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इण्डियन ओवरसीज़ बैंक

केन्द्रीय कार्यालय- पोस्ट बॉक्स सं 3765, 763 अण्णा सालै, चेन्नै 600 002

Indian Overseas Bank

Central Office: P.B.No.: 3765, 763 Anna Salai, Chennai 600 002

Investor Relations Cell

IRC/ 322 /2015-16

10.02.2016

To
The General Manager,
Department of Corporate Services
BSE Limited
Floor 1, P.J. Towers, Dalal Street
Mumbai 400 001

To
The Vice President
National Stock Exchange Ltd
"Exchange Plaza", C-1 Block G
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051

Dear Sir,

Sub:Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015-Unaudited (Reviewed) Financial Results of the Bank for the quarter ended 31st December 2015

We refer our letter dated IRC/316/2015-16 dated 03.02.2016 and advise that the Board of Directors of our Bank in their Meeting held today i.e. **Wednesday, 10th February 2016**, have considered and approved the Unaudited (Reviewed) Financial Results of the bank for the quarter ended 31st December 2015.

We enclose the following for your records:

1. Unaudited (Reviewed) Financial Results for the quarter ended 31st December 2015 duly signed by Managing Director & CEO and Executive Directors.
2. Press Release.
3. Auditors' Limited Review Report.

Thanking you.

Yours faithfully,

[Y C JAIN]
GENERAL MANAGER

Encl(s): As above





INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600 002

PART - I STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2015

Rs. in lacs

SL. NO.	Particulars	Quarter ended			9 Months ended		Year ended
		31.12.2015 (Unaudited)	30.09.2015 (Unaudited)	31.12.2014 (Unaudited)	31.12.2015 (Unaudited)	31.12.2014 (Unaudited)	31.03.2015 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	5,91,260	5,99,573	6,05,923	18,04,560	18,02,858	23,93,833
	(a) Interest/discount on advances/bills	4,19,751	4,28,388	4,53,335	12,86,805	13,60,204	17,94,558
	(b) Income on Investments	1,62,901	1,61,926	1,39,806	4,88,924	4,01,314	5,46,974
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	8,608	9,259	12,782	28,831	35,623	46,584
	(d) Others	0	0	0	0	5,717	5,717
2	Other Income	53,318	77,421	58,822	1,84,223	1,34,433	2,13,860
3	TOTAL INCOME (1+2)	6,44,578	6,76,994	6,64,745	19,88,783	19,37,291	26,07,693
4	Interest Expended	4,56,483	4,59,767	4,70,237	13,97,076	13,90,038	18,55,438
5	Operating Expenses (i) + (ii)	1,25,625	1,18,210	1,21,876	3,74,589	3,33,036	4,20,021
	(i) Employees Cost	89,152	76,913	85,120	2,60,805	2,24,681	2,64,954
	(ii) Other Operating expenses	36,473	41,297	36,756	1,13,784	1,08,355	1,55,067
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	5,82,108	5,77,977	5,92,113	17,71,665	17,23,074	22,75,459
7	OPERATING PROFIT before Provisions & Contingencies(3-6)	62,470	99,017	72,632	2,17,118	2,14,217	3,32,234
8	Provisions (other than tax) and Contingencies	1,89,606	1,55,776	1,18,304	3,94,739	2,37,469	3,36,091
9	Exceptional Items (Refer Note No.5)	0	-17,000	0	0	0	-15,000
10	Profit (+)/Loss(-) from Ordinary Activities before tax(7-8-9)	-1,27,136	-39,759	-45,672	-1,77,621	-23,252	11,143
11	Tax expenses	15,370	15,324	5,931	18,492	25,730	56,576
12	Net Profit (+) / Loss(-) from Ordinary Activities after tax (10-11)	-1,42,506	-55,083	-51,603	-1,96,113	-48,982	-45,433
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	Net Profit (+) / Loss (-) for the period (12-13)	-1,42,506	-55,083	-51,603	-1,96,113	-48,982	-45,433
15	Paid up equity share capital (Face value of each share - Rs.10/-)	1,72,097	1,23,535	1,23,535	1,72,097	1,23,535	1,23,535
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	13,15,346	13,15,346	13,28,910	13,15,346	13,28,910	13,15,346
17	Analytical Ratios						
	(i) Percentage of shares held by Govt. of India	81.19	73.80	73.80	81.19	73.80	73.80
	(ii) Capital Adequacy Ratio (%)	9.73	9.09	10.15	9.73	10.15	10.11
	(iii) Earning Per Share (EPS) - in Rupees						
	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 annualized)	-8.67	-4.46	-4.18	-14.30	-3.95	-3.68
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	-8.67	-4.46	-4.18	-14.30	-3.95	-3.68
	(iv) NPA Ratios						
	a) Gross NPA	22,67,240	19,42,375	14,50,051	22,67,240	14,50,051	14,92,245
	b) Net NPA	14,17,375	12,53,923	9,51,115	14,17,375	9,51,115	9,81,333
	c) % of Gross NPA	12.64	11.00	8.12	12.64	8.12	8.33
	d) % of Net NPA	8.32	7.41	5.52	8.32	5.52	5.68
	e) Return on assets (Annualised) (%)	-1.89	-0.74	-0.72	-0.87	-0.23	-0.16

