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इण्डियन ओवरसीज़ बैंक

केंद्रीय कार्यालय- पोस्ट बॉक्स सं 3765, 763 अण्णा सालै, चेन्नै 600 002

Indian Overseas Bank

Central Office: P.B.No.: 3765, 763 Anna Salai, Chennai 600 002

Investor Relations Cell

IRC/ 198 /17-18

07.11.2017

The General Manager,
Department of Corporate Services
BSE Limited
Floor 1, P.J. Towers, Dalal Street
Mumbai 400 001

The Vice President
National Stock Exchange Ltd.
"Exchange Plaza", C-1 Block G
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051

Dear Sir/Madam,

**Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015- Unaudited (Reviewed) Financial Results of the Bank for the
Quarter ended 30th September 2017**

We refer our letter No.IRC/193/2017-18 dated 01.11.2017 and confirm that the Board Meeting for consideration of Unaudited (Reviewed) Financial Results of the Bank for the quarter ended 30th September 2017 was held today (i.e., 07.11.2017) and the Board approved the same. The Meeting of the Board of Directors commenced at 11.00 am and concluded at 4.30 pm.

In this connection, we enclose the following:

1. Unaudited (Reviewed) Financial Results for the quarter ended 30th September 2017
2. Press Release dated 07.11.2017 and
3. Auditors' Limited Review Report

Please take the above information on record.

Thanking you.

Yours faithfully,

Anurag Shankar
General Manager & CFO

Encl- As above





INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2017

Rs. in lakhs

SL. NO.	Particulars	Quarter ended 30.09.2017 (Reviewed)	Quarter ended 30.06.2017 (Reviewed)	Quarter ended 30.09.2016 (Reviewed)	Half year ended 30.9.2017 (Reviewed)	Half year ended 30.9.2016 (Reviewed)	Year ended 31.3.2017 (Audited)
1	Interest Earned (a) + (b) + (c) + (d)	4,64,577	4,18,720	4,99,199	883,297	10,20,753	19,71,861
	(a) Interest/discount on advances/bills	3,33,557	2,81,873	3,64,926	6,15,430	7,38,648	14,05,304
	(b) Income on Investments	1,21,446	1,28,775	1,22,118	2,50,221	2,59,550	5,20,948
	(c) Interest on Balances with Reserve Bank of India and other Inter Bank Funds	9,574	8,072	12,155	17,646	22,555	41,655
	(d) Others	0	0	0	0	0	3,954
2	Other Income	96,458	98,730	96,963	1,95,188	1,62,253	3,37,264
3	TOTAL INCOME (1+2)	5,61,035	5,17,450	5,96,162	1,078,485	11,83,006	23,09,125
4	Interest Expended	3,12,539	3,16,259	3,70,618	6,28,798	7,67,665	14,52,902
5	Operating Expenses (i) + (ii)	1,44,640	1,23,531	1,19,140	2,68,171	2,39,882	4,91,202
	(i) Employees Cost	70,933	79,104	72,978	1,50,037	1,54,986	3,04,467
	(ii) Other Operating expenses	73,707	44,427	46,162	1,18,134	84,896	1,86,735
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	4,57,179	4,39,790	4,89,758	8,96,969	10,07,547	19,44,104
7	OPERATING PROFIT before Provisions & Contingencies(3-6)	1,03,856	77,660	1,06,404	1,81,516	1,75,459	3,65,021
8	Provisions (other than tax) and Contingencies	2,23,809	1,60,788	1,69,756	3,84,597	3,83,537	7,03,114
9	Exceptional Items	0	0	0	0	0	0
10	Profit (+)/Loss(-) from Ordinary Activities before tax(7-8-9)	(119,953)	(83,128)	(63,352)	(203,081)	(208,078)	(338,093)
11	Tax expenses	2,297	(33,219)	13,161	(30,922)	13,485	3,581
12	Net Profit (+) / Loss(-) from Ordinary Activities after tax (10-11)	(122,250)	(49,909)	(76,513)	(172,159)	(221,563)	(341,674)
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	Net Profit (+) / Loss (-) for the period (12-13)	(122,250)	(49,909)	(76,513)	(172,159)	(221,563)	(341,674)
15	Paid up equity share capital (Face value of each share - Rs.10/-)	2,85,256	2,45,473	2,45,473	2,85,256	2,45,473	2,45,473
16	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)	9,12,438	9,12,438	10,62,128	9,12,438	10,62,128	9,12,438
17	Analytical Ratios						
	(i) Percentage of shares held by Govt. of India	82.41	79.56	79.56	82.41	79.56	79.56
	(ii) Capital Adequacy Ratio (%) (Basel III)	10.32	10.64	10.15	10.32	10.15	10.50
	(iii) Earning Per Share (EPS) - in Rupees						
	a) Basic and diluted EPS before Extraordinary items (Net of tax expense) for the period, for the year to date and for the previous year (not annualized)	(4.72)	(2.03)	(4.02)	(6.83)	(11.81)	(15.78)
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(4.72)	(2.03)	(4.02)	(6.83)	(11.81)	(15.78)
	(iv) NPA Ratios						
	a) Gross NPA	34,70,859	35,45,312	34,72,412	34,70,859	34,72,412	35,09,825
	b) Net NPA	18,94,955	20,16,561	20,76,531	18,94,955	20,76,531	19,74,932
	c) % of Gross NPA	22.73	23.60	21.77	22.73	21.77	22.39
	d) % of Net NPA	13.86	14.97	14.30	13.86	14.30	13.99
	e) Return on assets (Annualised) (%)	(1.82)	(0.74)	(1.10)	(1.28)	(1.56)	(1.21)

