%
Investment	4230	990	1017	2.73%
Others	200	46	142	208.70%
TOTAL INTEREST INCOME	18027	4372	4402	0.69%

INTEREST EXPENSES

(Amount in Rs crores)

Interest on	Year ended	Quarter ended		
	Mar 17	Jun 16	Jun 17	Variance (Y-o-Y)%
Deposits	11692	2945	2752	-6.55%
Sub-ordinate Debt/Other Innovative capital instruments	688	140	186	32.86%
Borrowings	116	18	23	27.78%
TOTAL INTEREST EXPENSE	12496	3103	2961	-4.58%

PROFIT & LOSS ACCOUNT – SPREAD MANAGEMENT

(Amount in Rs crore)

Particulars	Year ended	Quarter ended		
	Mar 2017	Jun 2016	Jun 2017	Variance (Y-o-Y)%
Interest Income	18027	4372	4402	0.69%
Interest Expenses	12496	3103	2961	-4.58%
Interest Spread (NII)	5531	1269	1441	13.55%
NIM(On Earning Assets)	3.07	2.90	3.12	-

Andhra Bank

PROFIT & LOSS ACCOUNT – NON-INTEREST INCOME

(Amount in Rs crore)

Particulars	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
A) Non-interest Income from Core Operations			
1) Processing Fee	307.65	83.01	81.45
2) Other Income	450.11	75.03	169.75
3) Rent on Lockers	61.65	3.64	3.80
4) Recovery in Written off Accounts	84.40	11.36	24.49
5) Commission & Exchange	521.54	119.34	140.29
Sub Total – (A)	1425.35	292.38	419.78
B) Non Interest Income from Treasury			
1) Profit on Sale of Investments	764.65	151.97	313.76
2) Dividend Income	3.39	0.67	0.58
3) Forex Profit	114.92	38.51	19.12
Sub Total – (B)	882.96	191.15	333.46
C) Total Non Interest Income (A+B)	2308.31	483.53	753.24

Andhra Bank

PROFIT & LOSS ACCOUNT - NON-INTEREST EXPENDITURE

(Amount in Rs crore)

Particulars	Year ended	Quarter ended		
	Mar 2017	Jun 2016	Jun 2017	Variance (Y-o-Y)%
Establishment Expenses	2097	438	484	10.50%
Other Operating Expenses	1355	315	341	8.25%
TOTAL:	3452	753	825	9.56%

Andhra Bank

PROVISIONS & CONTINGENCIES

(Amount in Rs crore)

Particulars	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
Income Tax	185	25	28
Dep./Loss on revaluation of Investments	172	14	61
Depreciation on Transfer to/from HTM	18	18	85
Provision for NPAs	3834	942	1209
Provision against Standard Assets & others	5	-30	-54
Total	4214	969	1329

KEY RATIOS – COST & YIELD

Ratios	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
Cost of Deposits %	6.43	6.75	5.81
Cost of Funds %	5.81	6.02	5.26
Yield on Advances %	9.77	9.95	9.07
Yield on Investments %	7.77	7.91	7.63
Yield on Funds %	8.38	8.48	7.82

Andhra Bank

PROFITABILITY RATIOS

Ratios	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
Return on Assets(ROA)%	0.08	0.06	0.07
Return on Avg. Net worth % (Annualised)	1.68	1.21	1.54
Earning per Share (Amt in Rs) Annualized	2.56	1.84	2.36
Book value per share (Amt in Rs)	153.84	151.44	154.55

Andhra Bank

OPERATING RATIOS

Ratios	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
Cost to Income Ratio (%)	44.03	42.95	37.58
Staff Cost as % of Average Working Funds	0.97	0.85	0.86
Other Operating Expenses as % of Average Working Funds	0.63	0.61	0.61
Operating Profit to AWF (%)	2.04	1.94	2.43
Staff Cost to Total Expenditure (%)	13.05	11.37	12.78

