Basel III- Pillar III Disclosures

September 30,2014

ADDITIONAL DISCLOSURES IN TERMS OF COMPLIANCE OF BASEL III REQUIREMENTS AS STIPULATED BY RBI

Table DF – 1

Scope of Application

Name of the head of the banking group to which the framework applies: *Indian Bank*

(i) Qualitative Disclosures:

a. List of group entities considered for consolidation

Name of the entity / Country of incorporation	Whether the entity is included under accounting scope of consolidation (yes / no)	Explain the method of consolidation	Whether the entity is included under regulatory scope of consolidation (yes / no)	Explain the method of consolidation	Explain the reasons for difference in the method of consolidation	Explain the reasons if consolidated under only one of the scopes of consolidation
IndBank Merchant Banking Services Ltd. (Subsidiary)	**Yes**	Consolidated in accordance with Accounting Standard 21- Consolidated Financial Statement	**Yes**	Consolidated in accordance with Accounting Standard 21- Consolidated Financial Statement	**Not Applicable**	**Not Applicable**
Ind Bank Housing Ltd (Subsidiary)	**Yes**	Consolidated in accordance with Accounting Standard 21- Consolidated Financial Statement	**Yes**	Consolidated in accordance with Accounting Standard 21- Consolidated Financial Statement	**Not Applicable**	**Not Applicable**

Name of the entity / Country of incorporation	Whether the entity is included under accounting scope of consolidation (yes / no)	Explain the method of consolidation	Whether the entity is included under regulatory scope of consolidation (yes / no)	Explain the method of consolidation	Explain the reasons for difference in the method of consolidation	Explain the reasons if consolidated under only one of the scopes of consolidation
Pallavan Grama Bank (Associates)	**Yes**	Consolidated under Equity Method in accordance with Accounting Standard 23-Consolidated Financial Statement	**No**	**Not Applicable**	**Treated as associates**	Risk weighted for capital adequacy purposes
Saptagiri Grameena Bank (Associates)	**Yes**	Consolidated under Equity Method in accordance with Accounting Standard 23-Consolidated Financial Statement	**No**	**Not Applicable**	**Treated as associates**	Risk weighted for capital adequacy purposes
Puduvai Bharathiar Grama Bank (Associates)	**Yes**	Consolidated under Equity Method in accordance with Accounting Standard 23-Consolidated Financial Statement	**No**	**Not Applicable**	**Treated as associates**	Risk weighted for capital adequacy purposes

b. List of group entities not considered for consolidation both under the accounting and regulatory scope of consolidation:

Name of the entity / country of incorporation	Principle activity of the entity	Total balance sheet equity (as stated in the accounting balance sheet of the legal entity)	% of bank's holding in the total equity	Regulatory treatment of bank's investments in the capital instruments of the entity	Total balance sheet assets (as stated in the accounting balance sheet of the legal entity)
NIL					

(ii) Quantitative Disclosures:

c. List of group entities considered for consolidation: (₹ in million)

Name of the entity / country of incorporation *(as indicated in (i)a. above)*	Principle activity of the entity	Total balance sheet equity *(as stated in the accounting balance sheet of the legal entity)*	Total balance sheet assets *(as stated in the accounting balance sheet of the legal entity)*
IndBank Merchant Banking Services Ltd **(India)**	Merchant Banking services	443.78	529.84
Ind Bank Housing Ltd **(India)**	Housing Finance	100.00	1229.48

d. The aggregate amount of capital deficiencies in all subsidiaries which are not included in the regulatory scope of consolidation i.e. that are deducted:

Name of the subsidiaries / country of incorporation	Principle activity of the entity	Total balance sheet equity *(as stated in the accounting balance sheet of the legal entity)*	% of bank's holding in the total equity	Capital deficiencies
NIL				

e. The aggregate amounts (e.g. current book value) of the bank's total interests in insurance entities, which are risk-weighted:

Name of the insurance entities / country of incorporation	Principle activity of the entity	Total balance sheet equity *(as stated in the accounting balance sheet of the legal entity)*	% of bank's holding in the total equity / proportion of voting power	Quantitative impact on regulatory capital of using risk weighting method versus using the full deduction method
NOT APPLICABLE				

f. Any restrictions or impediments on transfer of funds or regulatory capital with in the banking group:

There is no restriction or impediments on transfer of funds or regulatory capital within the banking group.

Table DF – 2: Capital Adequacy

Qualitative Disclosures:

(a) Bank maintains CRAR of more than 9% and Common Equity Tier 1 CRAR of more than 5.00%.

(b) Besides computing CRAR under the Pillar I requirement, the Bank also periodically undertakes stress testing in various risk areas to assess the impact of stressed scenario or plausible events on asset quality, liquidity, interest rate, derivatives and forex on its profitability and capital adequacy.

(c) Bank has Board approved Internal Capital Adequacy Assessment Process (ICAAP) Policy to assess future capital requirements both under Pillar I and Pillar II. Bank projects capital for the next 3 financial year based on business projections and risk profile.

(d) Under Pillar II Bank considers the following as risks while assessing / planning capital:

- Liquidity Risk
- Credit Concentration Risk
- Interest Rate Risk in Banking Book
- Pension Obligation Risk
- Under estimation of Credit risk under Standardized approach
- Strategic Risk
- Reputation Risk
- Counterparty Credit Risk