Place: Chennai
Date : 07.11.2017

AJAY KUMAR SRIVASTAVA
EXECUTIVE DIRECTOR

K SWAMINATHAN
EXECUTIVE DIRECTOR

R SUBRAMANIKUMAR
MANAGING DIRECTOR & CEO





INDIAN OVERSEAS BANK

CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002

UNAUDITED (REVIEWED) FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2017

SUMMARISED BALANCE SHEET

(Rs. In Lakhs)

	As at 30.09.2017 (Reviewed)	As at 30.09.2016 (Reviewed)	As at 31.03.2017 (Audited)
Capital & Liabilities			
Capital	285,256	245,473	245,473
Reserves and Surplus	1,023,675	1,275,864	1,128,982
Deposits	21,154,836	20,805,790	21,134,263
Borrowings	1,394,586	2,252,996	1,609,767
Other Liabilities & Provisions	690,365	609,912	598,264
Total	24,548,718	25,190,035	24,716,749
Assets			
Cash & Balances with Reserve Bank of India	1,029,442	1,402,526	1,149,997
Balances with Banks & Money at call and Short Notice	2,332,192	1,895,631	1,172,307
Investments	5,989,702	6,217,020	7,154,919
Advances	13,650,244	14,472,595	14,045,862
Fixed Assets	298,450	321,355	305,433
Other Assets	1,248,688	880,908	888,231
Total Assets	24,548,718	25,190,035	24,716,749

