

Reviewed Financial Results for the quarter/nine months ended 31st December, 2013

₹ In lakhs

Particulars	Quarter ended			Nine Months ended		Year ended
	31.12.2013 (Reviewed)	30.09.2013 (Reviewed)	31.12.2012 (Reviewed)	31.12.2013 (Reviewed)	31.12.2012 (Reviewed)	31.03.2013 (Audited)
1. Interest earned (a)+(b)+(c)+(d)	388976.12	380132.06	354786.73	1133850.61	1033385.97	1389742.85
(a) Interest/discount on advances/bills	287501.49	282407.67	268067.14	848072.43	788959.47	1058355.65
(b) Income on Investments	96814.89	95393.72	84517.54	278329.92	239121.72	323818.47
(c) Interest on balances with Reserve Bank of India and other inter bank funds	3659.74	2330.67	2202.05	7448.26	5304.78	7568.73
(d) Others	0.00	0.00	0.00	0.00	0.00	0.00
2. Other Income	24257.12	27692.17	23881.80	104754.61	82308.91	128198.65
3. Total Income ( 1 + 2)	411233.24	407824.23	378668.53	1238605.22	1115694.88	1517941.50
4. Interest Expended	277911.09	270766.97	240302.44	805578.82	691375.68	938837.42
5. Operating Expenses (i) + (ii)	70096.64	66494.31	63554.18	213308.55	174758.22	275086.08
(i) Employees cost	48634.41	42312.98	44460.29	148554.20	119304.54	197388.92
(ii) Other Operating expenses	21462.23	24181.33	19093.89	64754.35	55453.68	77697.16
6. Total Expenditure (4 + 5) excluding provisions and contingencies	348007.73	337261.28	303856.62	1018887.37	866133.90	1211923.50
7. Operating Profit before Provisions and Contingencies (3-6)	63225.51	70562.95	74811.91	219717.85	249560.98	306018.00
8. Provisions (other than tax) and Contingencies	23791.55	22496.59	41164.95	83100.69	75952.33	123512.37
9. Exceptional items	0.00	0.00	0.00	0.00	- 116.55	- 116.55
10 Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	39433.96	48066.36	33646.96	136617.16	173725.20	182622.18
11. Tax expense	12983.76	17490.04	588.94	47851.81	44824.52	24508.58
12. Net Profit from Ordinary Activities after tax (10-11)	26450.20	30576.32	33058.02	88765.65	128900.68	158113.60
13. Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
14. Net Profit for the period (12-13)	26450.20	30576.32	33058.02	88765.65	128900.68	158113.60
15. Paid-up equity share capital (Face Value of each share - ₹10/-)	42977.00	42977.00	42977.00	42977.00	42977.00	42977.00
16. Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	# 1000906.98	# 1000906.98	# 881749.13	# 1000906.98	# 881749.13	# 1000906.98
17. Analytical Ratios						
(i) Percentage of shares held by Government of India	80	80	80	80	80	80
(ii) a) Capital Adequacy Ratio (Basel II)	12.96%	13.27%	13.07%	12.96%	13.07%	13.08%
b) Capital Adequacy Ratio (Basel III)	12.49%	12.82%	NA	12.49%	NA	NA
(iii) Earnings Per Share (EPS)(in Rupees)						
(a) Basic and diluted EPS before Extraordinary items (net of tax expenses) for the period, for the year to date and for the previous year (not to be annualized)	**5.92	**6.87	**7.42	**19.93	**29.18	35.80
(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	**5.92	**6.87	**7.42	**19.93	**29.18	35.80
(iv) NPA Ratios						
(a) Gross NPA	383478.81	417932.39	318012.35	383478.81	318012.35	356546.78
(b) Net NPA	248360.39	280392.64	214186.03	248360.39	214186.03	238429.59
(c) % of Gross NPA	3.42	3.76	3.18	3.42	3.18	3.33
(d) % of Net NPA	2.25	2.56	2.17	2.25	2.17	2.26
(e) Return on Assets	0.60	0.71	0.85	0.69	1.14	1.02
18. Public Shareholding						
- No. of shares	85950000	85950000	85950000	85950000	85950000	85950000
- Percentage of Shareholding	20	20	20	20	20	20
19. Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of Shares						
- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)						
- Percentage of Shares (as a % of the total share capital of the Bank)						
b) Non - encumbered						
- Number of Shares	343820000	343820000	343820000	343820000	343820000	343820000
- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of Shares (as a % of the total share capital of the Bank)	80	80	80	80	80	80

\* Net of ₹ 1759.54 lakhs recouped from staff welfare fund pertaining to previous years

^ Represents Net Profit for the period from 01.04.2011 to 05.09.2012, of wholly owned Subsidiary M/s Indfund Mangement Ltd, merged with the Bank.

