

Head Office : Star House, C - 5, 'G' Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051

Reviewed financial Results for the Quarter ended 30<sup>th</sup> June, 2016

₹ in Lakhs

| Sr. No. | Particulars  | Quarter Ended  |                         |   | Year ended |
|---------|--|----------------|-------------------------|---|------------|
|         |  | Reviewed       | Audited                 | Reviewed  | Audited    |
|         |  | 3 months ended | Previous 3 months ended | Corresponding 3 months ended in the previous year |            |
|         |  | 30.06.2016     | 31.03.2016              | 30.06.2015  | 31.03.2016 |
| 1       | Interest earned (a)+(b)+(c)+(d)  | 9425 93        | 10501 33                | 10818 59  | 41796 47   |
|         | (a) Interest/ discount on advances/bills   | 6737 27        | 7335 30                 | 8024 32   | 30370 91   |
|         | (b) Income on Investments  | 2113 93        | 2119 77                 | 2304 91   | 8952 13    |
|         | (c) Interest on balances with RBI and other inter bank funds   | 466 81         | 928 57                  | 428 14  | 2120 94    |
|         | (d) Others   | 107 92         | 117 68                  | 61 22   | 352 49     |
| 2       | Other Income   | 1238 43        | 883 59                  | 840 57  | 3652 54    |
| 3       | TOTAL INCOME (1 + 2)   | 10664 36       | 11384 91                | 11659 16  | 45449 01   |
| 4       | Interest expended  | 6650 76        | 7314 16                 | 7905 91   | 30071 85   |
| 5       | Operating expenses (i)+(ii)  | 2359 74        | 2606 56                 | 2049 04   | 9341 54    |
|         | (i) Employees cost   | 1288 41        | 1654 43                 | 1119 36   | 5357 24    |
|         | (ii) Other operating expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)                            | 1071 33        | 952 13                  | 929 68  | 3984 30    |
| 6       | TOTAL EXPENDITURE (4)+(5) (excluding Provisions and Contingencies)   | 9010 50        | 9920 72                 | 9954 95   | 39413 39   |
| 7       | OPERATING PROFIT (3-6) (Profit before Provisions and Contingencies)  | 1653 86        | 1464 19                 | 1704 21   | 6035 62    |
| 8       | Provisions (other than tax) and Contingencies  | 2770 19        | 5470 36                 | 1514 73   | 13826 38   |
| 9       | Exceptional items  |                |                         |   |            |
| 10      | Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)  | -1116 33       | -4006 17                | 189 48  | -7790 76   |
| 11      | Tax expense  | -374 97        | -419 06                 | 59 76   | -1701 55   |
| 12      | Net Profit(+)/Loss(-) from Ordinary Activities after tax(10-11)  | -741 36        | -3587 09                | 129 72  | -6089 21   |
| 13      | Extraordinary items (net of tax expense)   |                |                         |   |            |
| 14      | Net Profit(+)/Loss(-) for the period (12-13)   | -741 36        | -3587 09                | 129 72  | -6089 21   |
| 15      | Paid-up equity share capital (Face value ₹10/- )   | 934 77         | 817 29                  | 665 65  | 817 29     |
| 16      | Reserves excluding Revaluation Reserves  | -              | -                       | -   | 22346 55   |
| 17      | Analytical Ratios  |                |                         |   |            |
|         | (i) Percentage of shares held by Government of India   | 70.32%         | 68.01%                  | 64.43%  | 68.01%     |
|         | (iia) Capital Adequacy Ratio (Basel II)  | 12.22%         | 12.05%                  | 11.44%  | 12.05%     |
|         | (iib) Capital Adequacy Ratio (Basel III)   | 12.10%         | 12.01%                  | 10.75%  | 12.01%     |
|         | (iii) Earnings per Share (EPS)   |                |                         |   |            |
|         | 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 to be annualised) (₹) | -8.32          | -44.22                  | 1.95  | -83.01     |
|         | a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (Not to be annualised) (₹)                      | -8.32          | -44.22                  | 1.95  | -83.01     |
|         | (iv) (a) Amount of gross non-performing assets   | 51874 50       | 49879 12                | 26889 17  | 49879 12   |
|         | (b) Amount of net non-performing assets  | 28260 40       | 27996 39                | 15788 95  | 27996 39   |
|         | (c) Percentage of gross NPAs   | 13.38%         | 13.07%                  | 6.80%   | 13.07%     |
|         | (d) Percentage of net NPAs   | 7.78%          | 7.79%                   | 4.11%   | 7.79%      |
|         | (v) Return on Assets (Annualised)  | -0.45%         | -2.20%                  | 0.08%   | -0.94%     |



