



Corporate Office, Chennai

Notes forming part of the Audited Financial Results of the Bank (standalone basis) for the quarter / year ended March 31, 2014

1. The above audited financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on May 12, 2014.
2. 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 third quarter of the current financial year.
3. 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 utilization of floating provision as mentioned in Note No.7 given below.
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 and other usual and necessary provisions.
5. In accordance with the guidelines of RBI Circular No.DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011 on Second Option Pension and enhancement in Gratuity Limits pertaining to existing employees, an amount of ₹ 162.65 crore and ₹ 33.20 crore towards Pension and Gratuity, respectively have been charged to Profit and Loss Account, being the proportionate amount for the current year by the Bank. Remaining unrecognized liability pending amortization is ₹ 162.64 crore and ₹ 33.20 crore towards Second Option Pension and Gratuity, respectively.
6. In accordance with RBI Circular No.DBOD.No.BP.BC.77/21.04.018/2013-14 dated 20.12.2013, the Bank has provided Deferred Tax Liability (DTL) of ₹20.39 crores on account of Special Reserve created under section 36(1)(viii) of the Income Tax Act, 1961 for the Financial Year 2013-14 (₹ 20.39 crores for the QE 31.03.2014) through Profit and Loss Account. Further, in terms of aforesaid circular, DTL of ₹168.25 crores for the Special Reserve created upto 31.03.2013 has been made directly from Revenue Reserve.
7. As permitted by Reserve Bank of India vide its circular no.RBI/2013-14/485/DBOD No.BP.95/21.04.048/2013-14 dated 07.02.2014 and also pursuant to Bank's Board approved policy, the Bank has during the year utilized a sum of ₹46.06 crores from Floating Provisions towards specific provision for Non Performing Assets.
8. During the quarter, pursuant to Government of India approval communication dated 06.01.2014, the entire Perpetual Non-Cumulative Preference Shares (PNCPS) of ₹ 400 crores held by Government of India has been converted into 3,50,78,488 equity shares of ₹ 10/- each at a conversion price of ₹114.03 (including a premium of ₹104.03) per share and issued to Government of India, on preferential basis. Consequently, the Government of India's holding in Bank's equity capital has increased from 80% to 81.51%.
9. The Bank (Parent) has recommended a final dividend of ₹ 1.70 (17%) per Equity Share of face value of ₹ 10/- each and with this, the total dividend for equity share of ₹10/- each for the year 2013-14 works out to ₹ 4.70 (47%). The Bank has also recommended a dividend of 9.00% p.a. for the period from April 2013 to September 2013 and 8.5% p.a. for the period from October 2013 to February 2014 (till the date of conversion of PNCPS into equity shares) on the Perpetual Non-Cumulative Preference Shares of ₹ 400 crores held by Government of India.
10. 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.
11. In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 01st 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 audit by the Statutory Auditors of the Bank.
12. Non Performing Loan Provision Coverage Ratio is 57.77% as on March 31, 2014.
13. Figures for the previous periods have been regrouped / reclassified, wherever considered necessary.
14. The number of investors' complaints received and disposed off during the period from January 01, 2014 to March 31, 2014:

Beginning : Nil	Received : 28	Resolved : 28	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 : May 12, 2014.