(PAWAN KUMAR BAJAJ)
EXECUTIVE DIRECTOR(ATUL AGARWAL)
EXECUTIVE DIRECTOR(R KOTEESWARAN)
MANAGING DIRECTOR & CEOPLACE: CHENNAI
DATE : 10TH FEBRUARY 2016



INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600 002

PART - I STATEMENT OF UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2015

NOTES:

- 1 The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.
- 2 The working results for the Quarter/nine months ended 31/12/2015 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Forex Exposures, Restructured Advances, Depreciation on Investments & Non - Performing investments, as per RBI guidelines. Provision for taxes, Depreciation on Fixed Assets and other usual and necessary provisions have been estimated and apportioned on proportionate basis and are subject to adjustment, if any, at the year end.
- 3 In compliance with RBI letter Ref No. DBS.CO.PPD/AQR/6371/11.01.021/2015-16 dated 02nd December 2015, relating to Asset Quality Review (AQR) conducted by RBI, the Bank has made an additional provision on certain advance accounts as advised by RBI and balance provision including unrealized interest, if any, shall be provided during the quarter ending 31st March, 2016.
- 4 In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2015-16 dated 1st July, 2015 on "Basel III Capital Regulations", banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under Basel III Framework. The disclosures are being made available on our website at the following link http://www.ioab.in/investor_cell.aspx. The disclosures have not been subjected to limited review.
- 5 As per RBI circular No.DBOD.BP.BC.79/21.04.048/2014-15 dated 30th March 2015 and also in pursuance to Bank's Board approved policy, the bank has utilised a sum of Rs. 17000 lacs from Floating Provisions / Counter Cyclical Provisioning Buffer towards specific provision for non performing assets during the quarter ended 30th September 2015.
- 6 The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 10th February, 2016. These financial results have been subjected to limited review by the Statutory Central Auditors of the Bank.
- 7 The Bank has allotted 48,56,17,597 equity shares of Rs.10/- each at a premium of Rs.31.37 per share on preferential basis to Government of India on 16th October 2015 after obtaining requisite approvals.
- 8 The Provision Coverage Ratio of the Bank as on 31.12.2015 stood at 50.36%.
- 9 Previous period/year figures have been regrouped /reclassified/rearranged wherever necessary to make these comparable.