NOTES

- The above financial results are drawn in accordance with the accounting policies consistently followed by the Bank.
- The working results for the Quarter ended 30.09.2017 have been arrived at after considering provision for NPAs, Standard Assets, Unhedged Forex Exposures, Restructured Advances, Depreciation on Investments & Non-Performing Investments, as per RBI guidelines, Provision for taxes, Depreciation on Fixed Assets and other usual and necessary provisions.
- In accordance with RBI circular DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015, banks are required to make Quarterly Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under Basel III framework. The disclosures are being made available on our website at the following link http://www.ioab.in/investor_cell.aspx. The disclosures have not been subjected to verification by the Statutory Central Auditors of the Bank.
- The Authorised capital of the Bank is increased from Rs.3,000 crore to Rs.10,000 crore vide Government of India, Ministry of Finance Notification dated 27.02.2017 in confirmation with Section 3 of the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970
- During the year ended 31.03.2017, Lower Tier II Bonds, aggregating to Rs.250 crore and Rs.500 crore issued on 09.01.2006 and 26.07.2006 respectively were redeemed on their due dates 09.04.2016 and 26.07.2016 respectively. Upper Tier II Bonds issued on 05.09.2006 for Rs.500 crore with call option, due on 05.09.2016 were redeemed on the due date. Tier I Perpetual Bond issued on 18.05.2006 and 30.09.2006 aggregating to Rs.200 crore and Rs.80 crore respectively, were redeemed on 18.05.2016 and 30.09.2016 respectively.
- In the Financial year ended 31.03.2017 Bank has allotted 9,17,48,448 equity shares of Rs.10/- each at a premium of Rs.18.55 per equity share to Qualified Institutional Buyers (QIBs) on 23.05.2016. Further on 30.09.2016, Bank has allotted 55,57,14,797 equity shares of Rs.10/- each at a premium of Rs.17.91 per equity share on preferential basis to Government of India.
- During the year ended 31.03.2017, Bank has raised capital funds by way of issue of Basel III Compliant Tier II Bonds for Rs.800 crore on 03.11.2016 at a coupon rate of 9.24% per annum.
- Coupon Payment of Rs.100 crore on Basel III Compliant Additional Tier I Bonds due for payment on 04.02.2017, was made on the due date. Similarly Coupon payment on Tier I and Tier II Bonds were also made on the respective due dates.
- During the Financial Year ended 31.03.2017, Bank had received Rs.1,100 crores from Government of India as a part of Turnaround Linked Capital Infusion Plan. This fund had been treated as a part of Common Equity Tier 1 (CET-1) capital for the Quarters ended 31.03.2017 and 30.06.2017 in accordance with GOI letter dated 23.03.2017 and RBI letter dated 30.03.2017. Bank has allotted 39,78,30,018 Equity Shares of Rs.10/- each at a premium of Rs.17.65 per equity share on 31.08.2017 for this Capital Infusion.
- During the Financial Year 2015-16, the Bank has migrated to a new Operating system viz., 'Finacle' and has got the Migration Audit of Top 20 Branches done by engaging an external consultant and has resolved the issues pointed out by them. During the course of audit certain other issues were identified, most of which also have been resolved, except with regard to balances lying in interest receivable account which are in the process of reconciliation. The Management has taken adequate steps in this regard to address the technical issues and intends to conduct a system audit in the near future to address all issues connected therewith. However, the Management does not anticipate any material impact emanating out of such exercise on the financial statements of the Bank.
- Pursuant to RBI Circular No. DBR. No. BP.BC.83/21.06.201/2015-16 dated 01.03.2016, the Bank has as at 30.09.2016 considered the Revaluation Reserve and Foreign Currency Translation Reserve for CET 1 capital as prescribed by RBI in the said Circular.
- For the quarter ended 30.06.2017, in computing Gross Advances as required vide para 3.5 Annex-1, Part A, of RBI Master Circular on IRAC norms, the Bank has considered Interest Receivable on Restructured Debts (IRRD) of Rs.614.46 crores on Funded Interest Term Loan (FITL) of failed restructured accounts, where restructuring package is no longer in force, for which other recovery measures have been initiated. The Bank has treated the aforesaid amount at par with Interest Suspense Account and netted off while computing Gross Advances / Gross NPA.
- The position of Investors' Complaints for the period from 01.07.2017 to 30.09.2017 is as under:

