

**INDIAN BANK**  
**Head Office, Chennai**

**Notes forming part of Audited Financial Results of the Bank for the quarter/ year ended**  
**March 31, 2010**

1. The above audited financial results have been approved by the Board of Directors of the Bank at the Board Meeting held on April 24, 2010. The Consolidated financial results include the results of the Parent, its Subsidiaries and Associates.
2. The Parent has recommended a final dividend of Rs.4/- (40%) per Equity Share and with this, the total dividend for Equity Share for the year 2009-10 works out to Rs.6.50 (65%) per Equity Share. The Parent has also recommended a dividend of 10% p.a. for the period from April 2009 to March 2010 on the Perpetual Non-Cumulative Preference Share Capital of Rs.400 crore held by Government of India.
3. The working results of the Parent for the year ended March 31, 2010 have been arrived at after considering Provision for Non-Performing Advances, Standard Advances, Non-Performing Investments, Depreciation on Investments and other usual and necessary provisions.
4. As per notification dated 27.11.2009 issued by Government of India, the authorized capital of the Parent has been increased from Rs.1500 Crore to Rs.3000 Crore.
5. Provision made for employee benefits viz., pension, gratuity, leave encashment, etc., of Parent is Rs.230.36 Crore. In addition, a sum of Rs.92 Crore has been charged to Profit and Loss Account towards the transitional liability. The amount of unrecognized transitional liability of the Parent, to be charged to the Profit and Loss Account in the remaining two years is Rs.184 Crore.
6. In addition to the above, pending finalization of wage revision, the Parent has made a provision of Rs.121 Crore during the year 2009-10 towards wage arrears.
7. Government of India notified Agricultural Debt Waiver and Debt Relief Scheme, 2008 for giving Debt Waiver to "Small and Marginal Farmers" and Debt Relief to "Other Farmers" who have availed direct agricultural loans from the Parent. Final Audited claim for Debt Waiver to Small and Marginal Farmers has been submitted to RBI for Rs.459.01 Crore. Of which, settlement received upto 31.03.2010 was Rs.296.16 Crore. In respect of "Other Farmers", the last date for payment of 75% share by "Other Farmers" has been extended upto 30.06.2010 by GOI. As advised by RBI, Final claim and Additional Final Claim for Debt Relief will be submitted by the Parent before 30.06.2010 and 30.06.2011 respectively. As of March 2010, Debt Relief to the tune of Rs.58.58 Crore has been provided to "Other Farmers".
8. Corresponding period / year figures have been regrouped / reclassified, wherever necessary.
9. Status of Investor Complaints of the Parent for the quarter ended March 31, 2010:  
Beginning : Nil                      Received : 4                      Disposed off : 4                      Lying Unresolved : Nil

A S Bhattacharya  
**Executive Director**

V Rama Gopal  
**Executive Director**

T M Bhasin  
**Chairman & Managing Director**

Place : Chennai  
Date : April 24, 2010