

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

Lr. No. 666/25/P.77/P.29/102

Dt: 16.05.2017

Bombay Stock Exchange Limited
25th Floor, Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai - 400001
Fax No. 022-22723121

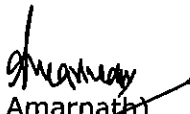
Dear Sir,

Sub: Submission of Financial Results of the Bank for the Financial Year / Quarter ended March 31, 2017- Compliance to Regulation 33 (3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
Ref: Our letter no. 666/25/P.29/84 dated 04.05.2017

In compliance to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the Audited Financial Results of the Bank along with the Segment Reporting for the financial year /quarter ended March 31, 2017. The same has been approved by the Board of Directors of the Bank at Its meeting held on Tuesday, May 16, 2017.

The meeting of the Board of Directors commenced at 01:30pm and concluded at 04:30 pm.

Yours Faithfully,


(Y. Amarnath)
Company Secretary

Encl: as above

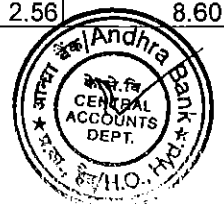




ANDHRA BANK
:: HYDERABAD::

FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH, 2017

Sl.No.	PARTICULARS	(Rs. in Lacs)				
		QUARTER ENDED			YEAR ENDED	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		AUDITED	REVIEWED	AUDITED	AUDITED	
1	Interest Earned (a) + (b) + (c) + (d)	477409	440857	465153	1802742	1763468
	(a) Interest / Discount on Advances / Bills	353130	330855	339297	1359771	1346743
	(b) Income on investments	115889	105649	104953	423006	387586
	(c) Interest on balances with Reserve Bank of India and Other inter bank funds	2806	2595	1745	10939	6381
	(d) Others	5584	1758	19158	9026	22758
2	Other Income	65061	60429	47284	230831	156448
3	Total Income (1+2)	542470	501286	512437	2033573	1919916
4	Interest Expended	308902	319060	315142	1249577	1231371
5	Operating Expenses (i)+(ii)	90121	91185	79957	345199	292544
	(i) Employees cost	53010	57008	45548	209678	173472
	(ii) Other Operating expenses	37111	34177	34409	135522	119072
6	Total Expenditure (Excluding Provisions & Contingencies) (4+5)	399023	410245	395099	1594777	1523915
7	Operating Profit (Before	143447	91041	117338	438795	396001
8	Provisions (other than tax) and Contingencies	129933	82871	102259	402862	295598
9	Exceptional Items	-	-	-	-	-
10	Profit (+) / Loss (-) from ordinary	13514	8170	15079	35934	100403
11	Tax expense	10000	2500	9919	18500	46419
12	Net Profit (+) / Loss (-) from ordinary	3514	5670	5160	17434	53984
13	Extraordinary items (net of tax expense)	-	-	-	-	-
14	Net Profit (+) / Loss (-) for the period (12-13)	3513	5670	5160	17434	53984
15	Paid-up equity share capital (Face	68116	68116	68116	68116	68116
16	Reserves excluding Revaluation Reserves (as per balance sheet of	983577	962292	962292	983577	962292
17	Analytical Ratios					
	(i) Percentage of shares held by	61.26	61.26	61.26	61.26	61.26
	(ii)Capital Adequacy Ratio - BASEL-II (%)	12.69	11.55	11.86	12.69	11.86
	Capital Adequacy Ratio - BASEL-III (%)	12.38	11.36	11.58	12.38	11.58
	(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)	0.52	0.83	0.79	2.56	8.60
	b) Basic and Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	0.52	0.83	0.79	2.56	8.60



(iv) NPA Ratios						
a. Gross Non Performing Assets	1766998	1688834	1144363	1766998	1144363	
b. Net Non Performing Assets	1035481	938238	603565	1035481	603565	
c. % of Gross NPAs	12.25	11.88	8.39	12.25	8.39	
d. % of Net NPAs	7.57	6.98	4.61	7.57	4.61	
(v) Return on Assets (Annualised) (%)	0.06	0.10	0.10	0.08	0.28	