# Includes Revenue Reserve ₹ 985.69 lakhs of M/s Indfund Management Ltd merged with the Bank as on 01.04.2011.

\*\* Not annualised



Particulars	Quarter Ended			9 Months Ended		Year ended
	31.12.2013 (Reviewed)	30.09.2013 (Reviewed)	31.12.2012 (Reviewed)	31.12.2013 (Reviewed)	31.12.2012 (Reviewed)	31.03.2013 (Audited)
<b>Part A. Business Segments</b>						
<b>I. Segment Revenue</b>						
(a) Treasury Operations	102566.61	98 736.05	89 958.64	320859.79	2 52 092.63	3 51 108.69
(b) Corporate Banking	167296.39	1 66 433.32	1 57 999.80	502326.19	4 70 953.90	6 36 087.88
(c) Retail Banking	139752.34	1 40 410.49	1 29 328.95	409138.63	3 77 883.05	5 10 199.26
(d) Other Banking operations	1617.90	2 244.37	1 381.14	6280.61	14 765.30	20 545.67
<b>Total</b>	<b>411233.24</b>	<b>4 07 824.23</b>	<b>3 78 668.53</b>	<b>1238605.22</b>	<b>11 15 694.88</b>	<b>15 17 941.50</b>
<b>Income from operations</b>	<b>411233.24</b>	<b>4 07 824.23</b>	<b>3 78 668.53</b>	<b>12 38 605.22</b>	<b>11 15 694.88</b>	<b>15 17 941.50</b>
<b>2. Segment Results (Profit)</b>						
(a) Treasury Operations	14683.50	10 309.06	15 114.82	66803.33	38 259.51	64 004.25
(b) Corporate Banking	26333.30	32 797.49	33 369.60	83270.45	1 12 678.26	1 27 522.20
(c) Retail Banking	20593.44	25 230.44	24 946.35	63406.54	83 857.92	93 945.90
(d) Other Banking Operations	1615.27	2 225.96	1 381.14	6237.53	14 765.29	20 545.65
<b>Total</b>	<b>63225.51</b>	<b>70 562.95</b>	<b>74 811.91</b>	<b>219717.85</b>	<b>2 49 560.98</b>	<b>3 06 018.00</b>
Add (i) Exceptional Item					116.55	116.55
Less: Other Un-allocable Expenditure	23791.55	22 496.59	41 164.95	83 100.69	75 952.33	1 23 512.37
<b>Total Profit Before Tax</b>	<b>39433.96</b>	<b>48 066.36</b>	<b>33 646.96</b>	<b>136617.16</b>	<b>1 73 725.20</b>	<b>1 82 622.18</b>
Less : Provisions for taxation	12983.76	17 490.04	588.94	47 851.51	44 824.52	24 508.58
<b>Profit after tax</b>	<b>26450.20</b>	<b>30 576.32</b>	<b>33 058.02</b>	<b>88 765.65</b>	<b>1 28 900.68</b>	<b>1 58 113.60</b>
<b>Other Information</b>						
<b>Segment Assets</b>						
(a) Treasury Operations	5611492.30	51 44 047.83	45 39 413.51	56 11 492.30	45 39 413.51	44 28 670.36
(b) Corporate Banking	6895546.67	69 70 039.14	61 31 634.25	68 95 546.67	61 31 634.25	66 50 440.51
(c) Retail Banking	5474880.05	53 71 434.61	48 33 006.48	54 74 880.05	48 33 006.48	51 55 813.14
(d) Other Banking Operations	78.00	223.97	4 063.09	78.00	4 063.09	5 911.47
(e) Unallocated Corporate Assets	-30649.78	- 7 552.64	- 16 761.16	- 30 649.78	- 16 761.16	41 425.00
<b>Total</b>	<b>17951347.24</b>	<b>17478192.91</b>	<b>15491356.17</b>	<b>17951347.24</b>	<b>1 54 91 356.17</b>	<b>1 62 82 260.48</b>
<b>Segment Liabilities</b>						
(a) Treasury Operations	5024422.13	48 46 346.22	42 17 142.50	50 24 422.13	42 17 142.50	42 77 435.59
(b) Corporate Banking	6392626.70	63 33 742.84	55 41 473.41	63 92 626.70	55 41 473.41	59 57 062.77
(c) Retail Banking	5032424.34	48 28 893.70	43 56 541.51	50 32 424.34	43 56 541.51	46 17 072.17
(d) Other Banking Operations	0.00	.00	.00	.00	.00	.00
(e) Unallocated Corporate Liabilities	218143.32	2 11 170.36	1 68 592.45	2 18 143.32	1 68 592.45	2 33 447.13
(f) capital, reserves and Surplus	1283730.75	12 58 039.79	12 07 606.30	12 83 730.75	12 07 606.30	11 97 242.82
<b>Total</b>	<b>17951347.24</b>	<b>1 74 78 192.91</b>	<b>1 54 91 356.17</b>	<b>17951347.24</b>	<b>1 54 91 356.17</b>	<b>1 62 82 260.48</b>
<b>Part B - Geographic Segments</b>						
<b>I. Revenue</b>						
a) Domestic Operations	402949.08	3 98 596.67	3 70 830.70	12 13 945.58	10 92 890.82	14 87 542.03
b) Foreign Operations	8284.16	9 227.56	7 837.83	24 659.64	22 804.06	30 399.47
<b>Total</b>	<b>411233.24</b>	<b>4 07 824.23</b>	<b>3 78 668.53</b>	<b>12 38 605.22</b>	<b>11 15 694.88</b>	<b>15 17 941.50</b>
<b>II. Assets</b>						
a) Domestic Operations	17052966.07	1 66 02 294.10	1 47 30 141.10	1 70 52 966.07	1 47 30 141.10	1 54 38 938.24
b) Foreign Operations	898381.17	8 75 898.81	7 61 215.07	8 98 381.17	7 61 215.07	8 43 322.24
<b>Total</b>	<b>17951347.24</b>	<b>1 74 78 192.91</b>	<b>1 54 91 356.17</b>	<b>1 79 51 347.24</b>	<b>1 54 91 356.17</b>	<b>1 62 82 260.48</b>

