

**PRESS RELEASE****FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 2017**

The **Board of Directors of Indian Bank** approved the Bank's audited results for the quarter ended June 30, 2017 at their meeting held in Chennai on Friday, July 21, 2017.

**Profitability**

- Bank earned a **Net profit** of ₹372.41 crore for the quarter ended June 30, 2017, an increase of 21.16% over ₹307.36 crore for the quarter ended June 30, 2016.
- **Operating profit** of the Bank grew by 38.66% to ₹1252.39 crore for quarter ended June 30, 2017 as against ₹903.18 crore during the corresponding period of the previous Year.
- The Bank's **Total income** for the quarter ended June 30, 2017 was ₹4788.04 crore, up from ₹4512.96 crore for the quarter ended June 30, 2016.
- **Net revenues** (net interest income plus other income) increased by 25.84% to ₹2111.56 crore for the quarter ended June 30, 2017 as against ₹1677.99 crore for the corresponding quarter of the previous year.
- **Net interest income** (interest income less interest expenditure) for the quarter ended June 30, 2017 grew by 18.05% to ₹1459.49 crore from ₹1236.32 crore for the quarter ended June 30, 2016.
- **Cost-to-income ratio** for the quarter was 40.69% as against 46.17% for the corresponding quarter ended June 30, 2016.
- **Other income** (non-interest revenue) at ₹652.07 crore was 30.88% of the net revenues for the quarter ended June 30, 2017 and grew by 47.64% over ₹441.67 crore in the corresponding quarter ended June 30, 2016.
- **Operating expenses** for the quarter ended June 30, 2017 were ₹859.16 crore, as against ₹774.80 crore during the corresponding quarter of the previous year.
- **Provisions and contingencies** for the quarter ended June 30, 2017 were ₹879.99 crore as against ₹595.83 crore for the corresponding quarter ended June 30, 2016.
- **Return on Average Assets (RoA)** improved to 0.66% for the quarter ended June 30, 2017 as against 0.60% in the corresponding quarter ended June 30, 2016.
- **Return on Equity (RoE)** improved to 10.17% for the quarter ended June 30, 2017 as against 9.00% for the quarter ended June 30, 2016.
- **Net interest margin (NIM)** touched 2.73% for the quarter ended June 30, 2017 as against 2.47% for the quarter ended June 30, 2016.

### Assets & Liabilities

- **Total balance sheet size** as of June 30, 2017 was ₹2,19,069 crore as against ₹2,03,979 crore as of June 30, 2016.
- **Total deposits** as of June 30, 2017 were ₹1,91,462 crore, an increase of 7.91% over June 30, 2016. **Current account deposits** grew by 33.81% over the previous year to reach ₹11,316 crore and **Savings account deposits** grew by 20.62% over the previous year to reach ₹57060 crore. **CASA deposits (Domestic) to total domestic deposits** increased to 36.52% as on June 30, 2017 from 32.09% as on June 30, 2016. **Advances** as of June 30, 2017 stood at ₹1,33,892 crore, with an increase of 4.99% over June 30, 2016.

### Capital Adequacy

- The Bank's total Capital Adequacy Ratio (CAR) as per Basel III guidelines, was at 13.58% as at June 30, 2017 (13.98% as at June 30, 2016) as against a regulatory requirement of 10.25% including Capital Conservation Buffer of 1.25%. Tier-I CAR was at 12.09% as on June 30, 2017 compared to 12.76% as at June 30, 2016. Risk-weighted Assets were at ₹1,32,592.10 crore (₹1,18,062.22 crore as at June 30, 2016).

### Asset Quality

- **Gross non-performing assets** were at 7.21% of Gross advances as on June 30, 2017, as against 7.47% as on March 31, 2017.
- **Net non-performing assets** were at 4.05% of net advances as on June 30, 2017, as against 4.39% as on March 31, 2017.

### Network

- As of June 30, 2017, the Bank's distribution network included 2684 Domestic branches, 3 Overseas branches and 3082 ATM/BNAs as against 2581 Domestic branches, 3 Overseas branches and 2958 ATM/BNAs as of June 30, 2016. Of the Domestic branches, 1437 are in semi-urban and rural areas. Number of employees of the Bank were 20,685 as of June 30, 2017.

### National Goals

- Priority Sector portfolio increased from ₹50,015 crore as of June 30, 2016 to ₹56,217 crore as of June 30, 2017. Priority sector advances as a percentage of ANBC as on June 30, 2017 stood at 45.08%.

- Advances to Weaker Section increased from ₹14,336 crore as on June 30, 2016 to ₹15,027 crore as on June 30, 2017.

#### Awards and Accolades

- Bank won the “**First Rank – National Award for Excellence in Lending to Micro Enterprises during 2015-16**” from Shri Kalraj Mishra, Hon’ble Union Minister for MSME on the occasion of ‘**United Nations MSME Day**’ on 27/06/2017.
- Bank has been awarded ‘**Third Prize for the year 2014 – 15**’ in the recently conducted Rural Self Employment Training Institutes (RSETI) RSETI DIWAS at New Delhi, in recognition of the "Leadership, direction and support" given to the RSETIs (INDSETIs) presented by Shri. Narendra Singh Tomar, Hon'ble Minister of Rural Development, Shri. Ram Kripal Yadav, Hon'ble Minister of State of Rural Development & Shri. Santosh Kumar Gangwar, Hon'ble Minister of State of Finance.
- Bank won SHG award from Hon'ble Finance Minister Shri Arun Jaitley at New Delhi for contribution to SHG movement, being one among the two PSBs which has credit linked the largest number of SHGs.

#### New Technology Initiatives

- **Online Portal for GST Number Updation:** Bank created an online portal for customers to enter the GST number in web portal for seeding in CBS.
- **Goods & Services Tax Network:** Bank has enabled online collection of GST through net banking and over the counter through branches in cash/cheque/DD mode.
- **Bi-lingual Net Banking:** Bank has provided an option to view the net banking site in Hindi.

#### Other Highlights

- **PRADHAN MANTRI JAN DHAN YOJANA (PMJDY):** 100% of Point of Sales (PoS) devices of the Bank enabled for carrying out RuPay Card transactions as against the industry average.
- **PRADHAN MANTRI MUDRA YOJANA (PMMY):** Disbursements during Q1 FY 2017-18 were to the tune of ₹332.62 crore under various schemes viz., Shishu, Kishore and Tarun.

Chennai  
July 21, 2017