



**INDIAN OVERSEAS BANK
CENTRAL OFFICE
CHENNAI**

**PRESS RELEASE – 29TH OCTOBER 2009
PERFORMANCE HIGHLIGHTS – 30-09-2009**

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YEAR ON YEAR GROWTH – FROM 30.09.2008 TO 30.09.2009

1. TOTAL BUSINESS: Total business grew from Rs. 160514 crore as on 30.09.2008 to Rs. 187853 crore as on 30.09.2009 recording a year on year growth of 17.03%.

2.DEPOSITS: Total deposits grew from Rs. 90787 crore as on 30.09.2008 to Rs. 109435 crore as on 30.09.2009 recording a year on year growth of 20.54% .

3.ADVANCES: Total gross advances increased from Rs. 69727 crore as on 30.09.2008 to Rs. 78418 crore as on 30.09.2009 registering a growth of 12.46%.

4.OPERATING PROFIT: Operating Profit of H1 (2009-10) increased by 16.69% to Rs. 983.23 crore from Rs. 842.58 crore for the corresponding period of the previous year.

Operating Profit of Q2 (2009-10) marginally decreased by 7.78% to Rs. 554.61 crore as against Rs. 601.40 crore for the corresponding quarter of 2008-09.



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5.NET PROFIT: Net Profit of H1 (2009-10) is Rs. 477.82 crore as against Rs. 614.99 crore for the corresponding period of the previous year.

Net Profit of Q2 (2009-10) stood at Rs.176.04 crore as against Rs. 359.02 crore for the corresponding quarter of 2008-09 mainly on account of absorption of Rs. 82.17 crore being one third of the deficit representing excess of liabilities over assets of M/s. Shree Suvarna Bank Ltd., Pune, taken over by our Bank, for the year 2009-10, in the quarter ended 30.09.2009, itself and also on account of higher tax provision and increased provisions.

6.TOTAL INCOME: Total Income of Q2 (2009-10) increased by 7.82% to Rs. 2922.34 crore as against Rs. 2710.48 crore for the corresponding quarter of 2008-09.

7. INTEREST INCOME : Interest income of Q2 (2009-10) increased by 5.06% to Rs. 2549.95 crore as against Rs. 2427.03 crore for the corresponding quarter of 2008-09.

8. TOTAL NON INTEREST INCOME: Total non interest income recorded a y-o-y growth of 31.38% to Rs. 372.39 crore from Rs. 283.45 crore for the corresponding quarter of 2008-09.

9. TOTAL EXPENDITURE: Total expenditure of Q2 (2009-10) increased by 12.26% to Rs. 2367.73 crore as against Rs.2109.08 crore for the corresponding quarter of 2008-09.

Total interest paid on deposits grew during Q2 (2009-10) by 10.25% year on year to Rs. 1564.08 crore.

10.NET INTEREST INCOME: Net interest income was maintained at the same level of Rs. 785 crore for Q2 of 2009-10 as of comparable period of last year.

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11. CAPITAL ADEQUACY RATIO (CRAR):

The Bank raised during Q2 of 2009-10 :

- Tier I capital aggregating to Rs. 300 crore by way of Perpetual Bonds
- Tier II capital aggregating to Rs.800 crore by way of Lower Tier II Bonds of Rs.290 crore and Upper Tier II bonds of Rs.510 crore

CRAR as per Basel II Framework : 14.65% Tier I : 8.53%

Tier II : 6.12%

CRAR as per Basel I : 14.27% Tier I : 8.31%

Tier II : 5.96%

Capital Adequacy ratio of the Bank stands increased to 14.27% under BASEL I and to 14.65% under BASEL II.

Total Capital funds of the Bank has improved from Rs.9500.34 crores as on 30.9.2008 to Rs. 11703.61 crore as on 30.9.2009.

12. BUSINESS PER EMPLOYEE: As on 30th September 2009, business per employee improved to Rs. 7.15 crore as against Rs. 6.40 crore as at 30th September 2008.

13. NET PROFIT PER EMPLOYEE: For the quarter ended 30th September 2009, Net Profit Per Employee stood at Rs. 2.68 lac as against Rs. 5.73 lac for the quarter ended 30th September 2008.

14. CREDIT DEPOSIT RATIO: As on 30th June 2009, the ratio was at 76.25%. This ratio as of 30th September 2009 stands at 71.66%.

15. CASA RATIO: From the level of 29.24% as on 30.6.2009, the ratio has improved to 30.80% as of 30.9.2009.

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16. BOOK VALUE PER SHARE: Book value per share has gone up from Rs.97.99 to Rs. 113.72 during the one year period ended 30th September 2009.

17. EARNINGS PER SHARE : Annualised EPS as at September 2009 was at Rs.17.54.

18.NPA Management: Gross NPA as at 30th September 2009 was at Rs. 2685 crore as against Rs. 1725 crore as on 30th September 2008 with Gross NPA ratio of 3.42% and 2.47 % respectively.

Net NPA as at 30.09.2009 was Rs.1224 crore as against Rs.997 crore as on 30.9.2008, with Net NPA ratio of 1.59% and 1.44% respectively.

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