Andhra Bank

PRODUCTIVITY RATIOS

(Amount in Rs crore)

Ratios	As on		
	Mar 2017	Jun 2016	Jun 2017
Business Per Employee	17.52	15.94	15.97
Net Profit Per Employee	0.01	0.01	0.01
Business Per Branch	116.78	111.84	114.88
Gross Profit Per Branch	1.51	1.40	0.47

Andhra Bank

CAPITAL ADEQUACY RATIOS (Basel III)

(Amount in Rs crore)

Ratio	31.03.2017		30.06.2016		30.06.2017	
Total Risk Weighted Assets	155058		140065		160341	
Common Equity Tier I Ratio	*11920	7.69%	10569.97	7.55%	*11950	7.45%
Additional Tier I Ratio	2300	1.48%	1411.87	1.01%	2300	1.44%
Tier II Ratio	4975	3.21%	4735.93	3.38%	4959	3.09%
Total Capital Ratio (CRAR)	19195	12.38%	16717.77	11.94%	19209	11.98%

* Treating Rs 1100 crores received from GOI as CET-I

INVESTMENTS (NET)

(Amount in Rs crore)

Particulars	31.03.2017	30.06.2016	30.06.2017
Net Investments	59697.49	53339.71	58772.21
HTM	38954.45	36666.63	37746.13
AFS	20742.04	16667.06	20021.79
HFT	1.00	6.02	1004.29
Duration (AFS)	5.10	2.15	2.82
Modified Duration (AFS)	4.91	2.06	2.70
Duration Total Portfolio	5.88	4.55	5.16
Modified Duration Total Portfolio	5.68	4.38	4.98
Yield on Investments	7.77	7.91	7.63

INVESTMENTS - CLASSIFICATION

(Amount in Rs crore)

Types of Net Investments	March 2017	% of Total	Jun 2016	% of total	Jun 2017	% of Total
SLR	54642.39	91.53	47694.14	89.42	52933.51	90.07
Non SLR	5055.10	8.47	5645.57	10.58	5838.70	9.93
Total	59697.49	100.00	53339.71	100.00	58772.21	100.00

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AGRICULTURE CREDIT- BREAK UP

(Amount in Rs crore)

Category	Mar 2017	Jun 2016	Jun 2017	Variance (Y-o-Y) %
AGRI GOLD LOANS	5669	5153	5855	13.62%
AGRI TERM LOANS	2487	2698	2433	-9.82%
PATTABHI AGRI CASH CREDITS (KCC)	8169	7315	8032	9.80%
SHG FARM SECTOR	5057	4602	4901	6.50%
OTHERS *	6191	5199	6698	28.88%
TOTAL	27573	24967	27919	11.82%

* Including RIDF and non priority sector

Andhra Bank

RETAIL CREDIT- BREAK UP

(Amount in Rs crore)

Category	31.03. 17	30.06.16	30.06.17	Variance (Y-o-Y) %
Housing Loans	13870	12313	15459	25.55%
Non Agriculture Gold Loans	2605	2590	2747	6.06%
Other Retail Credit (Educational Loans, Consumer/clean loans, deposit loans)	11066	9757	11121	13.98%
Total	27541	24660	29327	18.92%

MSME CREDIT- BREAK UP

(Amount in Rs crore)

Category	March 2017	Jun 2016	Jun 2017	Variance (Y-o-Y) %
MICRO	9701	6787	10527	55.11%
SMALL	11016	10854	11040	1.71%
MEDIUM	6543	5603	7070	26.18%
TOTAL	27260	23244	28637	23.20%