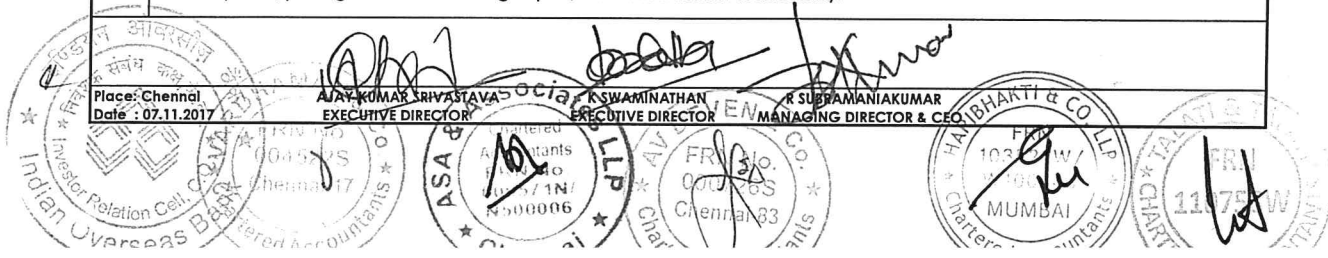
Pending complaints at the beginning of the Quarter	-	0
Complaints received during the Quarter	-	24
Complaints redressed during the Quarter	-	24
Closing balance at the end of the Quarter	-	0
- The Provision Coverage Ratio of the Bank as on 30.09.2017 stood at 55.88%
- The above financial results, have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 7.11.2017. The results have been subjected to a "Limited Review" by the Statutory Central Auditors of the Bank.
- Previous period/year figures have been regrouped/reclassified wherever necessary.

Place: Chennai
Date : 07.11.2017

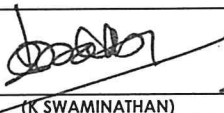
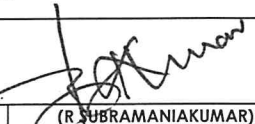
AYAJ KUMAR SRIVASTAVA
EXECUTIVE DIRECTOR

K SWAMINATHAN
EXECUTIVE DIRECTOR

R SUBRAMANIAMKUMAR
MANAGING DIRECTOR & CEO





INDIAN OVERSEAS BANK						
CENTRAL OFFICE, 763, ANNA SALAI, CHENNAI 600002						
SEGMENT REPORTING FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2017						
	Rs. in lacs					
Particulars	Quarter ended 30.09.2017 (Reviewed)	Quarter ended 30.06.2017 (Reviewed)	Quarter ended 30.09.2016 (Reviewed)	Half Year ended 30.09.2017 (Reviewed)	Half Year ended 30.09.2016 (Reviewed)	Year ended 31.03.2017 (Audited)
1) Segment Revenue						
a) Treasury Operations	1 47 299	1 65 165	1 78 902	3 12 464	3 40 305	6 45 398
b) Corporate / Wholesale Banking	2 01 629	1 93 202	2 87 927	3 94 831	5 29 487	9 41 737
c) Retail Banking	2 04 534	1 51 786	1 23 573	3 56 320	3 01 999	6 87 673
d) Other Banking Operations	7 527	7 291	5 717	14 818	11 155	30 238
e) Unallocated	46	6	43	52	60	4 077
Total	5 61 035	5 17 450	5 96 162	10 78 485	11 83 006	23 09 123
Less: Inter segment Revenue	-	-	-	-	-	-
Income from Operations	5 61 035	5 17 450	5 96 162	10 78 485	11 83 006	23 09 123
2) Segment Results after Provisions & Before Tax						
a) Treasury Operations	46 460	58 856	64 289	1 05 316	92 622	1 57 331
b) Corporate / Wholesale Banking	- 23 203	- 22 627	41 955	- 45 830	29 686	- 20 084
c) Retail Banking	74 706	35 068	- 4 076	1 09 774	44 498	1 98 097
d) Other Banking Operations	5 853	6 360	4 200	12 213	8 605	25 619
e) Unallocated	40	2	36	42	48	4 057
Operating Profit	1 03 856	77 659	1 06 404	1 81 515	1 75 459	3 65 020
Less: Provisions and Contingencies	2 23 810	1 60 788	1 69 756	3 84 598	3 83 537	7 03 114
Profit After Provisions and before Tax	- 1 19 954	- 83 129	- 63 352	- 2 03 083	- 2 08 078	- 3 38 094
3) Capital Employed : Segment Assets - Segment Liabilities						
a) Treasury Operations	2 80 497	4 21 006	4 85 728	2 80 497	4 85 728	5 48 497
b) Corporate / Wholesale Banking	4 35 919	4 19 419	5 08 110	4 35 919	5 08 110	4 50 122
c) Retail Banking	2 80 868	2 58 448	2 40 177	2 80 868	2 40 177	2 21 204
d) Other Banking Operations	- 5 645	22 614	48 817	- 5 645	48 817	- 3 115
e) Unallocated	3 17 292	2 00 897	2 38 505	3 17 292	2 38 505	1 57 747
Total	13 08 931	13 22 384	15 21 337	13 08 931	15 21 337	13 74 455
Notes on Segment Reporting						
1. Segment expenses and liabilities have been apportioned on the basis of average segment assets, wherever direct allocation is not possible.						
2. Figures of the previous years/Current year/quarters have been regrouped / reclassified / rearranged wherever considered necessary to correspond with the current year /quarters classification / presentation						
 (AJAY KUMAR SRIVASTAVA) EXECUTIVE DIRECTOR  (K SWAMINATHAN) EXECUTIVE DIRECTOR  (R SUBRAMANIAKUMAR) MANAGING DIRECTOR & CEO						
Place: Chennai						
Date: 07.11.2017						





INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI

PRESS RELEASE

7.11.2017

Performance Highlights – 30.09.2017

Top Line – Milestones (Rs. Crores)

➤ Deposits	Rs. 2,11,548
➤ Advances	Rs. 1,52,664
➤ Business Mix	Rs. 3,64,212
➤ CASA	Rs. 75,321
➤ CASA (%)	35.60

Bottom Line (Rs. Crores)

➤ Operating Profit	Rs. 1,038.56 (3M)
➤ Net Loss	Rs. 1,222.50 (3M)
➤ Operating Profit	Rs. 1,815.16 (6M)
➤ Net Loss	Rs. 1,721.59 (6M)
➤ Gross NPA	Rs. 34,709 22.73 %
➤	Decreased by 87 bps
➤ Net NPA	Rs. 18,950 13.88 %
➤	Decreased by 111 bps

Key Performance indicators:

	Global	Domestic
CASA Ratio	35.60	36.26
Net Interest Margin	2.05	2.12
Cost of Deposit	5.57	5.70
Yield on Advances	7.81	8.24

Loss is due to provisions and not due to operations

- (1) **TOTAL BUSINESS:** Total business stood at Rs. 3,64,212 crore as on 30th September 2017 as against Rs. 3,60,986 crore as on 30th June 2017.
- (2) **DEPOSITS:** Total deposits stood at Rs. 2,11,548 crore as on 30th September 2017 as against Rs. 2,10,748 crore as on 30th June 2017. The Bank has reduced the concentration of Bulk Deposits and increased Retail Term Deposits to have a stable deposit profile and reduce the cost of funds.
- (3) **CASA** of the Bank is 36.26% as on 30th September 2017 as against 31.50% as on 30th September 2016 with YoY growth at 476 bps.