PLACE : CHENNAI
DATE : 10TH FEBRUARY 2016

(Bawan Kumar Bajaj)
EXECUTIVE DIRECTOR

(Atul Agarwal)
EXECUTIVE DIRECTOR

(R. Koteeswaran)
MANAGING DIRECTOR & CEO



INDIAN OVERSEAS BANK						
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002						
SEGMENT REPORTING FOR THE QUARTER ENDED 31ST DECEMBER 2015						
						Rs. In lacs
Particulars	Quarter ended			9 Months ended		Year ended
	31.12.2015 (Reviewed)	30.09.2015 (Reviewed)	31.12.2014 (Reviewed)	31.12.2015 (Reviewed)	31.12.2014 (Reviewed)	31.03.2015 (Audited)
1) Segment Revenue						
a) Treasury Operations	172,811	186,812	1 64 846	5 44 304	4 39 358	6 26 073
b) Corporate / Wholesale Banking	268,450	282,751	2 97 374	8 46 046	8 87 176	11 75 380
c) Retail Banking	193,651	201,410	1 93 778	5 76 410	5 85 166	7 73 770
d) Other Banking Operations	9,650	5,989	8 727	21 919	19 790	26 637
e) Unallocated	16	32	20	104	5 801	5 833
Total	6 44 578	6 76 994	6 64 745	19 88 783	19 37 291	26 07 693
Less: Inter segment Revenue	0	0	0	0	0	0
Income from Operations	6 44 578	6 76 994	6 64 745	19 88 783	19 37 291	26 07 693
2) Segment Results: Profit (+) / Loss (-)						
a) Treasury Operations	7 836	16,971	11 157	28 167	5 969	43 457
b) Corporate / Wholesale Banking	(11,071)	19 910	17 482	30 098	60 594	97 645
c) Retail Banking	57,068	57 212	35 962	1 39 788	1 24 012	1 63 342
d) Other Banking Operations	8,629	4 896	8 026	18 976	17 883	23 792
e) Unallocated	8	28	5	89	5 759	3 998
Operating Profit	62 470	99 017	72 632	2 17 118	2 14 217	3 32 234
3) Capital Employed :						
Segment Assets - Segment Liabilities						
a) Treasury Operations	8 87 167	8 78 995	5 27 849	8 87 167	5 27 849	5 19 071
b) Corporate / Wholesale Banking	3 67 564	4 59 524	6 94 148	3 67 564	6 94 148	6 23 822
c) Retail Banking	1 54 398	2 11 191	2 11 955	1 54 398	2 11 955	3 21 279
d) Other Banking Operations	30 730	31 560	50 384	30 730	50 384	9 330
e) Unallocated	1 21 150	(85,943)	75 834	1 21 150	75 834	90 600
Total	15 61 009	14 95 327	15 60 170	15 61 009	15 60 170	15 64 102
Notes on Segment Reporting						
1. Segment expenses and liabilities have been apportioned on the basis of average segment assets, wherever direct allocation is not possible.						
2. Figures of the previous year's/nine months/quarters have been regrouped / reclassified / rearranged wherever considered necessary to correspond with the current nine months /quarters classification / presentation						

PLACE : CHENNAI
DATE : 10TH FEBRUARY 2016


(PAWAN KUMAR BAJAJ)
EXECUTIVE DIRECTOR


(ATUL AGARWAL)
EXECUTIVE DIRECTOR


(R. KOTESWARAN)
MANAGING DIRECTOR & CEO





INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI

PRESS RELEASE

10.02.2016

FINANCIAL PERFORMANCE HIGHLIGHTS FOR THE QUARTER
ENDED 31ST DECEMBER 2015

(1) TOTAL BUSINESS: Total business grew from Rs. 4,09,542 crore as on 30.09.2015 to Rs.4,10,019 Crore as on 31.12.2015.

(2) DEPOSITS: Total deposits stood at Rs.2,30,670 crore as on 31.12.2015.

(3) ADVANCES: Gross Advances increased from Rs.1,76,516 crore as on 30.09.2015 to Rs.1,79,349 crore as on 31.12.2015.

(4) OPERATING PROFIT: Operating Profit for the three months period ended 31.12.2015 stood at Rs.625 crore as against Rs.990 crore for Q2 2015-16.

(5) NET PROFIT: On account of increased provisions for Domestic and Overseas Advances including provisions made for Asset Quality Review as per RBI directions resulted in Net Loss of Rs 1,425 crore for the quarter ended 31.12.2015.

(6) TOTAL INCOME: Total income for the quarter ended 31.12.2015 stood at Rs.6,446 crore as against Rs. 6,770 crore for the previous quarter ended 30.09.2015.

