

INDIAN OVERSEAS BANK
INCOME STATEMENT
FOR THE PERIOD ENDED 30.06.2014

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	From	From	From	From
	01.04.2014	01.04.2013	01.04.2014	01.04.2013
	to	to	to	to
	30.06.2014	30.06.2013	30.06.2014(Audited)	30.06.2013(Audited)
Interest Income	334,360	298,885	60,070,429	54,026,286
Interest expenses	95,295	64,031	45,801,568	40,864,175
Net Interest income	239,065	234,854	14,268,861	13,162,111
Fee and Commission income	31,169	19,553	118,004	120,928
Fee and Commission expenses	-	1,773		
Net fee and Commission income	31,169	17,780	118,004	120,928
Net gain / (loss) from trading	-	-	(1,635,972)	3,875,700
Net gain / (loss) from financial instruments designated at fair value through profit or loss	-	-	-	3,848,632
Net gain / (loss) from financial investments	-	-	-	-
Other operating income (net)	144	6,037	4,294,414	-
Total operating income	270,378	258,671	17,045,307	21,007,371
Impairment for loans and other losses	50,489	120,423	2,992,742	8,430,027
Individual Impairment			-	-
Collective Impairment	-		-	-
Others	50,489	120,423	2,992,742	8,430,027
Net Operating income	219,889	138,248	14,052,565	12,577,344
Personal expenses	13,224	9,643	5,942,615	6,153,499
Depreciation and amortisation	4,189	7,530	2,007,711	1,863,795
Other expenses	15,395	14,530	2,230,849	2,445,828

Operating profit / (loss) before value added tax (VAT)	187,081	106,545	3,871,390	2,114,222
Value added tax (VAT) on financial services	11,687	7,451	-	-
Operating profit / (loss) after value added tax (VAT)	175,394	99,094	3,871,390	2,114,222
Share or profits of associates and joint ventures			-	-
Profit / (loss) before tax	175,394	99,094	3,871,390	2,114,222
Tax expenses	24,000	21,000	1,154,156	856,243
Profit / (loss) for the period	151,394	78,094	2,717,234	1,257,979
Profit attributable to :				
Owners of the parent				
Non-controlling interest				
Earnings per share on profit				
Basic earnings per ordinary share				
Diluted earnings per ordinary share				

INDIAN OVERSEAS BANK
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30.06.2014

In Rupees Thousand	Bank		Group	
	Current Period From 01.04.2014 to 30.06.2014	Previous Period From 01.04.2013 to 30.06.2013	Current Period From 01.04.2014 to 30.06.2014(Audited)	Previous Period From 01.04.2013 to 30.06.2013(Audited)
Profit (loss) for the period	151,394	78,094	2,717,234	1,257,979
Other comprehensive income, net of tax				
Changes in revaluation surplus				
Actuarial gains and losses on defined benefit plans	-	-	-	-
Gains and losses (arising from translating the financial statements of a foreign operation				
Gains and losses on re - measuring available-for-sale financial assets				
Gains and losses on cash flow hedges				
Others				
Share of profits of associates and joint ventures				
Less : Tax expense / (income) relating to components of other comprehensive income				
Other comprehensive income for the period, net of taxes	-	-	-	-
Total comprehensive income for the period	151,394	78,094	2,717,234	1,257,979
Total comprehensive income for the period				
Attributable to :				
Owners of the parent				
Non -controlling interests				