- (4) **ADVANCES:** Gross Advances stood at Rs. 1,52,664 crore as on 30th September 2017 as against Rs. 1,50,238 crore as on 30th June 2017. The decline in advances is due to the Bank-rebalancing the credit portfolio with focus on Mid Corporate, Retail & MSME.
- (5) **CORE RETAIL** advances grew by 26.51% YoY (September '17 over September '16) and 7.12% QoQ (September '17 over June '17). Housing loan segment sanctions grew by 118.21% in H1 FY18 over H1 FY17.
- (6) **MSME SEGMENT** grew by 10.09% YoY (September '17 over September '16) with a fresh disbursement growth of 90% in H1 FY18 over H1 FY17.
- (7) **OPERATING PROFIT:** Operating Profit for Quarter ended 30th September 2017 stood at Rs. 1038.56 crore as against Rs. 776.60 crore for the quarter ended 30th June 2017 registering a growth of 33.73%.

Operating Profit for H1 (2017-18) is Rs. 1815.16 crore as against Rs.1754.59 crore for the corresponding period of the previous year (2016-17) registering a growth of 3.45%.

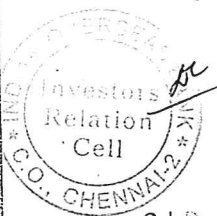
- (8) **NET PROFIT:** Net loss for H1 (2017-18) is Rs. 1721.59 crore as against Rs. 2215.64 crore for H1 of 2016-17. Net Loss decreased by 22.30% YoY.

Net loss is due to increase in the provision by 77.3% over June '17 and 23.6% over September '16 and the quantum of additional provision made was **Rs. 985.04 crore** during September '17.

- (9) **TOTAL INCOME:** Total income for the quarter ended 30th September 2017 is Rs. 5610.35 crore as against Rs. 5174.50 crore for the quarter ended 30th June 2017, registering a growth of 8.4%.

Total income for half year ended 30th September 2017 is Rs. 10784 crore as against Rs. 11830 crore for the corresponding half year of the previous year (2016-17) on account of reduction in interest rates.

- (10) **INTEREST INCOME:** Interest income stood at Rs. 4645.77 crore for the quarter ended 30th September 2017 as against Rs. 4187.20 crore for the quarter ended 30th June 2017, registering a growth of 11%.





Interest income stood at Rs. 8833 crore for the half year ended 30th September 2017 as against Rs. 10208 crore for the half year ended 30th September 2016 on account of reduction in interest rates.

- (11) NON INTEREST INCOME:** Non-interest income is Rs. 1952 crore for the half year ended 30th September 2017 as against Rs. 1623 crore for the half year ended 30th September 2016 registering a growth of 20.27%.

Non-interest income is Rs. 964.58 crore for the quarter ended 30th September 2017 as against Rs. 987.30 crore for the quarter ended 30th June 2017.

- (12) TOTAL EXPENDITURE :** Total Expenditure declined by 10.98% YoY.

- (13) NPA MANAGEMENT:** Gross NPA as at 30th September 2017 is at Rs. 34708.59 crore with ratio of 22.73% as against Rs. 35453.12 crore with ratio of 23.60% as on 30th June 2017. There has been a reduction in Gross NPA by Rs. 744.53 crore in quarter ended September 2017 (QoQ). Gross NPA as at 30th September 2017 is lower than Gross NPA of March '17 and September '16.

Net decrease in Gross NPA over June '17 (QoQ) was 2.10% and GNPA as a percentage has decreased by 87 bps over June '17:

- (14) RECOVERY IN NPA ACCOUNTS** for the half year ended 30th September 2017 is significantly higher at Rs. 6749.57 crore as against Rs. 3534.76 crore for the corresponding half year of the previous year. Recovery achieved is higher than slippages during the period.

Total recovery of Rs. 3965 crore achieved for quarter ended September '17 as against the recovery of Rs. 2784 crore during quarter ended June '17 while the total slippage for quarter ended September '17 was restricted to Rs. 2693 crore as against Rs. 2720 crore for quarter ended June '17. NNPA as a percentage has decreased by 111 bps.

- (15) Net NPA** is contained to Rs. 18949.55 crore with ratio of 13.86% as on 30th September 2017 as against Rs. 20765.31 crore with ratio of 14.30% as on 30th September 2016. Net NPA has reduced both in quantum and as a percentage of Net Advances.