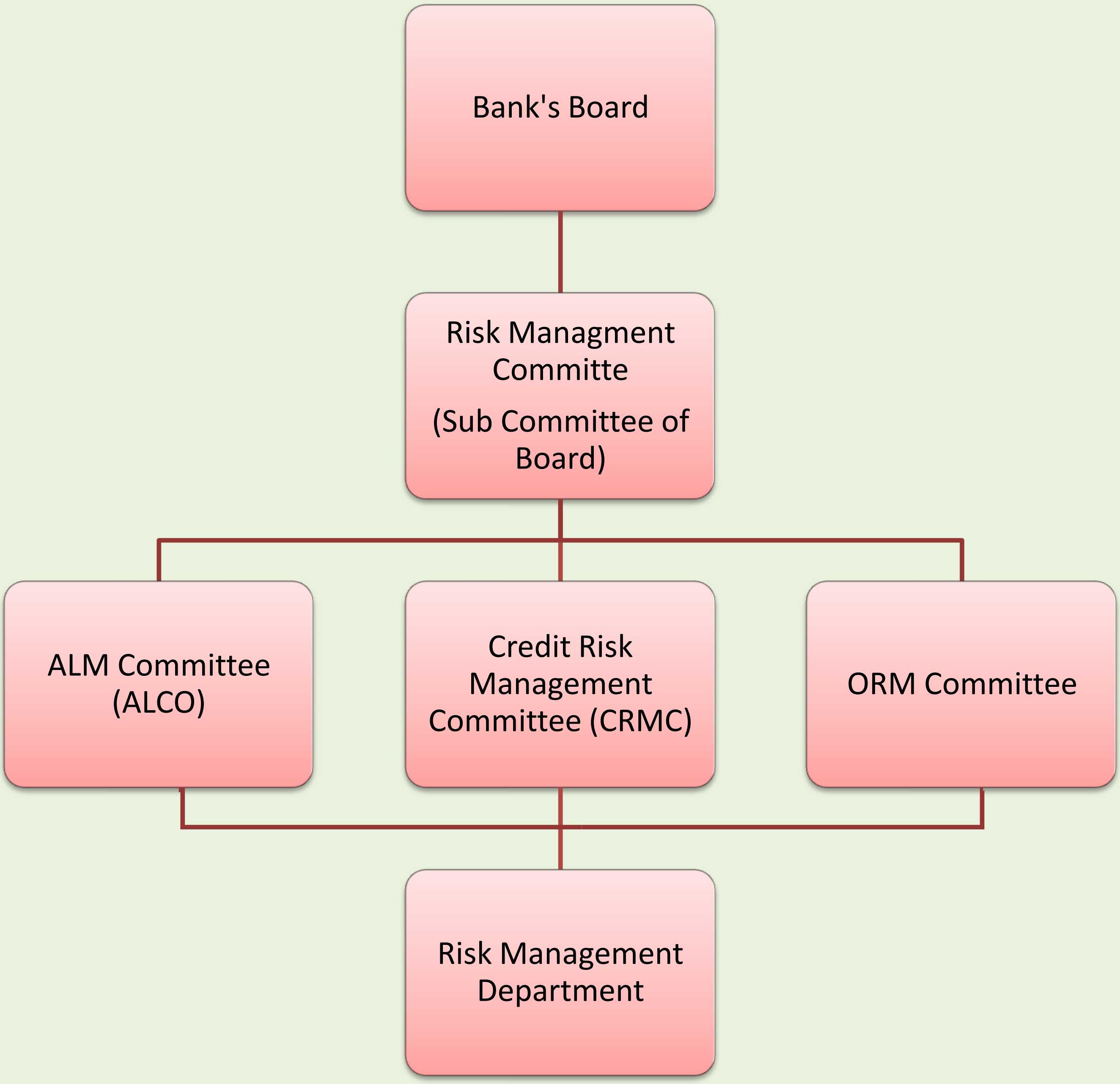
(e) The Bank has implemented a Board approved Stress Testing Framework which forms an integral part of the Bank's ICAAP. Stress Testing involves the use of various techniques to assess the Bank’s potential vulnerability to extreme but plausible stressed business conditions.

The Bank will assess the impact on the following risks, as part of Stress Test:

- Credit Risk
- Market Risk
- Credit Concentration Risk
- Default Risk
- Liquidity Risk
- Interest Rate Risk in Banking Book (IRRBB)

Bank is conducting the Stress Test on quarterly basis and the result of the same is placed to Credit Risk Management Committee (CRMC)/Risk Management Committee (RMC) of the Board

Organisation Structure:



The Bank has complied with all the guidelines of the Reserve Bank of India on creation of Risk Management architecture. An independent Risk Management Department is functioning for effective Enterprise-Wide Risk Management. All the risks, the Bank is exposed to, are managed through following three Apex level committees viz.,

(i) Credit Risk Management Committee (CRMC)
(ii) Asset and Liabilities Management Committee (ALCO)
(iii) Operational Risk Management Committee (ORMC).

These committees work within the overall guidelines and policies approved by the Board and Risk Management Committee of the Board.

The Bank has put in place various policies to manage the risks. To analyze the enterprise-wide risk and with the objective of integrating all the risks of the Bank, an Integrated Risk Management policy has also been put in place. The important risk policies comprise of Credit Risk Management Policy, Liquidity Management Policy, Market risk management policy Operational Risk Management Policy, Internal Capital Adequacy Assessment Process (ICAAP) Policy, Stress Testing Policy, Collateral Management Policy, Disclosure Policy, Treasury Management Policy & Integrated Risk Management Policy.

All the policies are reviewed on annual basis by Risk Management Committee (RMC)/ Board. In order to disseminate the risk management concepts and also to sensitise the field level functionaries, the relevant policies are circulated to the branches, in addition to imparting training at the Bank's training colleges.

Credit Risk:

Risk Management Systems are in place to identify and analyze the risks at the early stage and manage them by setting and monitoring prudential limits besides taking other corrective measures to face the changing risk environment.

Software driven rating mechanism is in place to assign the rating to ensure credit quality besides an entry level scoring system.

Loan review mechanism and Credit audit system are in place for the periodical review/audit of the large value accounts and bring about qualitative improvements in credit administration of the Bank. In addition, Standard Assets Monitoring Committee reviews the Special Mention Accounts periodically to initiate timely action to prevent slippage of standard assets to nonperforming assets. As a part of monitoring mechanism, accounts which are downgraded from investment category are identified and monitored closely on quarterly basis.

Market Risk:

The liquidity risk is managed through studying structural liquidity on a daily basis, which is being discussed in the Funds and Investments Committee and reviewed every fortnight (first & third Wednesdays of every month) by ALCO/ Board. The interest rate risk is managed through monthly interest rate sensitivity statements reviewed by ALCO/ Board. The mid office, directly reporting to Risk Management Department, monitors treasury transactions independently. Prudential liquidity ratios are monitored periodically and reported to ALCO.

Operational Risk:

Operational risk is managed by using well established internal control systems in day to day management processes and adopting various risk mitigating strategies. The risk perceptions in various products / procedures are critically analysed and corrective actions if required, are initiated.

The bank has put in place an Operational Risk software to take forward the risk measurement process through Risk Control and Self Assessment (RCSA), identification of Key Risk Indicators (KRI) and loss data analysis. Bank has built up internal loss data for the last 5 years

Quantitative disclosures (as per Basel III guidelines)

(a) Capital requirements for credit risk: (₹ in Million)

Particulars	Solo (Global)	Consolidated
Portfolios subject to standardized approach	81307.30	81483.34
Securitization exposures	Nil	Nil

b)Capital requirements for market risk:

Standardized duration approach (₹ in Million)

Particulars	Solo (Global)	Consolidated
Interest Rate Risk	4307.50	4307.50
Foreign Exchange Risk (including gold)	72.00	72.00
Equity Risk	2770.95	2770.95

(c)Capital requirements for operational risk: (₹ in Million)

Particulars	Solo (Global)	Consolidated
Basic Indicator Approach	8283.81	8300.90

(d)Common Equity Tier 1 (CET 1), Tier 1 and Total capital ratio (as per Basel III guidelines):

Particulars	Solo (Global)	Consolidated
Common Equity Tier 1 (CET 1),	113541.14	115067.12
Tier 1 Capital Adequacy Ratio	10.56%	10.68%
Total Capital Adequacy Ratio	13.05%	13.16%

(e)Tier 1 and Total capital ratio (as per Basel II guidelines):

Particulars	Solo (Global)	Consolidated
Tier 1 Capital Adequacy Ratio	10.74%	10.86%
Total Capital Adequacy Ratio	13.44%	13.56%

Table DF-3

Credit Risk: General disclosures for all banks

Qualitative Disclosures:

(a)Bank has adopted the definitions of the past due and impaired (for accounting purposes) as defined by the regulator for Income Recognition and Asset Classification norms.