Segment Information  
Part A: Business Segments

₹ in Lakhs

| Particulars   | Quarter Ended    |                         |   | Year ended       |
|---|------------------|-------------------------|---|------------------|
|   | 3 months ended   | Previous 3 months ended | Corresponding 3 months ended in the previous year | Audited          |
|   | 30.06.2016       | 31.03.2016              | 30.06.2015  | 31.03.2016       |
| <b>1 Segment Revenue</b>  |                  |                         |   |                  |
| a) Treasury Operations  | 3221 70          | 2840 44                 | 3036 35   | 12066 32         |
| b) Wholesale Banking Operations                                     | 4423 43          | 4988 28                 | 5655 44   | 20059 30         |
| c) Retail Banking Operations  | 3282 40          | 3697 19                 | 3213 68   | 14231 44         |
| d) Unallocated  | -210 56          | -80 47                  | -208 81   | -737 20          |
| <b>T o t a l</b>  | <b>10716 97</b>  | <b>11445 44</b>         | <b>11696 66</b>                                   | <b>45619 86</b>  |
| Less : Inter Segment Revenue  | 52 61            | 60 53                   | 37 50   | 170 85           |
| <b>Income from Operations</b>                                       | <b>10664 36</b>  | <b>11384 91</b>         | <b>11659 16</b>                                   | <b>45449 01</b>  |
| <b>2 Segment Results- Profit (+)/ Loss (-) before tax</b>           |                  |                         |   |                  |
| a) Treasury Operations  | 951 80           | -72 63                  | 276 19  | 1002 04          |
| b) Wholesale Banking Operations                                     | -1923 35         | -3649 48                | 48 66   | -7420 77         |
| c) Retail Banking Operations  | 241 33           | -122 92                 | 224 73  | -104 30          |
| d) Unallocated  | -386 11          | -161 14                 | -360 10   | -1267 73         |
| <b>T o t a l</b>  | <b>-1116 33</b>  | <b>-4006 17</b>         | <b>189 48</b>                                     | <b>-7790 76</b>  |
| Less : i) Other Un-allocable expenditure                            |                  |                         |   |                  |
| ii) Un-allocable income   |                  |                         |   |                  |
| <b>Total Profit Before Tax</b>                                      | <b>-1116 33</b>  | <b>-4006 17</b>         | <b>189 48</b>                                     | <b>-7790 76</b>  |
| Provision for Tax   | -374 97          | -419 06                 | 59 76   | -1701 55         |
| <b>Net Profit</b>   | <b>-741 36</b>   | <b>-3587 09</b>         | <b>129 72</b>                                     | <b>-6089 21</b>  |
| <b>3 Segment Assets</b>   |                  |                         |   |                  |
| a) Treasury Operations  | 196826 42        | 201769 92               | 189375 13   | 201769 92        |
| b) Wholesale Banking Operations                                     | 293184 51        | 282837 56               | 300370 22   | 282837 56        |
| c) Retail Banking Operations  | 92755 73         | 111820 01               | 98928 03  | 111820 01        |
| d) Unallocated  | 10261 33         | 13486 44                | 11534 71  | 13486 44         |
| <b>T o t a l</b>  | <b>593027 99</b> | <b>609913 93</b>        | <b>600208 09</b>                                  | <b>609913 93</b> |
| <b>4 Segment Liabilities</b>  |                  |                         |   |                  |
| a) Treasury Operations  | 189032 23        | 194677 31               | 180760 71   | 194677 31        |
| b) Wholesale Banking Operations                                     | 281341 48        | 272439 64               | 286873 89   | 272439 64        |
| c) Retail Banking Operations  | 89781 81         | 108453 79               | 94601 46  | 108453 79        |
| d) Unallocated  | 1573 14          | 2025 97                 | 6356 71   | 2025 97          |
| <b>T o t a l</b>  | <b>561728 66</b> | <b>577596 71</b>        | <b>568592 77</b>                                  | <b>577596 71</b> |
| <b>5 Capital Employed</b><br>(Segment Assets - Segment Liabilities) |                  |                         |   |                  |
| a) Treasury Operations  | 7794 19          | 7092 61                 | 8614 42   | 7092 61          |
| b) Wholesale Banking Operations                                     | 11843 03         | 10397 92                | 13496 34  | 10397 92         |
| c) Retail Banking Operations  | 2973 92          | 3366 22                 | 4326 57   | 3366 22          |
| d) Unallocated  | 8688 19          | 11460 47                | 5178 00   | 11460 47         |
| <b>T o t a l</b>  | <b>31299 33</b>  | <b>32317 22</b>         | <b>31615 33</b>                                   | <b>32317 22</b>  |