- (16) PROVISION COVERAGE RATIO** is improved to 55.88% as on 30th September 2017 as against 50.19% as on 30th September 2016.



(17) CAPITAL ADEQUACY RATIO (CRAR):

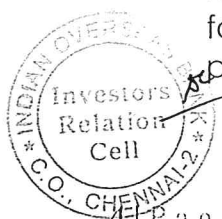
	Basel III
CET I	7.08%
Tier I	7.80%
Tier II	2.52%
Total	10.32%

(18) KEY FINANCIAL RATIOS:

- 18.1. **Credit Deposit Ratio** is 72.16% as on 30.09.2017 as against 76.67% as on 30.09.2016.
- 18.2. **Average Cost of Deposit** is 5.58% as on 30.09.2017 as against 6.29% as on 30.09.2016.
- 18.3. **Average Yield on Advances** is 8.51% as on 30.09.2017 as against 8.65% as on 30.09.2016.
- 18.4. **Cost to Income Ratio** improved from 61.40% as on 30.06.2017 to 58.21% as on 30.09.2017.

(19) IT AND DIGITAL BANKING INITIATIVES:

- **Core Banking Solution:** The Bank has successfully migrated all the branches including Overseas Branches to Finacle 10.2.17 version.
- **CBS Developments and customizations :** "Aadhaar validation" enabling authentication of Aadhaar number through biometric and through mobile OTP has been facilitated.
- **Developments in Internet Banking:**
Several security features were introduced to give better protection to customers using net banking including increasing OTP to 6 digits, setting of daily transaction limit for corporate customers, option for resending OTP through alternate service providers if the first request fails, GSTIN Registration Online, Suspending debit card online, TNEB payment session fixation etc.





- Digital Initiatives

- Payment Initiatives

- **IOB Bazaar** : Online Market Place - Portal for MUDRA and MSME customers to sell their products online
- **UPI Merchant QR** : Customer can Scan the QR code from any UPI
- **RuPay**  **RuPay Enabled Payment Gateway** : Bank's Payment gateway was accepting Master/VISA. RuPay acceptance enabled across all merchants of bank's Payment Gateway
- **IOB Pay** : is targeted towards enabling online fees collection of schools & colleges No technical changes needed at the Institution end as all the data and transaction is captured at IOB end itself
- **BBPS** - All types of Utility Payments can be done through Bharat Bill Payment System (BBPS) in www.iob.in and our Internet banking www.iobnet.co.in

- Mobility Initiatives

-  **IOB Nanban** : Customer Mobile App
- **IOB mPassbook** : Digital passbook to individual and corporate customers available for Android/Apple/ Windows Mobiles Platforms - Offline view of the transactions can be customized by user
- **Mobile Banking Registration in ATM** : IOB ATMs are now enabled for Mobile Banking Registration. Customers can Register for Mobile Banking Services through IOB ATMs. No Need to visit Branches
- **Chat bot**: designed to simulate conversation with human useful to generate Leads and convert to Business - Customers to get real time chat feeling
- **UPI** - Bank has gone live as issuer in BHIM app of GOI. UPI mobile app of the bank has been implemented in Closed User Group

- ATM Value Additions

-  **Green PIN** Now ATM card pin is provided as green pin as a paper-Less green initiative

-  **IOB Rewardz** : Reward Points for Spends through IOB ATM Debit Card can be redeemed from www.iobrewardz.com website - IOB Rewardz Android mobile app enabled
- **Prepaid Card** : Customer portal to enable the customers to fix the limit, Pin change, top-up, card blocking and unblocking, statement generation, complaint lodgement etc





