

Notes forming part of Standalone and Consolidated Reviewed Financial Results for the Quarter / Half year ended September 30, 2024

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 October 28, 2024. The results have been subjected to 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 (as amended).
2. The above financial results have been arrived at after considering provision for non-performing assets, restructured assets, standard assets, stressed sector accounts, income tax, deferred tax, depreciation on fixed assets, unhedged foreign currency exposure, employees' benefits, non-performing investments and fair valuation of investments, Investment Fluctuation Reserve, other necessary provisions on the basis of prudential norms and directions issued by Reserve bank of India, and in case of the subsidiary Ind Bank Housing Limited, as per the Income Recognition, and Provisions on Loans and Advances norms laid down by National Housing Bank (NHB) and applicable Accounting Standards issued by the Institute of Chartered Accountants of India. Provision for employee benefits pertaining to Pension, Gratuity and Leave Encashment has been made on the basis of actuarial valuation.
3. The Bank has applied its significant accounting policies in the preparation of these financial results that are consistent with those followed in the annual financial statements for the year ended March 31, 2024 except for Classification and Valuation of Investments which is as per the Master Direction No. RBI/DOR/2023-24/104 DOR.MRG.36/21.04.141/2023-24 on Classification, Valuation and Operation of Investment Portfolio of Commercial Banks (Directions), 2023 issued by Reserve Bank of India dated September 12, 2023 applicable w.e.f April 01, 2024.

The corresponding previous period and yearly figures related to Investments portfolio in respect of 30th September, 2023 and financial year ended 31st March, 2024 respectively are not comparable with those of 30th September, 2024. The New directions of Reserve Bank of India on Classification, Valuation and operation of Investments have resulted in increase in income on investment due to accretion by Rs 313.98 Crore, increase in AFS Reserve by Rs 746.91 Crore (net of taxes) and reduction in General Reserve by Rs 213.60 Crore (net of taxes).

4. The consolidated financial results are prepared in accordance with Accounting Standard 21 – 'Consolidated Financial Statements', Accounting Standard 23 – 'Accounting for Investments in Associates in Consolidated Financial Statements' and Accounting Standard 27 – 'Financial Reporting of Interests in Joint Ventures' issued by the Institute of Chartered Accountants of India and guidelines issued by RBI.
5. The details of Subsidiaries, Associates and Joint Ventures of the Bank along with the percentage of shares held are:
 - **Subsidiaries:** Indbank Merchant Banking Services Ltd (64.84%), Ind Bank Housing Ltd (51%) and Indbank Global Support Services Limited (100.00%)
 - **Associates:** Tamil Nadu Grama Bank (35%), Saptagiri Grameena Bank (35%), Pudukkottai Bharathiar Grama Bank (35%) and
 - **Joint Ventures:** Universal Sompo General Insurance Company Ltd (28.52%) and ASREC (India) Ltd (38.26%).



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6. In accordance with provision under SEBI (LODR) Regulations, 2015 (as amended), for the purpose of consolidated financial results of the quarter / half year ended September 30, 2024, minimum eighty percent of each of consolidated revenue, assets and profits have been subjected to review.
7. Other income includes profit/ loss on sale of assets (net), profit/ loss on sale of investments, profit/ loss on revaluation of investments (FVTPL & HFT), earnings from foreign exchange and derivative transactions, income from sale of PSLC certificates, recoveries from accounts previously written off, dividend income etc.
8. In accordance with RBI Master Circular DOR.CAP.REC.15/21.06.201/2023-24 dated May 12, 2023 on 'Basel III Capital Regulations' and RBI Circular DBR.No.BP.BC.80 /21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standards - Amendments', the banks are required to make Pillar 3 disclosures including leverage ratio, liquidity coverage ratio and net stable funding ratio under Basel III capital requirements. The disclosures are available on the Bank's website www.indianbank.in. These disclosures have not been subjected to review by Statutory Central Auditors.
9. 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 DOR.MRG.REC.76/00-00-007/2022-23 dated October 11, 2022 on 'Reserve Bank of India (Unhedged Foreign Currency Exposure) Directions, 2022', and the bank holds a provision of Rs.35.10 Crore as on September 30, 2024.
10. Non-Performing Assets Provision Coverage ratio is 97.60% as on September 30, 2024. (96.66 % as on June 30, 2024).
11. During the half year ended September 30, 2024, the Bank has raised Long Term Infrastructure Bond Series I of Rs. 5000 Crore with tenor of 10 years at an annual coupon of 7.24% p.a. Further, the Bank on 25.10.2024 has raised Long Term Infrastructure Bond Series II of Rs. 5000 Crore with tenor of 10 years at an annual coupon of 7.12 % p.a.
12. In accordance with the RBI Circular DBR.No.BP.BC.18/21.04.048/2018-19 dated January 01,2019, DOR.No.BP.BC.34/21.04.048/2019-20 dated February 11, 2020, DOR.No. BP.BC/4/21.04.048/2020-21 dated August 06, 2020 and DOR.STR.REC.12/21.04.048/2021-22 dated May 05, 2021 on 'Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances', the details of MSME restructured accounts under the Scheme are as under:

No. of Accounts Restructured	Outstanding as on 30.09.2024 (Rs. in Crores)
42445	2,502.58

13. In accordance with the RBI Circular DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on 'Resolution Framework 2.0: Resolution of COVID – 19 related stress of Individuals and Small Business', the number of borrower accounts where modifications were sanctioned and implemented and the aggregate exposure to such borrowers are as under:

No. of Accounts Restructured	Aggregate exposure as on 30.09.2024 (Rs. in Crores)
297	59.00



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14. As per RBI Circulars DBR.No. BP.15199/21.04.048/2016-17 dated June 23, 2017 and DBR No BP.1949/21.04.048/2017-18 dated August 28,2017, for the accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), the Bank is holding total provision of Rs. 4,159.71 Crores (100% of total outstanding amount less contingency fund) as on September 30, 2024.