Andhra Bank

INDUSTRY WISE EXPOSURE AS ON 30.06.2017

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
1	Power	14545.05	10.08%	13114.21	9.09%
2	Housing Loans	16603.17	11.51%	15425.61	10.70%
3	NBFC	9257.24	6.42%	7414.11	5.14%
4	Iron & Steel	8026.60	5.57%	7353.12	5.10%
5	Textiles	6502.93	4.51%	5602.61	3.88%
6	Construction & Contractors	5259.86	3.65%	4653.63	3.23%
7	Commercial Real Estate	3470.88	2.41%	2566.79	1.78%
8	Rice Mills	3831.80	2.66%	3332.10	2.31%
9	Engineering (Heavy & Light)	2282.26	1.58%	2180.54	1.51%
10	Diamonds, Gems & Jewelers	1770.34	1.23%	1654.60	1.15%

Andhra Bank

INDUSTRY WISE EXPOSURE AS ON 30.06.2017 (Contd.)

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
11	Petroleum Products	2059.75	1.43%	1505.81	1.04%
12	Drugs & Pharmaceuticals	2226.51	1.54%	2042.57	1.42%
13	Sugar	1065.99	0.74%	937.95	0.65%
14	Hotels	693.72	0.48%	602.65	0.42%
15	Cement & Cement Products	995.66	0.69%	807.82	0.56%
16	Tobacco	944.89	0.66%	754.94	0.52%
17	Hospitals	668.65	0.46%	567.57	0.39%
18	Educational Institutions	779.01	0.54%	643.84	0.45%
19	Distilleries	191.86	0.13%	179.78	0.12%
20	Software	118.03	0.08%	107.68	0.07%

Andhra Bank

EXPOSURE TO INFRASTRUCTURE AS ON 30.06.2017

(Amount in Rs crores)

Sl. No	Industry	Actual Fund Based Exposure	Exposure as % of Total Advances of Previous Quarter	Actual Fund Based Outstanding	Outstanding as % of Total Advances of Previous Quarter
1	Energy	14864.22	10.46%	13114.21	9.23%
	a) Power	14864.22	10.46%	13114.21	9.23%
	b) Gas Transportation	0.00	0.00	0.00	0.00
2	Transportation	5080.48	3.57%	4203.63	2.96%
	a) Roads, Bridges & Rail	4860.08	3.42%	4003.60	2.82%
	b) Ports & Airports	184.57	0.13%	164.57	0.12%
	c) Public Transport	35.83	0.03%	35.46	0.02%
3	Water & Sanitation	3273.64	2.30%	1193.96	0.84%
4	Communications	2011.05	1.41%	1655.12	1.16%
5	Social & Commercial (of which)	1897.91	1.34%	1678.83	1.18%
	a) Hospitals	329.73	0.23%	269.79	0.19%
	b) Educational Institutes	272.78	0.19%	240.13	0.17%
	C) SEZ	155.13	0.11%	155.13	0.11%
	d) Cold Storage/Rural Godowns	673.42	0.47%	600.31	0.42%
	e) Fertilizers	391.84	0.28%	391.81	0.28%
	f) Hotels	75.01	0.05%	21.67	0.02%
	TOTAL	27127.30	19.09%	21845.75	15.37%

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ASSET QUALITY

(Amount in Crores)

Asset Quality	31.03.17	30.06.16	30.06.17
Standard Assets	126561.99 (87.75%)	123090.88 (89.70%)	126373.00 (86.68%)
Total NPAs (of which)	17669.98 (12.25%)	14137.27 (10.30%)	19428.04 (13.33%)
Sub-Standard Assets	6611.17 (4.58%)	6182.00 (4.50%)	5864.24 (4.02%)
Doubtful Assets	10999.78 (7.63%)	7913.58 (5.77%)	13508.90 (9.26%)
Loss Assets	59.03 (0.04%)	41.69 (0.03%)	54.90 (0.04%)
TOTAL	144231.97 100.00%	137228.15 100.00%	145801.04 100.00%

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SECTOR WISE NPA%

(Amount in Rs crore)