Awards & Accolades

- ❖ Our Bank was chosen as one of the winners (out of 36 banks) of Intelligent Enterprise Award (Category-Enterprise Apps) presented by Indian Express group for the year 2017 for the product **IOB PAY** which is an online integration.
- ❖ 2nd Prize for in-house Hindi magazine **VANI** for 2016-17 received by our MD & CEO on the occasion of Hindi Diwas ie. 14.09.2017 from Hon'ble President of India
- ❖ **Achievement under Atal Pension Yojana (APY)** : In July '17 Pension Fund Regulatory & Development Authority (PFRDA) appreciated and honored :
 - Mumbai Region of Indian Overseas Bank in recognition of their outstanding performance and achievement of the target under the APY Campaign "**Freedom for Life**" from 09.01.2017 to 21.01.2017.
 - 3 Branches of Indian Overseas Bank in recognition of their outstanding performance and achievement of the target under the APY campaign "**Fortune 100**" from 26.12.2016 to 31.12.2016.
- ❖ Our Bank has received the most coveted award for the year 2015-16 from MoRD, GOI in recognition of the Leadership and Direction given to Rural Self Employment Training Institutes (RSETIs) sponsored by our Bank during RSETI Diwas. Out of our 13 RSETIs, 9 RSETIs have been awarded with AA grading and 4 RSETIs have been awarded with AB grading for the year 2015-16.



AUDITORS' LIMITED REVIEW REPORT

To

**The Board of Directors
Indian Overseas Bank
Chennai**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Indian Overseas Bank ('the Bank') for the quarter / half year ended September 30, 2017 ("the Statement"), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015. The disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage Ratio" and "Liquidity Coverage Ratio" as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid statements have not been reviewed by us. This Statement which is the responsibility of the Bank's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to making inquiries of the bank's personnel and applying analytical and other review procedures applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The statement incorporates the relevant returns of 20 branches reviewed by us, 3 foreign branches reviewed by other auditors specially appointed for this purpose and unreviewed returns in respect of 3387 branches (including 48 Regional Offices and 7 Zonal Offices). In the conduct of our Review, we have relied on the review reports in respect of non-performing assets received from Inspection Officials of bank of 91 branches. These review reports cover 60.38 percent (of which 31.94 percent has been covered by us) of the advances portfolio of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.



Contd...2

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Unaudited Statements together with the Notes thereon, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

5. Emphasis of Matter

We draw attention to:

- a) Note no. 10 of the Statement, with regards to migration to new Operating System during the financial year 2015-16 and to the relevant issues relating to it.
- b) Note no. 12 of the Statement, with regard to treatment of Interest Receivable on Restructured Debts (IRRD) of Rs. 614.46 crores on Funded Interest Term Loan (FITL) of failed Restructured Accounts at par with Interest Suspense Account and netted off while computing Gross Advances / Gross NPA.

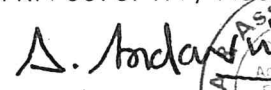
Our opinion is not qualified in respect of the above.

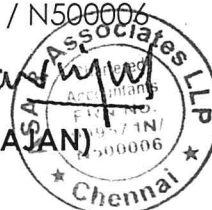
For **VARDHAMAN & Co**
Chartered Accountants
FRN 004522S


(**V. BASKARAN**)
Partner
M.No. 012202



For **ASA & ASSOCIATES LLP**
Chartered Accountants
FRN 009571N / N500006


(**S. SUNDAR RAJAN**)
Partner
M.No.211414



For **A V DEVEN & Co**
Chartered Accountants
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(**P. KANNAN**)
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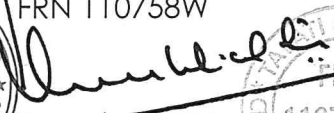


For **HARIBHAKTI & Co LLP**
Chartered Accountants
FRN 103523W/W100048


(**G. N. RAMASWAMI**)
Partner
M.No. 202363



For **TALATI & TALATI**
Chartered Accountants
FRN 110758W


(**UMESH TALATI**)
Partner
M.No.034834



Place : Chennai
Date : 07.11.2017