15. Details of resolution plan implemented under the Resolution Framework for COVID-19 related Stress as per RBI circulars dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) as at 30.09.2024 are as under:

(Rs. In Crores)

S. No.	Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (March 31, 2024) (A)	Of (A), aggregate debt that slipped into NPA during the half-year (September 30, 2024)	Of (A) amount written off during the half-year (September 30, 2024)	Of (A) amount paid by the borrowers during the half-year (September 30, 2024)	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year (September 30, 2024)
1	Personal Loans	4970	139	0	733	4097
2	Corporate Persons*	1603	16	0	595	992
	<i>Of which, MSMEs</i>	770	16	0	434	320
3	Others	2023	221	0	1067	736
	Total (1+2+3)	8596	376	0	2395	5825

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

16. In accordance with RBI Circular DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 on 'Master Direction – Reserve Bank of India (Transfer of loan exposures) Directions, 2021', the details of loans transferred/ acquired during the half year ended September 30, 2024 are given below:

(a) Details of Loans not in default acquired:

Mode of Acquisition: Direct Assignment

Particulars	AGRICULTURE	RETAIL	MSME
Aggregate Principal outstanding of loans acquired (Rs. in Crores)	NA	Rs. 1500.00 Cr	Rs. 603.69 Cr
Weighted Average Residual Maturity (in years)		15.61	4.64
Weighted Average Holding Period by originator (in years)		3.22	0.93
Retention of beneficial economic interest by the originator (%)		10%	10%
Tangible Security Coverage (%)		131%	174%
Rating Wise Distribution of loans acquired by value (Rs. in Crores)		AAA: Rs 1500.00 Cr	AAA: Rs.458.90 Cr AA: Rs.97.28 Cr A: Rs. 47.51 Cr



Mode of Acquisition: Co-Lending / Loan Participation: NIL

- (b) Loans not in default transferred: NIL
- (c) Details of stressed loan transferred or acquired:

(i) Transferred (NPA) during the half year ended September 30,2024:

Particulars	To ARCs	To permitted transferees	To other transferees
No. of Accounts	1		
Aggregate principal outstanding loans transferred (Rs. in Crores)	135.92		
Weighted average residual tenor of the loans transferred	0		
Net book value of loans transferred (at the time of transfer)	0	NIL	NIL
Aggregate Consideration (Rs. in Crores)	97.00		
Additional consideration realized in respect of accounts transferred in earlier years (Rs. In Crores)	0		

The Bank has reversed the amount of Rs. 97.00 Crore of excess provision to the profit and loss account on account of sale of stressed loans.

(ii) The bank has not transferred any Stressed loans (SMA) during the half year ended September 30, 2024.

(iii) The bank has not acquired any Stressed loans (NPA & SMA) during the half year ended September 30, 2024.

- (d) The distribution of Security Receipts (SRs) held by the Bank across the various categories of Recovery Ratings assigned to such SRs by the Credit Rating Agencies as on September 30, 2024 is given as under: NIL

17. Impact of RBI Circular DBR.No.BP.BC.45/21.04.048/2018-19 dated June 07, 2019 on 'Prudential Framework for resolution of stressed assets' as on 30.09.2024 is as follows:

(Rs. in Crores)

Amount of loans impacted by RBI circular (a)	Amount of loans to be classified as NPA (b)	Amount of loans as on 30.09.2024, out of (b) classified as NPA (c)	Addl. provision required for loans covered under RBI circular (d)	Provision out of (d) already made by 30.09.2024 (e)
10435.26	10220.55	10220.55	460.55	460.55

* including provision of Rs. 278.96 Crores on Non Fund outstanding of the NPA accounts as on 30.09.2024.

18. The current tax expenses and deferred tax expenses are determined in accordance with the provisions of the Income Tax Act, 1961 and as per the Accounting Standard 22 – 'Accounting for Taxes on Income'.

19. During the quarter ended September 30, 2024, the Bank has made incremental provision of Rs.300.85 Crores (Net) on Standard Assets over and above minimum regulatory requirement.



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20. The number of investors' complaints received and disposed off during the period 01.07.2024 to 30.09.2024:

Beginning : 0	Received : 39	Resolved : 38	Closing : 1*
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(*) Since resolved

21. Figures for the corresponding previous periods have been regrouped/ reclassified/ rearranged wherever considered necessary.

Paramita Basu
Assistant General Manager

K Anbumani
Assistant General Manager

Sunil Jain
General Manager-CFO

Brajesh Kumar Singh
Executive Director

Shiv Bajrang Singh
Executive Director

Ashutosh Choudhury
Executive Director

Mahesh Kumar Bajaj
Executive Director

S L Jain
Managing Director & CEO

Place: Chennai
Date: 28.10.2024