Part B: Geographical Segments

| Particulars      | Quarter Ended     |                   |                   | Year ended        |
|------------------|-------------------|-------------------|-------------------|-------------------|
|                  | Reviewed          | Audited           | Reviewed          | Audited           |
|                  | 30.06.2016        | 31.03.2016        | 30.06.2015        | 31.03.2016        |
| <b>1 Revenue</b> |                   |                   |                   |                   |
| Domestic         | 934,384           | 1,007,677         | 1,039,917         | 4,036,359         |
| International    | 132,052           | 130,814           | 125,999           | 508,542           |
| <b>Total</b>     | <b>1,066,436</b>  | <b>1,138,491</b>  | <b>1,165,916</b>  | <b>4,544,901</b>  |
| <b>2 Assets</b>  |                   |                   |                   |                   |
| Domestic         | 42,710,340        | 43,845,973        | 43,488,341        | 43,845,973        |
| International    | 16,592,459        | 17,145,420        | 16,532,468        | 17,145,420        |
| <b>Total</b>     | <b>59,302,799</b> | <b>60,991,393</b> | <b>60,020,809</b> | <b>60,991,393</b> |





Note: There are no significant Other Banking Operations carried on by the Bank.

**Allocations of costs:**

a) Expenses directly attributable to particular segment are allocated to the relative segment.

b) Expenses not directly attributable to a specific segment are allocated in proportion to number of employees/business managed.

| Summarised Audited Balance Sheet                      |                        |                        |
|---|------------------------|------------------------|
| Particulars   | ₹ In Lakhs             |                        |
|   | Quarter Ended          |                        |
|   | Reviewed<br>30.06.2016 | Reviewed<br>30.06.2015 |
| <b>CAPITAL AND LIABILITIES</b>                        |                        |                        |
| Capital   | 934 77                 | 665 65                 |
| Reserves and Surplus                                  | 30364 56               | 30949 68               |
| Deposits  | 498000 20              | 508260 34              |
| Borrowings  | 49045 14               | 45268 21               |
| Other Liabilities and provisions                      | 14683 32               | 15064 21               |
| <b>TOTAL</b>  | <b>593027 99</b>       | <b>600208 09</b>       |
| <b>ASSETS</b>   |                        |                        |
| Cash and balances with Reserve Bank of India          | 22429 47               | 21597 43               |
| Balances with bank and money at call and short notice | 66806 88               | 53278 54               |
| Investments   | 109826 86              | 117040 82              |
| Advances  | 363985 77              | 383983 45              |
| Fixed Assets  | 8414 24                | 5874 75                |
| Other Assets  | 22164 77               | 18433 10               |
| <b>TOTAL</b>  | <b>593027 99</b>       | <b>600208 09</b>       |



Notes to Financial Results for the Quarter ended 30<sup>th</sup> June, 2016

1. The financial results for the quarter ended 30<sup>th</sup> June, 2016 have been arrived at on the basis of the same accounting policies as those followed in the preceding financial year ended 31<sup>st</sup> March, 2016.
2. The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors at their meeting held on 12<sup>th</sup> August, 2016. The same have been subjected to Review by the Statutory Central Auditors of the Bank, in line with the guidelines issued by Reserve Bank of India and as per the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. The financial results for the quarter ended 30<sup>th</sup> June, 2016 have been arrived at after considering extant guidelines of Reserve Bank of India (RBI) on prudential norms for Income Recognition and Asset Classification and Provisioning and providing for other usual and necessary provisions including employee benefits.
4. Pursuant to the Asset Quality Review (AQR) conducted by the RBI under section 35 of the Banking Regulations Act, 1949, the Bank was required to make phased prudential provision on CDR-Restructured cases @ 2.50% per quarter for four quarters during 2016-17. However, the bank has made additional provision of ₹ 110.33 Crore representing the balance 7.50%, which was required to be provided over remaining three quarters.
5. During the quarter, the Bank has made preferential allotment of 11,74,82,527 Equity Shares of ₹10 each of which share application money was received in previous quarter, in accordance with the regulation 76 of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009. The details are as under:

| Date of Allotment | Name of the Shareholder             | No. of equity shares- Face Value of ₹10 each | Premium per share (in ₹) | Amount (₹ in Crore) |
|-------------------|-------------------------------------|--|--------------------------|---------------------|
| 04.05.2016        | Government of India                 | 10,14,82,527                                 | 103.32                   | 1150.00             |
| 04.05.2016        | Life Insurance Corporation of India | 1,60,00,000                                  | 86.03                    | 153.65              |
|                   |                                     | 11,74,82,527                                 |                          | 1303.65             |