The Bank has put in place the Credit Risk Management Policy and the same has been circulated to all the branches. The main objective of the policy is to ensure that the operations are in line with the expectation of the management and the strategies of the top management are translated into meaningful directions to the operational level. The Policy stipulates prudential limits on large credit exposures, standards for loan collateral, portfolio management, loan review mechanism, risk concentrations, risk monitoring and evaluation, provisioning and regulatory / legal compliance.

The Bank identifies the risks to which it is exposed and applies suitable techniques to measure, monitor and control these risks.

While the Board / Risk Management Committee of the Board devises the policy and fixes various credit risk exposures, Credit Risk Management Committee implements these policies and strategies approved by the Board / RMC, monitors credit risks on a bank wide basis and ensures compliance of risk limits.

The Bank studies the concentration risk by (a) fixing exposure limits for single and group borrowers (b) rating grade limits (c) industry wise exposure limits and (d) analyzing the geographical distribution of credit across the Zones. All the Zones are categorized under four segments namely North, South, East and West.

Bank considers rating of a borrowal account as an important tool to measure the credit risk associated with any borrower and accordingly implemented software driven rating/scoring models across all Branches/ Zonal Offices.

Quantitative Disclosures

(b) Total gross credit risk exposures, Fund Based and Non-fund based separately.

(₹ in Million)

Particulars	Solo (Global)	Consolidated
Gross Credit Risk Exposures		
Fund Based		
Loans and Advances	1190986.34	1191060.11
Investments	361325.06	362859.51
Other Assets	190263.33	190564.29
Total Fund Based	**1742574.73**	**1744483.90**
Non Fund Based including contingent credit, contracts and derivatives*	**619490.00**	619729.26
Total Credit Risk Exposure	**2362064.72**	**2364213.16**

*includes notional principles of derivatives exposures, unavailed limits, LC, acceptances Guarantees

(c) Geographic distribution of exposures Fund based and Non-fund based (solo) separately

(₹ in Million)

Geographical Region	Fund Based	Non Fund Based including contingent credit, contracts and derivatives	Total
Overseas	85347.69	13182.09	98529.78
Domestic	1657227.03	606307.91	2263534.94
Total	**1742574.72**	**619490.00**	**2362064.72**

(d) Industry-wise distribution of exposures as on 30.09.2014

(₹ in Million)

S.No.	Name of the industry	Outstanding		Committed Exposure
		Fund Based	Non Fund Based	
1	Gems and Jewellery including Diamond	914.12	98.00	2151.66
2	Infrastructure			
2.1	Power	147191.24	7189.22	164242.33
2.2	Ports / Roads	42318.78	1141.33	55365.40
2.3	Telecom	11320.45	1026.65	13605.35
2.4	Other infrastructure	14132.96	6327.92	30827.88
2.5	Educational Institution	27573.24	983.74	36662.30
2.6	Hospital	4161.54	489.15	5414.26
2.7	Hotel	8649.30	485.35	10741.10
3	Petroleum and Petroleum Products	32657.62	18414.32	63389.25
4	Textiles	39754.41	2668.86	54185.42
5	Sugar	8327.66	779.51	11943.20
6	Iron & Steel	35957.50	4535.27	54268.00
7	All Engineering	20573.27	18046.24	53670.01
8	Pharmaceuticals & Chemicals	5766.30	1102.27	8114.33
9	Food Processing (including Cashew, Edible Oils & Vanaspati)	17994.64	2520.38	29150.48
10	Colliery & Mining	2497.98	185.01	3108.00
11	Fertilizer	1909.19	282.89	2889.41
12	Cement & Cement Products	14246.85	1995.80	20109.80
13	Leather & leather products	1323.66	407.23	2612.49
14	Electronics & Computers (Hardware & software)	6756.63	5902.27	14315.95
15	Tea / Coffee	1020.28	24.60	1153.43
16	Construction contractors	16343.81	26865.14	60924.56
17	Rubber, Plastics and their products (including tyre)	6304.94	1165.23	9984.42
18	Automobiles (Vehicles, Vehicle Parts & Transport Equipments)	5722.46	4456.17	16062.65
19	Beverages and Tobacco	2766.13	16.25	4086.92
20	Wood and Wood Products	701.23	363.09	1490.39
21	Paper and Paper Products	4740.88	231.37	6904.86
22	Glass and Glassware	2728.77	285.98	3543.07
23	Other metal and metal products	8360.51	319.69	9070.22
24	Printing and Publishing	2677.11	720.51	5246.96
25	Aviation	5653.91	0.00	5653.91
26	Media and Entertainment	3968.97	4111.96	8667.68
27	Logistics	4695.15	2040.63	10199.41
28	Ship Building	1873.76	1761.25	8753.35
29	Trade (Other than retail trade)	98306.31	12015.62	134244.27
30	NBFC	119615.29	461.81	144989.82

As on 30th Sep 2014, the Bank's exposure to the industries stated below was more than 5% of the total gross credit exposure:

Sl.No	Industry Classification	Percentage of the total gross credit exposure
1	Power	9.77%
2	NBFC	8.62%

(e) Residual contractual maturity break-up of advances and investments

(₹ in Million)

Details	1 Day	2-7 Days	8-14 Days	15-28 Days	29Days-3 M	>3M - 6 M	>6 M - 1 Year	>1 Y – 3Years	>3 Y - 5Years	>5 Years	Total
Advances	10827.42	16080.33	43269.39	32040.40	105794.61	88422.96	155797.53	378865.66	159634.60	175728.54	1166461.44
Investments*	5077.30	10570.40	7245.60	13371.90	32350.90	31178.30	54279.80	207041.50	46842.50	60948.80	468907.00

*Includes Repo(LAF) securities of ₹ 49400Million and excludes 50% of listed equities of ₹.2058.70 Million

(₹ in Million)