SECTORS	As on 30.06.2016			As on 30.06.2017		
	Advances	NPA	NPA % to Total Advances (Sector wise)	Advances	NPA	NPA % to Total Advances (Sector wise)
AGRICULTURE	24967	1318	5.27%	27919	1299	4.65%
MSME	23244	2149	9.24%	28637	2976	10.39%
RETAIL CREDIT	24660	401	1.63%	29327	545	1.86%
LARGE & MID CORPORATE	64357	10269	15.96%	59918	14608	24.38%
TOTAL	137228	14137	10.30%	145801	19428	13.33%

Andhra Bank

NPA MOVEMENT

(Amount in Rs crore)

PARAMETER	Year ended	Quarter ended	
	Mar 2017	Jun 2016	Jun 2017
NPAs at the beginning of the period	11444	11444	17670
Add: Additions during the period	9410	3524	2214
NPAs after addition	20854	14968	19884
Less: Reduction during the period	3184	830	456
of which -Up gradation/Recovery	1561	493	248
- Technical Write off/ Write off in compromise accounts	1623	337	208
NPAs at the end of the period	17670	14138	19428
Gross NPA %	12.25%	10.30%	13.33%
Net NPAs at the end of the period	10355	8147	11120
Net NPA %	7.57%	6.21%	8.09%
Provision Coverage Ratio	51.03%	51.87%	51.73%

Andhra Bank

RESTRUCTURED ACCOUNTS AS ON 30.06.2017

(Amount in Rs crore)

Sl.No.	Particulars	No. of Accounts	Amount
1	Below Rs 1 Crore	19	5.90
2	Rs 1 Crore to less than Rs 25 Crores	14	106.40
3	Rs 25 Crores and above	47	7003.31
4	Total	80	7115.61

Andhra Bank

CONSOLIDATED POSITION OF RESTRUCTURED ACCOUNTS AS ON 30.06.17

(Amount in Rs crore)

Particulars	
Restructured up to 31.03.2017	7691.75
Fresh Restructured during the year	92.43
Disbursements in Restructured Accounts	283.99
Sub Total	8068.17
Less- Accounts Upgraded by special provision/ accounts closed & recoveries	102.95
-Accounts slipped to NPAs during the Period	849.61
Restructured Closing Balance	7115.61

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TOTAL RESTRUCTURED ACCOUNTS – SECTORWISE

(Amount in Rs crore)

Sl. No	Sector	As on 30.06.2016		As on 30.06.2017	
		No. of Accts	Amount in Crs	No. of Accts	Amount in Crs
1	Total Restructured Accounts and Amount	147	10658.97	80	7115.61
2	Out of which				
	i) Micro, Small and Medium Enterprises	49	378.36	21	186.81
	ii) Housing Loans Restructured	6	1.16	3	0.31
	iii) Agricultural Loans	17	63.00	8	36.06
	iv) Other Retail Credit(Educational Loans, Mortgage Loans etc)	2	0.06	-	-
	v) Major Industries Restructured	73	10216.39	48	6892.43

BREAK UP OF MAJOR INDUSTRIES RESTRUCTURED – As on

(Amount in Rs crore)

Sector	31.03.2017	30.06.2016	30.06.2017
MSME & Major Industries (Of which)	7653.43	10594.75	7079.24
a. Textiles	135.48	207.12	134.85
b. Engineering	47.94	113.67	47.87
c. Sugar	161.62	157.28	152.89
d. Iron & Steel	465.56	1913.76	467.65
e. Contractors	583.81	838.72	171.35
Sub Total (A)	1394.41	3230.55	974.61
f. Infrastructure(B)	5455.13	6524.43	5700.44
Of which i) Power	4133.87	5233.27	4290.46
ii) Educational Institutions	69.99	73.71	9.82
iii) Roadways	1106.12	1068.57	1223.38
iv) Telecom	65.60	123.00	66.29
v) others infra	79.55	25.88	110.49
g. Others(C)	803.89	839.77	404.19
TOTAL(A+B+C)	7653.43	10594.75	7079.24

Thank you

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