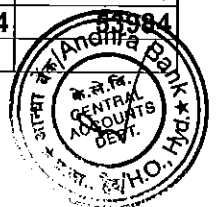
STATEMENT OF ASSETS & LIABILITIES

Particulars	As on	
	31.03.2017	31.03.2016
	AUDITED	
Capital and Liabilities		
Capital	68116	68116
Reserves and Surplus	1068550	1031323
Deposits	19544125	17430240
Borrowings	885517	971559
Other Liabilities and Provisions	646304	494938
Total	22212612	19996176
Assets		
Cash and Balances with Reserve Bank	932259	879101
Balances with Banks and Money at Call	841255	18134
Investments	5969749	5386419
Advances (net)	13684633	13078789
Fixed Assets	153070	136845
Other Assets	631646	496888
Total	22212612	19996176

SEGMENT REPORT

Part A: Business Segments

Particulars	QUARTER ENDED			YEAR ENDED	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	AUDITED	REVIEWED	AUDITED	AUDITED	
1 Segment Revenue					
(a) Treasury	140893	131164	117459	523241	430899
(b) Corporate/Wholesale Banking	149971	171574	169714	671466	702972
(c) Retail Banking	168486	156510	155134	623062	577868
(d) Other Banking Operations	83120	42038	70130	215804	208177
Total	542470	501286	512437	2033573	1919916
Less: Inter Segment Revenue	-	-	-	-	-
Income from Operations	542470	501286	512437	2033573	1919916
2 Segment Results					
(a) Treasury	37170	23886	26820	112903	88877
(b) Corporate/Wholesale Banking	41591	31068	39416	144886	144994
(c) Retail Banking	44402	28516	35495	134442	119191
(d) Other Banking Operations	20283	7571	15607	46565	42939
Total	143446	91041	117338	438796	396001
Less : Other Un-allocable Expenditure	129933	82871	102259	402862	295598
Total Profit Before Tax	13513	8170	15079	35934	100403
Income tax and other taxes paid	10000	2500	9919	18500	46419
Net Profit	3513	5670	5160	17434	53984



3 Capital Employed					
(a) Treasury	197096	144226	150365	197096	150365
(b) Corporate/Wholesale Banking	287068	257639	262942	287068	262942
(c) Retail Banking	283831	273052	237990	283831	237990
(d) Other Banking Operations	113761	90586	95450	113761	95450
(e) Unallocated	254908	352237	352692	254908	352692
Total	1136664	1117740	1099439	1136664	1099439


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

Notes:

- 1) The Bank has followed the same Accounting Policies in preparation of this financial results as were followed in the Annual Financial Statements for the year ended 31st March 2016.
- 2) The above results have been reviewed by the Audit Committee of the Board, and approved by the Board of Directors of the Bank at the meeting held on 16.05.2017 duly audited 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.
- 3) The financial results have been arrived at after considering provisions for standard assets, non performing assets, diminution in fair value of restructured accounts, depreciation on investment made on the basis of prudential norms issued by Reserve Bank of India and other usual necessary provisions. Provision for pension, gratuity and leave encashment has been made as per actuarial valuation.
- 4) 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 No. DBR.NO.BP.BC.80/21.06.201/2014-15 dated 31st March, 2015 on Prudential Guidelines on Capital Adequacy and Liquidity Standards Amendments requires Banks to make applicable Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the BASEL III framework. The disclosures are being made available on the Bank's website <http://andhrabank.in>.
- 5) The Bank's operations are classified into four primary segments i.e. Treasury, Corporate/Wholesale Banking, Retail Banking and Other Banking Operations. Bank operates only in domestic geographic
- 6) Provision Coverage Ratio stands at 51.03% as on 31st March, 2017.
- 7) Status of Investor Complaints : No Investor complaints were pending as on 31st December, 2016. Complaints received and disposed off during the Jan-Mar 17 quarter : 2. Pending as on 31st March, 2017 : Nil.
- 8) The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.
- 9) Corresponding period's figures have been regrouped/re-classified wherever considered necessary.
- 10) During the quarter Bank has received an amount of Rs.1100/- cr as share application money for allotment of shares on preferential basis. Pending allotment of shares the said amount has been treated as part of CET I capital of the Bank as permitted by Reserve Bank of India.
- 11) In compliance with RBI directives on Asset Quality Review (AQR) of advance, Bank has kept incremental provision against Standard Advances of Rs.376.57 crores (during the Quarter March 2017 Rs.74.94 Crores)