(f)	Amount of NPAs (Gross) – (Solo-Global)	50034.12
	➢ Substandard	21247.15
	➢ Doubtful 1	15754.42
	➢ Doubtful 2	12431.90
	➢ Doubtful 3	157.19
	➢ Loss	443.46
(g)	Net NPAs	29758.59
(h)	NPA Ratios	
	➢ Gross NPAs to gross advances	4.21%
	➢ Net NPAs to net advances	2.55%
(i)	Movement of NPAs (Gross)	
	➢ Opening Balance	45622.02
	➢ Additions	20083.64
	➢ Reductions	15671.54
	➢ Closing Balance	50034.12
(j)	Movement of provisions for NPAs	
	➢ Opening Balance	16130.36
	➢ Provisions made during the period	4582.22
	➢ Write Off	3710.06
	➢ Write-back of excess provisions	84.60
	➢ Closing balance	17087.12
(k)	Amount of Non-Performing investments	355.40
(l)	Amount of Provisions held for non-performing investments	355.40
(m)	Movement of provisions for depreciation on investments	
	➢ Opening balance	2288.13
	➢ Provisions made during the period	85.97
	➢ Write-off	0.00
	➢ Write-back of excess provisions	961.33
	➢ Closing balance	1412.77

Table DF – 4

Credit Risk: disclosures for portfolios subject to the standardized approach

Qualitative Disclosures:

(a)The Bank uses ratings assigned by the six Rating Agencies approved by the Reserve Bank of India namely a) CRISIL, b) ICRA, c) CARE, d)India Ratings, e)BRICKWORKS and f) SMERA for the eligible exposures such as Corporate, Capital Market Exposures etc. according to the Basel III framework. Over and above the same, the Bank also relies on mapping of issue based external ratings as permitted in the regulatory guidelines. The rest of the claims on corporates are treated as 'unrated'.

Quantitative Disclosures:

(b)The total credit risk exposure (Solo-Global) bifurcated after the credit risk mitigation under Standardized Approach is as under:

(₹ in Million)

Solo (Global)	Book Value	Risk Weighted value
Below 100% Risk weight	1649795.94	301376.38
100% Risk weight	445874.32	344595.64
Above 100% Risk weight	266394.47	257442.49
Total	**2362064.72**	**903414.50**

Deduction from Capital: Investment in Subsidiaries: 242.56

The total credit risk exposure (Consolidated) bifurcated after the credit risk mitigation under Standardized Approach is as under:

(₹ in Million)

Consolidated	Book Value	Risk Weighted value
Below 100% Risk weight	1649989.45	301377.41
100% Risk weight	447829.24	346550.59
Above 100% Risk weight	266394.47	257442.49
Total	**2364213.16**	**905370.49**

Deduction from Capital: Investment in Subsidiaries: 242.56

Table DF-5 :Credit Risk Mitigation: disclosures for standardized approaches

Qualitative Disclosures

The Bank has put in place Credit Risk Mitigation & Collateral Management Policy with the primary objective of a) Mitigation of credit risks & enhancing awareness on identification of appropriate collateral taking into account the spirit of Basel II/III / RBI guidelines and (b) Optimizing the benefit of credit risk mitigation in computation of capital charge as per approaches laid down in Basel II / RBI guidelines.

The Bank generally relies on Risk Mitigation techniques like Loan participation, Ceiling on Exposures, Escrow mechanism, Forward cover, higher margins, loan covenants, Collateral and insurance cover.

Valuation methodologies are detailed in the Credit Risk Management Policy.

Eligible collateral for which CRM benefit taken for Computation of Capital Charge:

The following collaterals are recognized for availing CRM benefit for Computation of Capital Charge:

i) Cash (as well as certificates of deposit or comparable instruments, **including fixed deposit receipts**, issued by the lending bank) on deposit with the bank, which is incurring the counterparty exposure.

ii) Gold: Gold would include both bullion and jewellery. However, the value of the collateralized jewellery should be benchmarked to 99.99 purity.

iii) Securities issued by Central and State Governments

iv) Kisan Vikas Patra and National Savings Certificates provided no lock-in period is operational and if they can be encashed within the holding period

v) Life insurance policies with a declared surrender value of an insurance company which is regulated by an insurance sector regulator

Main types of guarantor counterparty and their creditworthiness

The Bank considers credit protection in terms of the guarantees which are direct, explicit, irrevocable and unconditional. The bank takes into account such credit protection in calculating capital requirements

Only guarantees issued by entities with a lower risk weight than the counterparty will lead to reduced capital charges, since the protected portion of the counterparty exposure is assigned the risk weight of the guarantor, whereas the uncovered portion retains the risk weight of the underlying counterparty

Credit protection given by the following entities is recognised as counterparty Guarantor:

(i) Sovereigns (Central and State Governments)

(ii) Sovereign entities (including ECGC and CGTMSE)

(iii) Banks with a lower risk weight than the counterparty

All types of securities eligible for mitigation are easily realizable financial securities. Hence, presently no limit / ceiling has been prescribed to address the concentration risk in credit risk mitigants recognized by the Bank.

Quantitative Disclosures

For each separately disclosed credit risk portfolio (Solo-Global / Consolidated), the total exposure (after, where applicable, on- or off balance sheet netting) that is covered by eligible financial collateral after the application of haircuts:

(₹ in Million)

Type of Exposure	Eligible financial Collateral	Guarantees
Gross Credit Risk Exposures		
Fund Based		
Loans and Advances	209028.22	54443.28
Investments	0.00	362.71
Other Assets	0.00	0.00
Total Fund Based	209028.22	54805.99
Non Fund Based including contingent credit, contracts and derivatives	17694.41	1914.66
Total	**226722.63**	**56720.65**

Table DF – 6

Securitization: disclosure for standardized approach

Qualitative Disclosures: The Bank has not undertaken any securitization activity.	
Quantitative Disclosures:	NIL

Table DF – 7
Market risk in trading book

Qualitative Disclosures

Market Risk in trading book is assessed as per the Standardized duration method. The capital charge for HFT and AFS is computed as per Reserve Bank of India prudential guidelines.

Quantitative Disclosures:

The capital requirements (Solo-Global / Consolidated) for:

(₹ in Million)

Interest rate risk	4307.50
Foreign exchange risk	72.00
Equity position risk	2770.95

Table DF – 8
Operational Risk

Qualitative Disclosures

Capital charge for Operational Risk is computed as per the Basic Indicator Approach. The average of the gross income, as defined in the New Capital Adequacy Framework guidelines, for the previous 3 years i.e. 2013-14,2012-13 and 2011-12 is considered for computing the capital charge. The required capital is ₹ 8283.81 Million (Solo-global) and ₹ 8300.90 Million (Consolidated).

