

*INDIAN BANK*  
*Head Office, Chennai*

**Notes forming part of Audited Financial Results of the Bank for the year ended March 31, 2009**

1. The above audited financial results have been approved by the Board of Directors of the Bank at the Board Meeting held on April 27, 2009.
2. The Board has recommended a final dividend of 30% (Rs.3/- per Equity Share) on the Equity Share Capital and with this, the total dividend on Equity Capital for the year 2008-09 works out to 50% (Rs.5/- per Equity Share). The Board has also recommended a dividend of 8.75% for the period from April 2008 to September 2008 and 10.00% for the period from October 2008 to March 2009 on the Perpetual Non-Cumulative Preference Share Capital of Rs.400 crore.
3. The working results of the Bank for the year ended March 31, 2009 have been arrived at after considering Provision for Non-Performing Assets, Standard Assets, Non-Performing Investments, Depreciation on Investments and other usual and necessary provisions.
4. Provision has been made for employee benefits Viz., pension, gratuity, leave encashment, etc., as per the Actuarial Valuation as on March 31, 2009 and in accordance with the Revised Accounting Standard (AS) – 15. In addition, a sum of Rs.92 crore has been charged to Profit and Loss Account, being one fifth of the transitional liability of Rs.460 crore ascertained in accordance with the Revised AS – 15 on Employees Benefits notified by the Institute of Chartered Accountants of India. The amount of unrecognized transitional liability to be charged to the Profit and Loss Account in the remaining three years is Rs.276 crore.
5. In addition to the above, pending finalization of wage revision, a provision of Rs.173.00 crore has been made during the year 2008-09 towards wage arrears.
6. Government of India has notified Relief Scheme Viz., “Agricultural Debt Waiver and Debt Relief Scheme, 2008” for giving debt waiver to marginal and small farmers and to other farmers who have availed direct agricultural loans. The agricultural debt waiver given to the eligible farmers as per the Scheme has been given effect to in the accounts and amounts are subject to certification of claim by the auditors.
7. Corresponding period / year figures have been regrouped / reclassified, wherever necessary.
8. Status of Investor Complaints for the quarter ended March 31, 2009:

|  |   |   |
|--|---|---|
| a) Pending at the beginning of the quarter | - | 0 |
| b) Received during the quarter             | - | 2 |
| c) Disposed off during the quarter         | - | 2 |
| d) Pending at the end of the quarter       | - | 0 |

**A S Bhattacharya**  
**Executive Director**

**A Subramanian**  
**Executive Director**

**M S Sundara Rajan**  
**Chairman & Managing Director**

Place : Chennai  
Date : April 27, 2009