



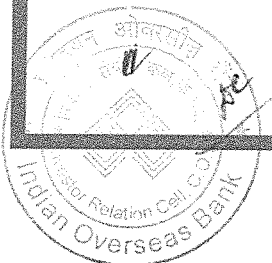
**INDIAN OVERSEAS BANK  
CENTRAL OFFICE  
CHENNAI**

**PRESS RELEASE**

**10.08.2017**

**FINANCIAL PERFORMANCE HIGHLIGHTS AS ON 30<sup>th</sup> June 2017**

- (1) **TOTAL BUSINESS:** Total business stood at Rs. 3,60,986 crore as on 30<sup>th</sup> June 2017 as against Rs. 3,84,040 crore as on 30<sup>th</sup> June 2016.
- (2) **DEPOSITS:** Total deposits stood at Rs. 2,10,748 crore as on 30<sup>th</sup> June 2017 as against Rs. 2,18,484 crore as on 30<sup>th</sup> June 2016. The Bank has reduced the concentration of Bulk Deposits to have a stable deposit profile and reduce the cost of funds.
- (3) **CASA** of the Bank is 36.52% as on 30<sup>th</sup> June 2017 increased from 30.70% as on 30<sup>th</sup> June 2016 with YOY growth at 582 bps.
- (4) **ADVANCES:** Gross Advances stood at Rs. 1,50,238 crore as on 30<sup>th</sup> June 2017 as against Rs. 1,65,556 crore for the quarter ended 30<sup>th</sup> June 2016. The decline in advances is due to the Bank rebalancing the credit portfolio with focus on Mid & Retail & MSME segment.
- (5) **CORE RETAIL** advances grew by 19.95% YOY (June'17 over June'16)
- (6) **MSME SEGMENT** grew by 9.26% YOY (June'17 over June'16)
- (7) **OPERATING PROFIT:** Operating Profit for the quarter ended 30<sup>th</sup> June 2017 is Rs. 776.60 crore as against Rs. 690.55 crore for the quarter ended 30<sup>th</sup> June 2016 registering a growth of 12.46%.
- (8) **NET PROFIT:** Net loss for the quarter ended 30<sup>th</sup> June 2017 is Rs 499.09 crore as against Rs. 1450.50 crore for the quarter ended 30<sup>th</sup> June 2016. Net Loss decreased by 65.59% YOY.
- (9) **TOTAL INCOME:** Total income for the quarter ended 30<sup>th</sup> June 2017 is Rs. 5174.50 crore as against Rs. 5868.44 crore for the corresponding quarter of last year on account of reduction in interest rates.
- (10) **INTEREST INCOME:** Interest income stood at Rs. 4187.20 crore for the quarter ended 30<sup>th</sup> June 2017 as against Rs. 5215.54 crore for the quarter ended 30<sup>th</sup> June 2016 on account of reduction in interest rates .
- (11) **NON INTEREST INCOME:** Non-interest income is Rs. 987.30 crore for the quarter ended 30<sup>th</sup> June 2017 as against Rs. 652.90 crore for the quarter ended 30<sup>th</sup> June 2016 registering a growth of 51.22% YOY.
- (12) **TOTAL EXPENDITURE:** Total Expenditure declined by 15.06% YOY.





**(13) NPA MANAGEMENT: Gross NPA** as at 30<sup>th</sup> June 2017 is at Rs. 35453.12 crore with ratio of 23.60% as against Rs. 33913.15 crore as on 30<sup>th</sup> June 2016 with ratio of 20.48% and against GNPA of Rs. 35098 crore as at March'17 (GNPA ratio 22.39%). Accretion to Gross NPA is contained to Rs.355 crore in quarter ended June 2017. One of the main reasons for higher Gross NPA ratio is the contraction of credit by 9.26% YOY.

Net increase in Gross NPA over March'17 (QOQ) was just 1.01% and over June'16 (YOY) was 4.54% only despite contraction of advances by 4.36% over March'17 and 9.26% over June'16.

**(14) RECOVERY IN NPA ACCOUNTS** for the quarter ended 30<sup>th</sup> June 2017 is significantly higher at Rs. 2784 crore as against Rs. 1465 crore for the corresponding quarter of last year.

**(15) NET NPA** is contained to Rs. 20165.61 crore at 14.97% as on 30.06.2017 against Rs. 21321.24 crore at 13.97% as on 30.06.2016. Net NPA has reduced in quantum and the higher NNPA is due to contraction of credit by 9.26% YOY.

**(16) PROVISION COVERAGE RATIO** is improved to 53.09% as on 30<sup>th</sup> June 2017 as against 47.61% as on 30<sup>th</sup> June 2016.

**(17) CAPITAL ADEQUACY RATIO (CRAR):**

	<b>Basel III</b>
CET 1	7.57%
Tier I	8.25%
Tier II	2.39%
<b>Total</b>	<b>10.64%</b>

**(18) KEY FINANCIAL RATIOS:**

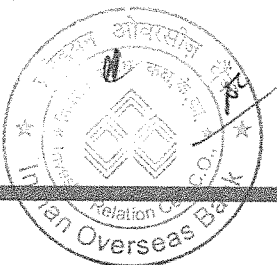
**18.1 NET INTEREST MARGIN** is 1.65% for the quarter ended 30.06.2017 as against 1.87% for the quarter ended 30.06.2016.

**18.2 CREDIT DEPOSIT RATIO** is 71.29% as on 30.06.2017 as against 75.77% as on 30.06.2016.

**18.3 AVERAGE COST OF DEPOSIT** is 5.57% as on 30.06.2017 as against 6.42% as on 30.06.2016.

**18.4 YIELD ON ADVANCES** is 7.12% as on 30.06.2017 as against 8.53% as on 30.06.2016.

**18.5 COST TO INCOME RATIO** is 61.40% as on 30.06.2017 reduced from 63.62% as on 30.06.2016.





**(19) IT AND DIGITAL BANKING INITIATIVES:**

- IOB PAY – a comprehensive fee payment platform made live which onboards merchants and educational institutions for e-Payments.
- Bharat Bill Payment System (BBPS): Our Bank is one of the 3 Banks approved by RBI to offer BBPS.
- As on 30.6.2017 our Bank has 3486 ATMs/CDs, 400 cash recyclers and 700 epassbook kiosks spread across the country.
- We have launched Green Pin for ATM Card Holders so that Customers themselves can change their Pin through any of our ATMs by entering the OTP sent to the Registered Mobile Number.
- All Credit Cards moved to Credit Card Web Based Module
- We have implemented Mobile POS at around 13000 merchant locations.
- Bilingual (English and Hindi) Internet Banking Site launched.
- Biometric Attendance System implemented.
- Security Operations Centre is operational to ensure secured internet and mobile transactions.
- Cyber Crime Monitoring & Customer Grievances Cell set up to address customer complaints and for quick resolution.

\*\*\*\*\*