Table DF – 9

Interest Rate Risk in the Banking Book (IRRBB)

Qualitative Disclosures:

Embedded Option Risk is studied and factored in the interest rate sensitivity analysis. Based on the interest rate sensitivity, interest rate risk in the Banking Book is studied on a quarterly basis. Earnings at Risk are computed based on the Traditional Gap Analysis on a static position. Market Value of Equity (MVE) is computed adopting the Duration Gap Analysis.

Quantitative Disclosures:

The increase (decline) in earnings and economic value (or relevant measure used by management) for upward and downward rate shocks according to management's method for measuring IRRBB (Solo-Global).

i) Earnings at Risk for 25 bps interest rate decrease as on 30.09.2014 for one year time horizon is ₹ (-) 1388.33 Million

ii) Change in Market Value of Equity for 200 bps interest rate shock is ₹ 1422.80 Million
(Repricing of BPLR/Base Rate in the 2nd time bucket)

DF-10: General Disclosure for exposures related to Counterparty Credit Risk:

The Bank sets limits as per the norms on exposure stipulated by RBI for both fund and non fund based facilities including derivatives. Limits are set as a percentage of the capital funds and are monitored on regular basis. The utilisation against specified limits is reported to the Credit Risk Management Committee/Risk Management Committee/Board on regular interval. The Bank currently does not assign economic capital for its counterparty credit exposures.

Bank has adopted Comprehensive Approach for collateral as per RBI guidelines, which allows fuller offset of collateral against exposures, by effectively reducing the exposure amount by the value ascribed to the collateral. Under this approach, Bank takes eligible collateral like fixed deposits, NSc, LIC policy, Jewels into account to reduce the credit exposure to a counterparty when calculating the capital requirements to take account of the risk mitigating effect of collateral. Credit risk mitigation is allowed only on an account-by account basis. The Bank has a policy framework through Credit Risk Management policy and Collateral Management Policy which stipulates the eligible credit risk mitigants and management.

All the Derivative transactions with the Counterparty are evaluated as per Board approved Derivative Policy of the Bank.

The Bank does not recognize bilateral netting. The derivative exposure(with original maturity above 14 days) is calculated using Current Exposure Method (CEM) and out standing as on September 30,2014 is given below:

₹ Million

Derivatives	Notional Principle	Current Credit Exposure(+veMTM)	Current Exposure
FORWARD CONTRACTS	259356.22	3354.37	9098.76
IRS	0.00	0.00	0.00

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			**Amounts Subject to Pre-Basel III Treatment**	**Ref No.**
Common Equity Tier 1 capital: instruments and reserves				
1	Directly issued qualifying common share capital plus related stock surplus (share premium)	15259.64		A=A1+A2
2	Retained earnings	2018.56		B5
3	Accumulated other comprehensive income (and other reserves)	99204.36		B1+B2+B3+B4
4	*Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies[1])*	*0.00*		
	Public sector capital injections grandfathered until January 1, 2018	***0.00***		
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	0.00		
6	**Common Equity Tier 1 capital before regulatory adjustments**	116482.57		
Common Equity Tier 1 capital: regulatory adjustments				
7	Prudential valuation adjustments	0		
8	Goodwill (net of related tax liability)	0		
9	Intangibles other than mortgage-servicing rights (net of related tax liability)	0		
10	Deferred tax assets	0	0	
11	Cash-flow hedge reserve	0		
12	Shortfall of provisions to expected losses	0		
13	Securitisation gain on sale	0		
14	Gains and losses due to changes in own credit risk on fair valued liabilities	0		
15	Defined-benefit pension fund net assets	0		
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	0		
17	Reciprocal cross-holdings in common equity	266.45		D
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	0		
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	0		

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			**Amounts Subject to Pre-Basel III Treatment**	**Ref No.**
20	Mortgage servicing rights (amount above 10% threshold)	0		
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	0		
22	Amount exceeding the 15% threshold	0		
23	of which: significant investments in the common stock of financial entities	0		
24	of which: mortgage servicing rights	0		
25	of which: deferred tax assets arising from temporary differences	0		
26	National specific regulatory adjustments (26a+26b+26c+26d)			
26a	*of which:* Investments in the equity capital of the unconsolidated insurance subsidiaries	0		
26b	*of which:* Investments in the equity capital of unconsolidated non-financial subsidiaries	0		
26c	*of which:* Shortfall in the equity capital of majority owned financial entities which have not been consolidated with the bank	0		
26d	*of which:* Unamortised pension funds expenditures	979.2	0	
	Regulatory Adjustments Applied to Common Equity Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment	97.03	145.54	
	of which: Total equity investment in other financial subsidiaries	97.03	145.54	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	72.77		
28	**Total regulatory adjustments to Common equity Tier 1**	**1415.45**		
29	**Common Equity Tier 1 capital (CET1)**	**115067.12**		
Additional Tier 1 capital: instruments				
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus (31+32)	0		
31	of which: classified as equity under applicable accounting standards (Perpetual Non-Cumulative Preference Shares)	0		
32	of which: classified as liabilities under applicable accounting standards (Perpetual debt Instruments)	0		
33	*Directly issued capital instruments subject to phase out from Additional Tier 1*	0		

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			**Amounts Subject to Pre-Basel III Treatment**	**Ref No.**
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	0		
35	*of which: instruments issued by subsidiaries subject to phase out*	0		
36	**Additional Tier 1 capital before regulatory adjustments**	**0**		
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments	0		
38	Reciprocal cross-holdings in Additional Tier 1 instruments	0		
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	0		
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	0		
41	National specific regulatory adjustments (41a+41b)	0		
41a	Investments in the Additional Tier 1 capital of unconsolidated insurance subsidiaries	0		
41b	Shortfall in the Additional Tier 1 capital of majority owned financial entities which have not been consolidated with the bank	0		
	Regulatory Adjustments Applied to Additional Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment	0		
	of which: Phase out form ATI	0		
	of which: existing adjustments which are deducted from Tier 1 at 50%	0		
	of which:DTA	0		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	0		
43	**Total regulatory adjustments to Additional Tier 1 capital**	0		
44	**Additional Tier 1 capital (AT1)**	0		
44a	**Additional Tier 1 capital reckoned for capital adequacy**[11]	0		
45	**Tier 1 capital (T1 = CET1 + AT1) (29 + 44a)**	**115067.12**		