6. During the quarter, the Bank has raised ₹1500 Crores by issue of unsecured, non-convertible, Additional Tier I, perpetual Basel III Compliant bonds in the nature of debentures through private placement.



7. Pursuant to RBI circular No. DBR.NO.BP.13018/21.04.048/2015-16 dated 1<sup>st</sup> March 2016, the bank has considered revaluation reserve, foreign currency translation reserve and deferred tax assets in calculation of Capital Adequacy Ratio with effect from 31<sup>st</sup> March 2016. As such, figures/ratios of current quarter are not comparable with the figures of the corresponding quarter of previous year to that extent.
8. The Bank has estimated future taxable income against which timing difference, inter alia arising on account of provisions for Bad & Doubtful Debts can be realised and accordingly during the quarter, the Bank has recognised deferred tax assets of ₹758.71 Crore on such timing difference based on reasonable certainty of availability of future taxable income against which such deferred tax assets can be realised.
9. Pursuant to Reserve Bank of India Letter No. DBR:BP:17252:21.04.048:2014-15 dated 13<sup>th</sup> May, 2015, the bank was allowed to amortise the shortfall arising on account of sale of financial assets to ARCs, sold from 26<sup>th</sup> February, 2014 onwards over a period of 8 quarters from the quarter in which the asset was sold. However, during the quarter, the bank has provided for entire unamortised balance of ₹214.24 Crore instead of amortising ₹75.78 Crore during the quarter.
10. Pursuant to the RBI Letter No.DBR.No.BP.13018/21.04.048/2015-16 dated 12<sup>th</sup> April, 2016, the Bank is required to make provision of 15% of outstanding food credit availed by Government of Punjab. Accordingly, the Bank had provided ₹165.46 Crore till 31<sup>st</sup> March, 2016 and the balance provision of ₹67.30 crore has been made during the quarter.
11. In view of the loss incurred by the Bank, the RBI has permitted the Bank to make payment of interest on Additional Tier I Perpetual Basel III Compliant Bonds by debit to Revenue Reserve. Accordingly, during the quarter, the Bank has reversed the provision of ₹178.56 Crore made towards interest payable till 31<sup>st</sup> March, 2016 by crediting the same to interest expended and an amount equivalent to such provision has been transferred from the Revenue Reserve. Further, interest expended of ₹67.81 Crore for the quarter has also been debited to Revenue Reserve.
12. The Provision Coverage Ratio of the bank as at the end of the quarter is 53.06%.
13. Information on Investor Complaints pursuant to Clause 41 of the Listing Agreement, for the quarter ended 30<sup>th</sup> June, 2016 is as under:

| Pending as on 31 <sup>st</sup> March, 2016 | Received | Resolved | Pending as on 30 <sup>th</sup> June, 2016 |
|--|----------|----------|---|
| NIL  | 3        | 3        | NIL                                       |

14. In terms of RBI Circular DBOD.BP.BC.2/21.06.201/2013-14 dated July 1, 2013, Banks are required to make disclosures related to the Composition of Capital with effect






from 30<sup>th</sup> September,2013. Accordingly, Pillar 3 disclosures under Basel III Capital Regulations are being made available on Banks' website at the link <http://www.bankofindia.co.in/english/Regdisclosuresec.aspx>. These disclosures have not been subjected to Limited Review.

15. The figures of quarter ended 31<sup>st</sup> March, 2016 are the balancing figure between audited figures of the financial year 2015-16 and the published year-to-date figures upto the third quarter of the financial year 2015-16.
16. Figures of the previous year/quarter have been regrouped / rearranged wherever considered necessary.

  
R A Sankara Narayanan

**Executive  
Director**

  
R P Marathe

**Executive  
Director**

  
Melwyn Rego

**Managing Director  
& CEO**

  
G. Padmanabhan

**Chairman**

**Place: Mumbai  
Date:12<sup>th</sup> August, 2016**

