

Notes forming part of the Standalone Unaudited Financial Results (Reviewed) of the Bank for the Quarter / Half Year ended September 30, 2016

1. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their meeting held on November 09, 2016. 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The above financial results for the quarter / half year ended September 30, 2016 have been prepared following the same accounting policies and practices as those followed in the Annual Financial Statements for the year ended March 31, 2016, except income from locker rent realized annually on 1st July of every year (current year Rs.4729 Lakhs) (previous year Rs.3652 Lakhs) accounted hitherto on realisation basis is now recognised on accrual basis. Consequently the income from locker rent is accounted for the quarter / half year ended 30.09.2016 to the extent of Rs.1182 Lakhs (previous year's period restated at Rs.913 Lakhs) on time proportion basis.

The figures for the previous year period have been recast due to change in aforementioned accounting policy during the current quarter / half year ended 30.09.2016. The audited figures for the year ended 31st March 2016 have not been recast as the impact of the change of accounting policy on the annual profit and the income is not material.

Accordingly, the impact of the same have been recast under the heads Other Income, Total Income, Operating Profit, Profit from ordinary activities before tax, Net Profit from ordinary activities after tax, Net Profit for the period and Return on Assets of the quarter/half year ended 30.09.2015, to be in conformity with RBI guidelines given in circular No.RBI/2016-17/29/DBS.ARS.No.BC.2/08.91.001/2016-17 dated 28.07.2016, to make it comparable with the current period results.

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 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. Based on the available financial statements and the declaration from borrowers, the Bank has estimated the liability and made a provision of Rs.168 Lakhs for the half year ended 30.09.2016 (Rs.139 Lakhs for the quarter ended 30.06.2016) and holds a provision of Rs.1706 Lakhs as on 30.09.2016 on Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular dated January 15, 2014.
5. 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.
6. During the quarter Non-Performing Financial Assets aggregating to Rs.2377 Lakhs fully provided for were assigned to Assets Reconstruction Company for a consideration of Rs.1705 Lakhs.
7. In accordance with RBI guidelines, the bank has shifted securities from HTM to AFS category amounting to Rs. 620332 Lakhs and AFS to HTM category amounting to Rs.578979 Lakhs during the half year ended 30.09.2016 (NIL for the quarter ended 30.09.2016), having no impact on the financial results.
8. Non Performing Loan Provision Coverage Ratio is 55.11 % as on September 30, 2016.
9. Bank has raised Rs.60000 Lakhs during quarter/half year ended 30.09.2016 by the issue of Basel III compliant Tier II bonds.
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 July 01, 2016 to September 30, 2016:

Beginning : Nil	Received : 11	Resolved : 11	Closing : Nil
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A S Rajeev
Executive Director

Mahesh Kumar Jain
Managing Director & CEO

Place: Chennai
Date : November 09, 2016