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			Amounts Subject to Pre-Basel III Treatment	Ref No.
Tier 2 capital: instruments and provisions				
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	0		
47	Directly issued capital instruments subject to phase out from Tier 2	10000		C1+C2
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	0		
49	*of which: instruments issued by subsidiaries subject to phase out*	0		
50	Provisions	19081.02		C3+C4+C5
51	**Tier 2 capital before regulatory adjustments**	**29081.02**		
Tier 2 capital: regulatory adjustments				
52	Investments in own Tier 2 instruments	0		
53	Reciprocal cross-holdings in Tier 2 instruments	272.53		
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	0		
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	0		
56	National specific regulatory adjustments (56a+56b)	0		
56a	*of which:* Investments in the Tier 2 capital of unconsolidated subsidiaries	0		
56b	*of which:* Shortfall in the Tier 2 capital of majority owned financial entities which have not been consolidated with the bank	0		
	Regulatory Adjustments Applied To Tier 2 in respect of Amounts Subject to Pre-Basel III Treatment	2072.77		
	of which: existing adjustments which are deducted from Tier 2 at 50%	72.77		
	of which: Phase out from Tier 2 Bonds	2000		
57	**Total regulatory adjustments to Tier 2 capital**	2345.30		
58	**Tier 2 capital (T2)**	26735.73		
58a	**Tier 2 capital reckoned for capital adequacy**	**26735.73**		

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			**Amounts Subject to Pre-Basel III Treatment**	**Ref No.**
58b	**Excess Additional Tier 1 capital reckoned as Tier 2 capital**	0		
58c	**Total Tier 2 capital admissible for capital adequacy (58a + 58b)**	26735.73		
59	**Total capital (TC = T1 + T2) (45 + 58c)**	**141802.85**		
60	**Total risk weighted assets (60a + 60b + 60c)**	**1077052.66**		
60a	*of which: total credit risk weighted assets*	905370.49		
60b	*of which: total market risk weighted assets*	79449.45		
60c	*of which: total operational risk weighted assets*	92232.72		
Capital ratios				
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	10.68%		
62	Tier 1 (as a percentage of risk weighted assets)	10.68%		
63	Total capital (as a percentage of risk weighted assets)	13.16%		
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation and countercyclical buffer requirements, expressed as a percentage of risk weighted assets)	5.00%		
65	*of which: capital conservation buffer requirement*	0.00%		
66	*of which: bank specific countercyclical buffer requirement*	0.00%		
67	*of which: G-SIB buffer requirement*	0.00%		
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	5.68%		
National minima (if different from Basel III)				
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	5.50%		
70	National Tier 1 minimum ratio (if different from Basel III minimum)	7.00%		
71	National total capital minimum ratio (if different from Basel III minimum)	9.00%		
Amounts below the thresholds for deduction (before risk weighting)				
72	Non-significant investments in the capital of other financial entities	0		
73	Significant investments in the common stock of financial entities	0		
74	Mortgage servicing rights (net of related tax liability)	0		
75	Deferred tax assets arising from temporary differences (net of related tax liability)	0		

DF-11: Composition of Capital				(Rs. in million)
Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to December 31, 2017)			Amounts Subject to Pre-Basel III Treatment	Ref No.
Applicable caps on the inclusion of provisions in Tier 2				
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	8706.33		C4+C5
77	Cap on inclusion of provisions in Tier 2 under standardised approach (1.25% of Credit Risk RWA)	11317.13		
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	Not Applicable		
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	Not Applicable		
Capital instruments subject to phase-out arrangements (only applicable between March 31, 2017 and March 31, 2022)				
80	*Current cap on CET1 instruments subject to phase out arrangements*	Not Applicable		
81	*Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)*	Not Applicable		
82	*Current cap on AT1 instruments subject to phase out arrangements*	Not Applicable		
83	*Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)*	Not Applicable		
84	*Current cap on T2 instruments subject to phase out arrangements*	Not Applicable		
85	*Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)*	Not Applicable		

Notes to the Template		
Row No. of the template	Particular	(Rs. in million)
10	Deferred tax assets associated with accumulated losses	
	Deferred tax assets (excluding those associated with accumulated losses) net of Deferred tax liability	0.00
	Total as indicated in row 10	0.00

Notes to the Template

19	If investments in insurance subsidiaries are not deducted fully from capital and instead considered under 10% threshold for deduction, the resultant increase in the capital of bank	Not Applicable
	of which: Increase in Common Equity Tier 1 capital	Not Applicable
	of which: Increase in Additional Tier 1 capital	Not Applicable
	of which: Increase in Tier 2 capital	Not Applicable
26b	If investments in the equity capital of unconsolidated non-financial subsidiaries are not deducted and hence, risk weighted then:	Not Applicable
	(i) Increase in Common Equity Tier 1 capital	Not Applicable
	(ii) Increase in risk weighted assets	Not Applicable
44a	Excess Additional Tier 1 capital not reckoned for capital adequacy (difference between Additional Tier 1 capital as reported in row 44 and admissible Additional Tier 1 capital as reported in 44a)	Not Applicable
	of which: Excess Additional Tier 1 capital which is considered as Tier 2 capital under row 58b	Not Applicable
50	Eligible Provisions included in Tier 2 capital	8706.33
	Eligible Revaluation Reserves included in Tier 2 capital	10374.69
	Total of row 50	19081.02
58a	Excess Tier 2 capital not reckoned for capital adequacy (difference between Tier 2 capital as reported in row 58 and T2 as reported in 58a)	0

DF-12: Composition of Capital- Reconciliation Requirements -STEP 1			(Rs. in million)
		Balance sheet as in financial statements (stand alone)	**Balance sheet under regulatory scope of consolidation**
		As on 30.09.2014	**As on 30.09.2014**
A	**Capital & Liabilities**		
i	Paid-up Capital	4648.48	4648.48
	Reserves & Surplus	138977.10	140806.63
	Total Capital	**143625.58**	**145455.11**
	Minority Interest (not taken for Basel III Capital)	0.00	154.33
ii	**Deposits**	**1649815.19**	**1649612.19**
	of which: Deposits from banks	47931.67	47931.66
	of which: Customer deposits	1601883.53	1601680.53
	of which: Other deposits (pl. specify)	0.00	0.00
iii	**Borrowings**	**13299.84**	**13299.84**
	of which: From RBI	0.00	0.00
	of which: From banks	0.14	0.14
	of which: From other institutions & agencies	2.13	2.13
	of which: Others (pl. specify)	3297.57	3297.57
	of which: Capital instruments	10000.00	10000.00
iv	**Other liabilities & provisions**	**70349.95**	**70453.75**
	Total Liabilities	**1877090.56**	**1878975.24**
B	**Assets**		
i	Cash and balances with Reserve Bank of India	**72215.40**	**72215.45**
	Balance with banks and money at call and short notice	**45957.72**	**45962.91**
ii	Investments:	**520365.81**	**521900.26**
	of which: Government securities	460998.67	460998.67
	of which: Other approved securities	362.71	362.71
	of which: Shares	4522.50	4556.80
	of which: Debentures & Bonds	42801.06	42801.06
	of which: Subsidiaries / Joint Ventures / Associates	374.96	1875.12
	of which: Others (Commercial Papers, Mutual Funds etc.)	11305.91	11305.91
iii	Loans and advances	**1166461.43**	**1166510.68**
	of which: Loans and advances to banks	4275.85	4275.85
	of which: Loans and advances to customers	1162185.58	1162220.61
iv	Fixed assets	**29345.73**	**29395.24**
v	Other assets	**42744.47**	**42990.70**
	of which: Goodwill and intangible assets	0.00	0.00
	of which: Deferred tax assets	1607.66	1607.66
vi	Goodwill on consolidation	0.00	0
vii	Debit balance in Profit & Loss account	0.00	0
	Total Assets	**1877090.56**	**1878975.24**