- 12) No Dividend is proposed for the FY 2016-17
- 12) The Reserve Bank of India (RBI) vide Circular No.DBR.BP.BC.No.63/21.04.018/2016-17 dated 18th April 2017 has prescribed certain additional disclosure to be made in respect of divergence in provisioning and Gross NPA under "Notes to Accounts" for the refence period i.e., FY 2015-16. The additional provisioning requirments and additional Gross NPA assessed by RBI for the FY 2015-16 exceeded 15% of the published Net Profit after tax and incremental Gross NPA respectively. The prescribed disclosure as per RBI guidelines has been made in Notes to the Financial Statements.


AJIT KUMAR RATH
EXECUTIVE DIRECTOR


S.K.KALRA
EXECUTIVE DIRECTOR


SURESH N PATEL
MANAGING DIRECTOR & CEO

Place: Hyderabad
Date: 16.05.2017





ANDHRA BANK
:: HYDERABAD::

FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH, 2017

Sl.No.	PARTICULARS	(` in Lacs)		
		QUARTER ENDED 31.03.2017 (AUDITED)	YEAR ENDED 31.03.2017 (AUDITED)	QUARTER ENDED 31.03.2016 AUDITED
1	Total income from operations (net)	542470	2033573	512437
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	13513	35934	15079
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	13513	35934	15079
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	3513	17434	5160
5	Equity Share Capital	68116	68116	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 : Diluted:	0.52 0.52	2.56 2.56	0.79 0.79

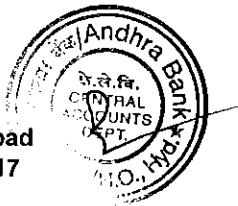
Note: The above is an extract of the detailed format of quarterly / annual financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the quarterly / annual financial results are available on the websites of Stock Exchange www.nseindia.com, www.bseindia.com and on Bank's website www.andhrabank.in under Investor Relations.


AJIT KUMAR RATH
EXECUTIVE DIRECTOR


S.K.KALRA
EXECUTIVE DIRECTOR


SURESH N PATEL
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

Place: Hyderabad
Date: 16.05.2017



PREM GUPTA & CO.
Chartered Accountants
New Delhi

V.KRISHNAN & CO.
Chartered Accountants
Chennai

BASHA & NARASIMHAN
Chartered Accountants
Visakhapatnam

SAGAR & ASSOCIATES
Chartered Accountants
Hyderabad

INDEPENDENT AUDITORS' REPORT

To
The Members of Andhra Bank

Report on the Financial Statements

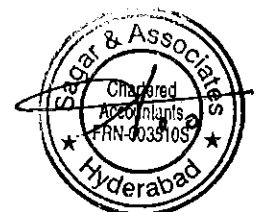
1. We have audited the accompanying financial statements of Andhra Bank ("the Bank") as at 31st March, 2017 which comprises the Balance Sheet as at 31st March, 2017, the Profit and Loss Account, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. Incorporated in these financial statements are the returns of 20 branches audited by us and 1375 branches audited by Statutory Branch Auditors. The branches audited by us and those audited by other auditors have been selected by the Bank in accordance with the guidelines issued to the Bank by the Reserve Bank of India. Also incorporated in the Balance Sheet and the Profit and Loss Account are the returns from 1513 branches which have not been subjected to audit. These unaudited branches account for 8.92% of advances, 19.67 % of deposits, 5.90 % of interest income and 17.31 % of interest expenses.

Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements in accordance with the Banking Regulation Act 1949, Reserve Bank of India guidelines from time to time and accounting standards generally accepted in India. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.



... 2 ...

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion, as shown by books of the Bank, and to the best of our information and according to the explanations given to us:
 - (i) the Balance Sheet, read with the notes thereon is a full and fair Balance Sheet containing all the necessary particulars, is properly drawn up so as to exhibit a true and fair view of state of affairs of the Bank as at 31st March, 2017 in conformity with accounting principles generally accepted in India;
 - (ii) the Profit and Loss Account, read with the notes thereon shows a true balance of Profit in conformity with accounting principles generally accepted in India, for the year covered by the account; and
 - (iii) the Cash Flow Statement gives a true and fair view of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. The Balance Sheet and the Profit and Loss Account have been drawn up as per the provisions of Section 29 of the Banking Regulation Act, 1949.
8. Subject to the limitations of the audit indicated in paragraph 1 to 5 above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1980, and subject also to the limitations of disclosure required therein, we report that:
 - (a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory;
 - (b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank; and

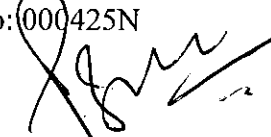


(c) The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit.

9. We further report that:

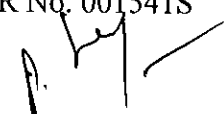
- (a) the Balance Sheet and Profit and Loss account dealt with by this report are in agreement with the books of account and returns;
- (b) the reports on the accounts of the branch offices audited by branch auditors of the Bank under section 29 of the Banking Regulation Act, 1949 have been sent to us and have been properly dealt with by us in preparing this report;
- (c) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the applicable accounting standards.

For PREM GUPTA & CO.
Chartered Accountants
FR No: 000425N


(CA PREM BEHARI GUPTA)
Partner
M.No. 080245




For V. KRISHNAN & CO.
Chartered Accountants
FR No. 001541S


(CA P.GEETHA)
Partner
M.No. 202607

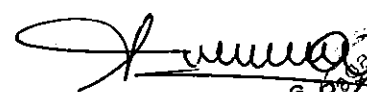


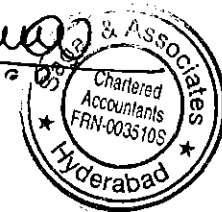
For BASHA & NARASIMHAN
Chartered Accountants
FR No. 006031S


(CA C.SHUNMUGASUNDARAM)
Partner
M.No. 222455



For SAGAR & ASSOCIATES
Chartered Accountants
FR No. 003510S


(CA B.ARUNA)
Partner
M.No. 216454



Station : Hyderabad
Date : 16th May 2017



ఆంధ్రబ్యాంక్

(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 - 500 004

विभाग DEPT: Board Secretariat

Merchant Banking Division

Telefax 040-23230883; Tel.No.040-23252371

E-mail: mbd@andhrabank.co.in

Lr.No. 666/25/P.29/P.77/106

Dt: 16.05.2017

Bombay Stock Exchange Limited
25th Floor, Phiroze Jeejeebhoy Towers
Dalal Street

Symbol: 532418

Mumbai - 400 001.

System: ANDBKDM

Fax No.022-22723121

Email: bse.listing@bseindia.com

Dear Sirs,

Sub: Declaration for audit reports with unmodified opinion(s)

Ref: Regulation 33(3)(d) of SEBI Listing (Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 33(3)(d) of SEBI Listing (Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that our financial results of the Bank for the financial year/ quarter ended March 31, 2017 does not contain any modified opinion of the Auditors of the Bank.

K. Rayar
Chief Financial Officer

Suresh N Patel
Managing Director & CEO

