

Notes forming part of the Reviewed / Unaudited Financial Results
for the Quarter / nine months ended December 31, 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 2nd February 2015. 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 for the quarter ended 31st December 2014 have been arrived at following the same Accounting Policies as those followed for the year ended March 31, 2014 excepting for the following change:
 - Provisioning for all non performing assets classified as substandard (secured exposure) w.e.f 01.10.2014 onwards has been decreased from 25% to 15%, in line with IRAC norms of Reserve Bank of India (RBI). Due to this change, the provision is decreased by ₹ 65.06 Crore and the profit after tax for the quarter/nine months ended is increased by ₹ 42.95 Crore.
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 has 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. The provision towards Sick Leave and Casual Leave has been assessed based on the actuarial valuation considering the past behavioural pattern as on 31st December 2014 as ₹ Nil. Accordingly, the existing provision of ₹ 65.56 crore has been reversed during the quarter and Profit after Tax is increased by ₹ 65.56 crore for the quarter / nine months ended December 31, 2014.
5. 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 ₹ 14.30 crore as on 31.12.2014 (₹ 6.70 crore as on 30.09.2014) on Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular dated January 15, 2014.
6. 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 ₹ 40.66 crore and ₹ 8.30 crore towards Second Option Pension and Gratuity, respectively.
7. 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 31.12.2014 is ₹ 260 crore.
8. 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 limited review by the Statutory Central Auditors of the Bank.
9. During the nine months, Non-Performing Financial Assets aggregating to ₹ 383.93 crore (net of provisions) (₹ 15.41 crore for the quarter) were assigned to Asset Reconstruction Companies for an aggregate consideration of ₹ 630.76 Crore (₹ 51.01 crore for the quarter).
10. Non Performing Loan Provision Coverage Ratio is 57.11 % as on December 31, 2014.
11. The Bank has no direct exposure to the coal blocks / mines cancelled by the Hon'ble Supreme Court of India. However, the impact, if any, of such cancellation on the valuation of security, penalty imposed and consequent viability of the projects financed by the Bank dependant on such coal blocks / mines, being unascertainable at this stage has not been considered.



1/6


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, 2014 to December 31, 2014:

Beginning : Nil	Received : 18	Resolved : 18	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: February 02, 2015