Segment Revenue and expenses have been apportioned on the basis of Segment assets, wherever direct allocation is not possible & figures have been regrouped wherever considered necessary to conform to current quarter classification.

Place: Chennai  
Date: 23.01.2014

*Mahesh*  
Mahesh Kumar Jain  
Executive Director

*B Raj*  
B Raj Kumar  
Executive Director

*T M Bhasin*  
T M Bhasin  
Chairman & Managing Director



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Notes forming part of the Reviewed / Unaudited Financial Results  
for the Quarter / nine months ended December 31, 2013

1. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meetings held on January 23, 2014. The same have been subjected to a limited review by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the requirements of Listing Agreement with Stock Exchanges.
2. The financial results have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended March 31, 2013 except Accounting Policy for provision for net depreciation on investment as per RBI circular as mentioned in Note No.3 given below.
3. In terms of RBI circular DBOD.BP.BC.No.41/21.04.141/2013-14 dated August 23, 2013 on "Investment Portfolio of Banks – Classification, Valuation and Provisioning", banks have been given the option of distributing the net depreciation of the entire AFS / HFT portfolios on each of the valuation dates in the current financial year in equal installments during the financial year 2013-14. Accordingly, out of the net depreciation of ₹ 181.57 crore on the entire AFS and HFT Investments portfolio of the Bank as at December 31, 2013, the Bank has recognized ₹ 47.62 crore in the Profit and Loss Account of the current quarter, in addition to ₹ 88.82 crore provided for during the quarter ended September 30, 2013.
4. The working results of the Bank have been arrived at after considering provisions for Non-Performing Advances, Non-Performing Investments, Standard Advances, Restructured Advances and Depreciation on Investments. Provision for Depreciation on Fixed Assets has been made on proportionate basis. Provision for employee benefits pertaining to Pension and Gratuity have been made on the basis of actuarial valuation. All other usual and necessary provisions including wage revision and taxation have been made on an estimated basis and are subject to adjustments, if any, at year end.
5. In accordance with the guidelines of RBI Circular No.DBOD.BP.BC.80/21.04.018/2010-11 dated February 09, 2011 on Second Option Pension and enhancement in Gratuity Limits pertaining to existing employees, an amount of ₹ 40.66 crore and ₹ 8.30 crore towards Pension and Gratuity, respectively have been charged to Profit and Loss Account, being the proportionate amount for the current quarter by the Bank. Remaining unrecognized liability pending amortization is ₹ 203.31 crore and ₹ 41.50 crore towards Second Option Pension and Gratuity, respectively.
6. As per RBI Circular DBOD.No.BP.BC.88/21.06.201/2012-13 dated March 28, 2013, banks have been advised to disclose Capital Adequacy Ratio computed under Basel III regulations from the quarter ended June 30, 2013. Accordingly, corresponding details for the previous periods (prior to September 2013) are not furnished.
7. In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 01<sup>st</sup> July, 2013, banks are required to make quarterly Pillar 3 disclosures under Basel III capital requirements with effect from September 30, 2013. The disclosures are being made available on the Bank's website www.indianbank.in. These quarterly Pillar 3 disclosures have not been subjected to a limited review by the Statutory Auditors of the Bank.
8. During the quarter, Non-Performing Financial Assets aggregating to ₹ 389.97 crore (net of provisions) were assigned to Asset Reconstruction Companies for an aggregate consideration of ₹ 675.71 crore. In line with the guidelines of Reserve Bank of India, surplus of ₹ 285.74 crore arising out of this sale is not recognized in Profit and Loss Account.



