

Notes forming part of the Standalone Unaudited Financial Results (Reviewed) of the Bank for the Quarter/Nine months ended December 31, 2017

1. The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in the meeting held on February 12, 2018. The results have been subjected to 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The above financial results for the quarter / nine months ended 31st December 2017 have been prepared following the same accounting policies and practices as those followed in the Annual Financial Statements for the year ended March 31, 2017, except for the treatment of depreciation on revalued portion of fixed assets in accordance with revised Accounting Standard (AS-10) on 'Property Plant & Equipment' as explained in note. No. 7 below.
3. The financial results for the quarter and nine months ended 31st December 2017 have been arrived at after considering provisions for Non-Performing Advances, Non-Performing Investments, Standard Advances, Restructured Advances, Wage Revision, SDR/S4A/AQR/Stressed Sector accounts, provision for exposure to entities with Unhedged Foreign Currency Exposure and depreciation on Investments and on Fixed Assets, Provision for Employees' wage revision and other usual and necessary provisions. Provision for employee benefits pertaining to Pension, Gratuity and Leave Encashment has been made on the basis of actuarial valuation.
4. As per RBI directions for initiating Insolvency Process-Provisioning Norms vide letter No.DBR.NO. BP: 15199/21.04.048/2016-17 dated June 23, 2017, in respect of eight borrowal accounts covered under provisions of Insolvency and Bankruptcy Code (IBC), the Bank was required to make additional provision of Rs.357.26 crores to be proportionately spread over 3 quarters starting from 2nd quarter i.e. September 2017 in order to make required provision by March 2018. Bank has already provided Rs.237.81 crores by 31.12.2017 and the balance will be provided by 31.03.2018.
5. As per RBI direction vide letter No.DBR.No.BP.BC. 1949/21.04.048/2017-18 dated August 28, 2017 on 'Resolution of Stressed Assets', in respect of ten borrowal accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), the bank was required to make additional provision of Rs.109.14 crores by March 2018. The Bank has made a provision of Rs.30 crores up to 31.12.2017 and the balance will be provided by 31.03.2018.
6. Based on the available financial statements and the declaration from borrowers, the Bank has estimated the liability towards Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular DBOD.NO.BP.BC.85/21.06.200/13-14 dated January 15, 2014 and holds a provision of Rs. 11.45 crores as on 31.12.2017. During the quarter ended 31st December 2017 incremental liability of Rs.4.25 crores has been provided.
7. Pursuant to the revised 'Accounting Standard-10' on Property Plant & Equipment, applicable from 1st April, 2017, depreciation of Rs.59.23 crores for the nine months period (Rs.19.74 crores for the quarter) on the revalued portion of fixed asset has been transferred in the current quarter from the Revaluation Reserve to Revenue Reserve instead of crediting to the Profit and Loss account.
8. In accordance with RBI Circular DBR.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 banks are required to make Pillar 3 disclosures under Basel III capital requirements. The disclosures are being made available on the Bank's website www.indianbank.in. These Pillar 3 disclosures have not been subjected to limited review by the Statutory Central Auditors of the Bank.
9. Non Performing Loan Provision Coverage Ratio is 64.73% as on December 31, 2017.



10. Figures for the corresponding previous periods have been regrouped / reclassified, wherever considered necessary.
11. The number of investors' complaints received and disposed off during the period from October 01, 2017 to December 31, 2017:

Beginning : Nil	Received : 9	Resolved : 9	Closing : Nil
-----------------	--------------	--------------	---------------

M K Bhattacharya
Executive Director

A S Rajeev
Executive Director

Kishor Kharat
Managing Director & CEO

Place: Chennai

Date : February 12, 2018

