

Notes forming part of the Reviewed / Unaudited Financial Results
for the Quarter / Half Year ended September 30, 2014

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 6th November 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, 2014.
3. The working results of the Bank have been arrived at after considering provisions for Non-Performing Advances, Non-Performing Investments, Standard Advances, Restructured Advances, Provision for exposure to entities with Unhedged Foreign Currency Exposure and Depreciation on Investments and on Fixed Assets. Provision for employee benefits pertaining to Pension, Gratuity and Leave Encashment have been made on the basis of actuarial valuation. All other usual and necessary provisions including taxation have been made on an estimated basis and are subject to adjustments, if any, at year end.
4. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated the liability and made a provision of ₹ 6.70 crore as on 30.09.2014 (₹ 2.50 crore as on 30.06.2014) on Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular dated January 15, 2014.
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. Balance unrecognized liability to be amortized is ₹ 81.32 crore and ₹ 16.60 crore towards Second Option Pension and Gratuity, respectively.
6. Provision of ₹ 30 crore has been made during the quarter towards arrears for wage revision, which will be effective from 1st November 2012, pending negotiation by IBA. The aggregate provision as on 30.09.2014 is ₹ 230 crore.
7. 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 a limited review by the Statutory Auditors of the Bank.
8. In accordance with RBI Notification 2014-15/163 DBOD.No.BP.BC.30/21.04.141/2014-15 dated 05.08.2014, the Bank has shifted the securities from HTM to AFS category amounting to ₹ 1007.40 crore during the quarter and the resultant depreciation of ₹ 0.72 crore has been charged to Profit and Loss Account.
9. During the quarter, Non-Performing Financial Assets aggregating to ₹ 10.03 Crore (net of provisions) were assigned to Asset Reconstruction Companies for an aggregate consideration of ₹ 70.15 Crore.
10. Non Performing Loan Provision Coverage Ratio is 57.41% as on September 30, 2014.
11. Figures for the previous periods have been regrouped / reclassified, wherever considered necessary.
12. The number of investors' complaints received and disposed off during the period from July 01, 2014 to September 30, 2014:

Beginning : Nil	Received : 27	Resolved : 27	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: November 08, 2014.

