

Notes forming part of Standalone & Consolidated Unaudited Financial Results (Reviewed) of the Bank for the Quarter / Half year ended September, 30, 2019

1. The above financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in their respective meetings held on 23.10.2019. The results have been subjected to 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 ended September 30, 2019 have been prepared following the same accounting policies and practices as those followed in the Annual Financial Statements for the year ended March 31, 2019.
3. The financial results for the quarter ended September 30, 2019 have been arrived at after considering provision for Loan Losses, restructured assets, Standard Assets, Stressed sector accounts, Employees' wage revision, income tax, Depreciation on Investments and Fixed Assets, provision for Employees' benefits and other necessary provisions on the basis of prudential norms and directions & approval issued by RBI. Provision for employee benefits pertaining to Pension, Gratuity and Leave Encashment has been made on the basis of actuarial valuation.
4. 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 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.
5. Based on the available financial statements and the declaration from borrowers, the Bank has estimated the liability towards Unhedged Foreign Currency Exposure to their constituents in terms of RBI circular DBOD.NO.BP.BC.85/21.06.200/2013-14 dated January 15, 2014 and holds a provision of Rs. 8.82 Crore as on September 30, 2019
6. In accordance with the RBI Cir. No. DBR.No.BP. BC. 18/21.04.048/2018-19 dated 01.01.2019, on "Relief for MSME borrowers registered under GST", the details of MSME restructured accounts from 01.01.2019 to 30.09.2019 are as under;

No. of Accounts Restructured	Amt. in crore
30455	1277.94

7. Pending settlement of the Bipartite agreement on wage revision (due from November, 2017), an adhoc amount of Rs.39 crore has been provided during the current quarter towards wage revision and cumulative provision held as on September 30, 2019 for wage revision is Rs.299 crore.
8. Bank has raised Equity capital of Rs.295.49 crore by way of Employees Share Purchase Scheme (ESPS) during the First quarter ended June 30, 2019. The Bank has allotted 1,12,42,975 shares of Rs.10 each at a premium of Rs.252.82 per share on 22.05.2019. The Bank has offered discount of Rs.73.88 crore @ 25% of floor price of Rs.262.82 per share and the same was debited to Profit & Loss account.



9. Bank has reported one loan account in the Power and Steel sector in consortium lending of 33 lenders, under Borrowal Fraud category to RBI during Quarter II of current FY involving an amount of Rs 829.77 crore outstanding as on 30.09.2019. The account was already under NPA category since FY 2016 and provision amounting to Rs 479.48 crore was held in the account as at 30.09.2019. The remaining provision in the fraud account will be done by the Bank in terms of extant RBI guidelines.
10. Non Performing Loan Provision Coverage Ratio is 68.06% as on September 30, 2019.
11. The consolidated financial results are prepared in accordance with Accounting Standard 21 on "Accounting for consolidated Financial Statement" and Accounting Standard 23 on Accounting for "Investment in Associates".
12. The consolidated financial statement of the group companies comprises the result of Indian Bank and its subsidiaries namely: Ind Bank Merchant Banking Services Ltd (64.84%) and Ind Bank Housing Ltd. (51%) and Associates namely Tamilnadu Grama Bank (35%), Saptagiri Grameena Bank (35%), Pudukkottai Bharathiar Grama Bank (35%). The consolidated financial results are prepared in accordance with section 133 of the Companies Act, 2013 and regulation 33 of Securities Exchange Board of India (SEBI) (Listing Obligation and disclosure requirements, 2015)
13. During Quarter II of the current Financial Year, Bank has received Rs.2534 crore from Government of India towards preferential allotment of Equity shares and RBI (vide letter dated 18-10-2019 has permitted the Bank to consider this amount as part of CET1 capital, pending allotment of equity shares.
14. On September 20, 2019 vide the Taxation Laws (Amendment) Ordinance, 2019, the Government of India inserted Section 115BAA in the Income Tax Act 1961, which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective April 01, 2019 subject to certain conditions. The Bank is currently in the process of evaluating this option.
15. The figures for the quarter ended September 30, 2019 are the balancing figures between reviewed figures in respect of the half year ended September 30, 2019 and the published year to date figures upto June 30, 2019.
16. Figures for the corresponding previous periods have been regrouped / reclassified, wherever considered necessary.
17. The number of investors' complaints received and disposed off during the period from July 01,2019 to September 30 ,2019:

Beginning : Nil	Received : 10	Resolved : 10	Closing : Nil
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Sd-

Shenoy Vishwanath V
Executive Director

Sd-

M K Bhattacharya
Executive Director

Sd-

Padmaja Chundururu
Managing Director & CEO

Place: Chennai
Date : 23.10.2019