(7) INTEREST INCOME: Interest income for the quarter ended 31.12.2015 stood at Rs.5,912 as against Rs.5,996 crore as on 30.09.2015.

(8) NON INTEREST INCOME: Non-interest income for the quarter ended 31.12.2015 stood at Rs.534 crore as against Rs 774 crore as on 30.09.2015.

(9) INTEREST EXPENDED: The interest expenses for the quarter ended 31.12.2015 stood at Rs.4,565 crore as against Rs. 4,598 crore for the previous quarter ended 30.09.2015.

(10) NET INTEREST INCOME: Net interest income stood at Rs.1,347 crore for Q3 of 2015-16 as against Rs.1,398 crore for Q2 of 2015-16.

(11) NPA MANAGEMENT: Gross NPA as on 31.12.2015 stood at Rs.22,672 crore with Gross NPA ratio of 12.64%.

Net NPA as on 31.12.2015 stood at Rs.14,174 crore with Net NPA ratio of 8.32%.





(12) PROVISION COVERAGE RATIO: Provision Coverage Ratio (PCR) stood at 50.36% as on 31.12.2015.

(13) CAPITAL ADEQUACY RATIO (CRAR):

	Basel III (31.12.2015)
CET I	6.43
Tier I	7.16
Tier II	2.57
Total	9.73

(14) BUSINESS PER EMPLOYEE: Business per employee for the quarter ended 31.12.2015 stood at Rs.12.59 crore.

15. KEY FINANCIAL RATIOS:

(15.1) NET INTEREST MARGIN: NIM stood at 1.93% during the quarter ended 31.12.2015. NIM stood at 2.03% during the quarter ended 30.09.2015.

(15.2) CREDIT DEPOSIT RATIO: CD Ratio for Q3 of 2015-16 stood at 77.75% as against 75.75% for Q2 of 2015-16.

(15.3) CASA RATIO: CASA Ratio stood at 26.32% as on 31.12.2015 as against 26.14% as on 30.09.2015.

(15.4) BOOK VALUE PER SHARE: Book value per share stood at Rs.72.61 as on 31.12.2015.

(15.5) COST TO INCOME RATIO: The ratio for the quarter ended 31.12.2015 stood at 66.79% as against 54.42% as on 30.09.2015.



AUDITORS' REVIEW REPORT

To

**The Board of Directors
Indian Overseas Bank
Chennai**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Indian Overseas Bank ('the Bank') for the quarter ended December 31, 2015 ("the Statement"). This Statement 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 the Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of the bank's 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. The statement incorporate the relevant returns of 20 branches reviewed by us, 2 foreign branches reviewed by other auditors specially appointed for this purpose and unreviewed returns in respect of 2881 branches. In the conduct of our Review, we have relied on the review reports in respect of non-performing assets received from concurrent auditors of 508 branches, specifically appointed for this purpose. These review reports cover 70.07 percent (of which 29.86 percent has been covered by us) of the advances portfolio of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.

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4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies have 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.

5. Emphasis of Matter

Without qualifying our conclusion, we draw attention to Note no 3 of the Statement, the Bank has complied with the Reserve Bank of India advice on additional provision on certain advance accounts.

For **VARDHAMAN & Co**
Chartered Accountants
FRN 004522S

Abha Jain
(CA. ABHA JAIN)
Partner
M.No.015454




For **ASA & ASSOCIATES LLP**
Chartered Accountants
FRN 009571N / N500006

S. Sundar Rajan
(CA. S. SUNDAR RAJAN)
Partner
M.No.211414



For **A V DEVEN & Co**
Chartered Accountants
FRN 000726S

T. Muralidharan
(CA. R. MURALIDHARAN)
Partner
M.No.023283




For **HARIBHAKTI & Co LLP**
Chartered Accountants
FRN 103523W

Chetan Desai
(CA. CHETAN DESAI)
Partner
M.No.017000



For **TALATI & TALATI**
Chartered Accountants
FRN 110758W

Umesh H. Talati
(CA. UMESH H. TALATI)
Partner
M.No.034834



Place : Chennai
Date : 10.02.2016