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9. Non Performing Loan Provision Coverage Ratio is 57.99% as on December 31, 2013.
10. The Government of India has, vide communication dated January 06, 2014, accorded approval for conversion of the Perpetual Non-Cumulative Preference Shares of ₹ 400 crore held by Government of India into equity shares, subject to approval of shareholders, SEBI and other authorities. Bank has proposed to hold an Extra-ordinary General Meeting of the shareholders on February 10, 2014 for this purpose. This has no effect on the diluted earnings per share for the current quarter / period.
11. The Board of Directors has, in the meeting held on January 10, 2014, declared an interim dividend of ₹ 3/- (30%) per equity share of face value of ₹ 10/- each for the year 2013-14 subject to Government of India notification for exemption with reference to Section 15(1) of the Banking Regulation Act. Government of India has since issued the notification on January 15, 2014 and the date of dividend payment is January 25, 2014.
12. Figures for the previous periods have been regrouped / reclassified, wherever considered necessary.
13. The number of investors' complaints received and disposed off during the period from October 01, 2013 to December 31, 2013:

Beginning : Nil	Received : 19	Resolved : 19	Closing : Nil
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Mahesh Kumar Jain  
Executive Director

  
B. Raj Kumar  
Executive Director

  
T. M. Bhasin  
Chairman & Managing Director

Place: Chennai  
Date : January 23, 2014.



Limited Review Report

To  
The Board of Directors  
Indian Bank  
Chennai.

We have reviewed the accompanying statement of unaudited financial results of INDIAN BANK for the quarter / nine months period ended December 31, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. 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 these unaudited financial statements based on our review.

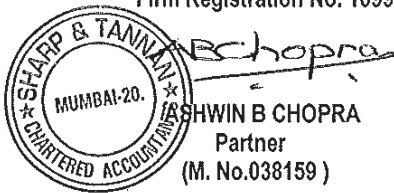
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by The Institute of Chartered Accountants of India. A Review of Interim Financial Information consists of making enquiries, 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.

In the conduct of our Review, we have reviewed 20 branches and have relied on the review reports in respect of non-performing assets received from concurrent auditors of 359 branches, inspection teams of the Bank of 166 branches and 1 foreign branch reviewed by other auditors specifically appointed for this purpose. These review reports cover 77.12 percent 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.

Without qualifying our conclusion, we draw attention to Note No.3 to the statement of unaudited financial results with respect to distribution and recognition of net depreciation on AFS / HFT investments, by exercising option as per the Reserve Bank of India circular.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement 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 SHARP & TANNAN  
Chartered Accountants  
Firm Registration No. 109982W



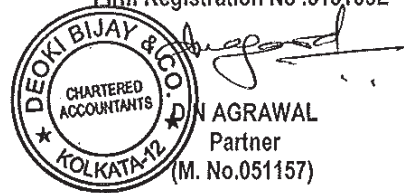
ASHWIN B CHOPRA  
Partner  
(M. No.038159)

For BHATTACHARYA DAS & CO  
Chartered Accountants  
Firm Registration No. 307077E



SWARUP MUKHOPADHYAY  
Partner  
(M. No. 056740)

For DEOKI BIJAY & CO  
Chartered Accountants  
Firm Registration No. 313105E



D N AGRAWAL  
Partner  
(M. No.051157)

For S P PURI & CO  
Chartered Accountants  
Firm Registration No. 001152N



VIDUR PURI  
Partner  
(M. No .090163)

For C K PRUSTY & ASSOCIATES  
Chartered Accountants  
Firm Registration No.323220E



C K PRUSTY  
Partner  
(M. No. 057318)

Place : Chennai  
Date : 23.01.2014