DF-12: Composition of Capital- Reconciliation Requirements-STEP 2		(Rs. in million)		
		Balance sheet as in financial statements (stand alone)	**Balance sheet under regulatory scope of consolidation**	
		As on 30.09.2014	**As on 30.09.2014**	**Reference**
A	**Capital & Liabilities**			
i	**Paid-up Capital**	**4648.48**	**4648.48**	
	of which: Amount eligible for CET1	4648.48	4648.48	A1
	of which: Amount eligible for AT1	0.00	0.00	E
	Reserves & Surplus	**138977.10**	**140806.63**	
	Share Premium	10611.16	10611.16	A2
	Statutory Reserves	33297.58	33297.58	B1
	Capital Reserves	953.46	953.46	B2
	Special Reserves	6132.00	6132.00	
	of which special reserve net of Tax	6132.00	6132.00	B3
	Revenue Reserves	58385.11	58821.30	B4
	Revenue Reserves net of DTA	58385.11	58821.30	
	Profit and Loss account	6143.70	7537.04	
	Of which:Profit and Loss account (@ the end Prev FY)	*928.78*	2018.56	B5
	Minority Interest	0.00	154.33	
	Of which considered for Capital funds	0.00	0.00	
	Revaluation Reserve	23054.87	23054.87	
	Revaluation Reserve(Part of Tier 2 capital @ discount of 55%)	10374.69	10374.69	C3
	Investment Reserve	399.22	399.22	C4
	General Provisions	8307.11	8307.11	C5
	Total Capital	**143625.58**	**145455.11**	
	Deposits	**1649815.19**	**1649612.19**	
	of which: Deposits from banks	47931.67	47931.66	
ii	*of which:* Customer deposits	1601883.53	1601680.53	
	of which: Other deposits	0.00	0.00	
iii	**Borrowings**	**13299.84**	**13299.84**	
	of which: From RBI	0.00	0.00	
	of which: From banks	0.14	0.14	
	of which: From other institutions & agencies	10002.13	10002.13	
	of which: borrowings outside India	3297.57	3297.57	
	of which: Capital instruments	10000.00	10000.00	
	Upper Tier II Instruments	5000.00	5000.00	C1
	Lower Tier II Instruments	5000.00	5000.00	C2
iv	**Other liabilities & provisions**	**70349.95**	**70453.75**	
	Total	**1877090.56**	**1878975.23**	

DF-12: Composition of Capital- Reconciliation Requirements-STEP 2		(Rs. in million)		
		Balance sheet as in financial statements (stand alone)	**Balance sheet under regulatory scope of consolidation**	
		As on 30.09.2014	**As on 30.09.2014**	**Reference**
B	**Assets**			
i	**Cash and balances with Reserve Bank of India**	**72215.40**	**72215.45**	
	Balance with banks and money at call and short notice	**45957.72**	**45962.91**	
ii	**Investments**	**520365.81**	**521900.26**	
	of which: Government securities	460998.67	460998.67	
	of which: Other approved securities	362.71	362.71	
	of which: Shares	4522.50	4556.80	
	of shares:Reciprocal cross holding in CET1 instruments	266.45	266.45	D
	of which: Debentures & Bonds	42801.06	42801.06	
	of which: Subsidiaries / Joint Ventures / Associates	374.96	1875.12	
	of which: Others (Commercial Papers, Mutual Funds etc.)	11305.91	11305.91	
iii	**Loans and advances**	**1166461.43**	**1166510.68**	
	of which: Loans and advances to banks	4275.85	4275.85	
	of which: Loans and advances to customers	1162185.58	1162220.61	
iv	**Fixed assets**	**29345.73**	**29395.24**	
v	**Other assets**	**42744.47**	**42990.70**	
	of which: Goodwill and intangible assets Out of which:	1607.66	1660.82	
	Goodwill	0.00	0.00	
	Other intangibles	0.00	0.00	
	Deferred tax assets	1607.66	1607.66	
vi	Goodwill on consolidation	0.00	0.00	
vii	Debit balance in Profit & Loss account	0.00	0.00	
	Total Assets	**1877090.56**	**1878975.24**	

Extract of Basel III common disclosure template – Table DF-11 STEP 3			
Common Equity Tier 1 capital: instruments and reserves			
		Component of regulatory capital reported by bank	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation from step 2
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	15259.64	A1+A2
2	Retained earnings	2018.56	B5
3	Accumulated other comprehensive income (and other reserves)	99204.34	B1+B2+B3+B4
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)	0	
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	0	
6	Common Equity Tier 1 capital before regulatory adjustments	116482.54	
7	Prudential valuation adjustments	0	
8	Goodwill (net of related tax liability)	0	

Table DF-13: Main Features of Regulatory Capital Instruments			
Disclosure template for main features of regulatory capital instruments			
1	Issuer	Indian Bank	Indian Bank
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	INE562A01011	INE562A09030
3	Governing law(s) of the instrument	Applicable Indian Laws and regulatory requirements	Applicable Indian Laws and regulatory requirements
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1	Tier 2
5	Post-transitional Basel III rules	Common Equity Tier 1	Ineligible
6	Eligible at solo/group/ group & solo	Group & Solo	Group & Solo
7	Instrument type	Common Shares	Lower Tier II (series II)
8	Amount recognised in regulatory capital (Rs. in million, as of 30.09.2014)	4648.48	4000
9	Par value of instrument	Not Applicable	5000
10	Accounting classification	Share holder's equity	Liability
11	Original date of issuance	various dates	28/06/2010
12	Perpetual or dated	Perpetual	Dated
13	Original maturity date	Not Applicable	28/06/2020
14	Issuer call subject to prior supervisory approval	No	Yes
15	Optional call date, contingent call dates and redemption amount (₹ In Millions)	Not Applicable	Call Option Date:Not Applicable Redemption Amount: 5000
16	Subsequent call dates, if applicable	Not Applicable	Not Applicable
	Coupons / dividends	*Dividend*	Coupon
17	Fixed or floating dividend/coupon	*Dividend*	Fixed
18	Coupon rate and any related index	Not Applicable	8.53% pa
19	Existence of a dividend stopper	Not Applicable	No
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Mandatory
21	Existence of step up or other incentive to redeem	No	No
22	Noncumulative or cumulative	Non Cumulative	Non Cumulative
23	Convertible or non-convertible	Not Applicable	Non Convertible
24	If convertible, conversion trigger(s)	Not Applicable	Not Applicable
25	If convertible, fully or partially	Not Applicable	Not Applicable
26	If convertible, conversion rate	Not Applicable	Not Applicable
27	If convertible, mandatory or optional conversion	Not Applicable	Not Applicable
28	If convertible, specify instrument type convertible into	Not Applicable	Not Applicable
29	If convertible, specify issuer of instrument it converts into	Not Applicable	Not Applicable
30	Write-down feature	No	No
31	If write-down, write-down trigger(s)	Not Applicable	Not Applicable
32	If write-down, full or partial	Not Applicable	Not Applicable

Table DF-13: Main Features of Regulatory Capital Instruments			
Disclosure template for main features of regulatory capital instruments			
33	If write-down, permanent or temporary	Not Applicable	Not Applicable
34	If temporary write-down, description of write-up mechanism	Not Applicable	Not Applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Not Applicable	Subordinated to the claims of other creditors and depositors of the Bank
36	Non-compliant transitioned features	No	Yes
37	If yes, specify non-compliant features	Not Applicable	No loss absorbency features

Table DF-13: Main Features of Regulatory Capital Instruments		
Disclosure template for main features of regulatory capital instruments		
1	Issuer	Indian Bank
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	INE562A09048
3	Governing law(s) of the instrument	Applicable Indian Laws and regulatory requirements
	Regulatory treatment	
4	Transitional Basel III rules	Tier 2
5	Post-transitional Basel III rules	Ineligible
6	Eligible at solo/group/ group & solo	Group & Solo
7	Instrument type	Upper Tier II (series III)
8	Amount recognised in regulatory capital (Rs. in million, as of 30.09.2014)	4000
9	Par value of instrument	5000
10	Accounting classification	Liability
11	Original date of issuance	16/07/2010
12	Perpetual or dated	Dated
13	Original maturity date	16/07/2025
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates and redemption amount (₹ In Millions)	Optional Call date:16/07/2020 Contingent Call dates: Not applicable Redemption amount:5000
16	Subsequent call dates, if applicable	Not Applicable
	Coupons / dividends	Coupon
17	Fixed or floating dividend/coupon	Fixed
18	Coupon rate and any related index	8.67% pa for first 10 years, If call not exercised: 9.17%
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	Yes step up by 50bps

Table DF-13: Main Features of Regulatory Capital Instruments		
Disclosure template for main features of regulatory capital instruments		
22	Noncumulative or cumulative	Non Cumulative
23	Convertible or non-convertible	Non Convertible
24	If convertible, conversion trigger(s)	Not Applicable
25	If convertible, fully or partially	Not Applicable
26	If convertible, conversion rate	Not Applicable
27	If convertible, mandatory or optional conversion	Not Applicable
28	If convertible, specify instrument type convertible into	Not Applicable
29	If convertible, specify issuer of instrument it converts into	Not Applicable
30	Write-down feature	No
31	If write-down, write-down trigger(s)	Not Applicable
32	If write-down, full or partial	Not Applicable
33	If write-down, permanent or temporary	Not Applicable
34	If temporary write-down, description of write-up mechanism	Not Applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to the claims of other creditors and depositors of the Bank
36	Non-compliant transitioned features	Yes
37	If yes, specify non-compliant features	No loss absorbency features

Table DF-14: Full Terms and Conditions of Regulatory Capital Instruments	
Terms and conditions for Upper Tier II Bond	
Security Description	8.67% Unsecured Redeemable Non-Convertible Subordinated Upper Tier II Bonds (Debt Capital Instruments) in the nature of Promissory Notes (Series III) of Rs.10,00,000 each aggregating to Rs.500 Crore)
Security offered through	Private Placement
Tax status	Not exempted from Tax
Date of opening of the issue	16/07/2010
Date of closing of the issue	16/07/2010
Series	Series III
ISIN Code	INE562A09048
Face Value per instrument	Rs.10,00,000
Paid up value per instrument	Rs.10,00,000
Issue Size	Rs.500 Crore
Date of allotment	16/07/2010
Date of maturity	16/07/2025
Amount to be matured	Rs.500 Crore
Coupon rate (fixed)	8.67% for the first 10 years. The rate will be stepped up by 50 basis points, in effect, the coupon rate on Bonds shall be 9.17% p.a from 11th year onwards, if call option not exercised by the Bank at the end of the 10th year from the date of allotment
Frequency of Interest	Annual and Non Cumulative
Interest due dates	16th July every year
First Interest Payment date	16th July 2011
Call Option	Call Option is available on bonds which may be exercised by the Bank at the end of 10th year from the date of allotment, subject to prior approval of RBI and in accordance with the applicable laws and regulation in effect at the time relating to among other things, Capital adequacy position of the Bank both at the time of and after exercise of the Call option, in whole but not in part. In case of exercise of Call option by the Bank, the Bank shall notify its intention to do so through a notice sent by registered post/ courier to the Bond holders, at least 30(thirty) days prior to the due date. The bonds shall a step-up options which shall be exercised only once during the whole life of the bonds, in conjunction with the Call option, after the lapse of 10 years from the deemed date of allotment. The step-up shall be 50 bps, in effect, the coupon rate on bonds shall be stepped up to 9.17% p.a for subsequent years if call option is not exercised by the bank at the end of 10th year from the date of allotment.

Terms and conditions for Lower Tier II Bond	
Security Description	8.53% Unsecured Redeemable Non-Convertible Subordinated Lower Tier II Bonds (Debt Capital Instruments) in the nature of Promissory Notes (Series II) of Rs.10,00,000 each aggregating to Rs.500 Crore)
Security offered through	Private Placement
Tax status	Not exempted from Tax
Date of opening of the issue	28/06/2010
Date of closing of the issue	28/06/2010
Series	Series II
ISIN Code	INE562A09030
Face Value per instrument	Rs.10,00,000
Paid up value per instrument	Rs.10,00,000
Issue Size	Rs.500 Crore
Date of allotment	28/06/2010
Date of maturity	28/06/2020
Amount to be matured	Rs.500 Crore
Coupon rate (fixed)	8.53%
Frequency of Interest	Annual and Non Cumulative
Interest due dates	28th June every year
First Interest Payment date	28th June 2011