INDIAN OVERSEAS BANK
STATEMENT OF FINANCIAL POSITION
AS AT 30.06.2014

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	As at	As at	As at	As at
	30.06.2014	31.03.2014	30.06.2014	31.03.2014
	in LKR	in LKR(Audited)	in INR(Audited)	in INR(Audited)
Assets				
Cash and cash equivalents	184,646	1,617,680	170,768,142	119,285,724
Balances with central banks	103,704	72,284	7,543,171	7,204,449
Placements with banks	1,706,187	-	68,718,852	70,802,053
Derivative financial instruments	-	-	-	-
Other financial assets held-for-trading	-	-	-	-
Financial assets designated at fair value through profit or loss	-	-	-	-
Loans and receivables to Banks	85,000	45,000	7,689,018	11,833,502
Loans and receivables to other customers	19,352,674	19,748,376	1,707,546,311	1,747,044,167
Financial investments - Available -for -sale	2,040	2,040	153,580,542	181,054,837
Financial investments - Held -to -maturity	3,419,281	2,599,657	538,628,091	514,108,710
Investments in subsidiaries	-	-	-	-
Investments in associates and joint ventures	-	-	-	-
Property, plant and equipment	168,395	199,583	25,801,157	26,043,772
Investment properties	-	-	-	-
Goodwill and tangible assets	-	13,635	-	-
Deffered tax assets	-	4,119	-	-
Other assets	269,829	40,437	73,677,141	71,671,187
Total assets	25,291,756	24,342,811	2,753,952,425	2,749,048,401

Liabilities				
Due to banks	15,636,000	15,860,700	114,153,606	119,057,205
Derivative financial instruments	-	-	-	-
Other financial assets held-for-trading	-	-	-	-
Financial liabilities designated at fair value through profit or loss	-	-	-	-
Due to other customers	4,188,503	3,275,660	2,213,678,235	2,160,703,662
Other borrowings	-	-	-	-
Debts securities issued	-	-	-	-
Current tax liabilities	37,646	-	-	-
Deffered tax liabilities	(4,119)	-	2,730,229	2,729,892
Other provisions	191,976	34,662	580,220	602,341
Other liabilities	15,250	96,684	258,653,830	304,253,578
Due to subsidiaries	-	-	-	-
Subordinated term debts	-	-	-	-
Total liabilities	20,065,256	19,267,706	2,589,796,120	2,587,346,678
Equity				
Stated capital / Assigned capital	2,288,494	2,288,494	12,353,483	12,353,483
Statutory reserve fund	138,664	138,664	30,621,187	30,621,187
Retained earnings	2,268,894	2,117,499	-	-
Other reserves	530,448	530,448	121,181,635	118,727,053
Total shareholders' equity	5,226,500	5,075,105	164,156,305	161,701,723
Non-controlling interest				
Total equity	5,226,500	5,075,105	164,156,305	161,701,723
Total equity and liabilities	25,291,756	24,342,811	2,753,952,425	2,749,048,401
Contingent liabilities and commitments	3,133,935	3,060,388	700,182,398	702,627,841
Memorandum Information				
Number of Employees	27	28	31,271	30,623
Number of Branches	2	2	3,374	3,122

INDIAN OVERSEAS BANK
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30.06.2014

Bank											
In Rupees Thousand	Stated capital/Assigned capital)			Reserve fund	Revaluation reserve	Reserves		Other reserves	Total	Non-controlling interest	Total equity
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital			Retained earnings					
Balance as at 01/04/14											
Total comprehensive income for the year	-	-	2,632,918	134,798	-	2,139,168	117,339	5,024,223	-	5,024,223	
Profit/(loss) for the year	-	-	-	-	-	151,394	-	151,394	-	151,394	
Other comprehensive income (net of tax)						-		-		-	
Total comprehensive income for the year	-	-	2,632,918	134,798	-	2,290,562	117,339	5,175,617	-	5,175,617	
Transactions with equity holders, recognised directly in equity											
Share issue/increase of assigned capital											
Share options exercised											
Bonus issue											
Rights issue											
Transferres to reserve during the period											
				3,867				3,867		3,867	
Dividends to equity holdres											
Profit transferred to head office											
Gain / (loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)											
Others (Please specify)											
						47,016		47,016		47,016	
Total transactions with equity holders											
Balance as at 30.06.2014	-	-	2,632,918	138,665	-	2,337,578	117,339	5,226,500	-	5,226,500	

Group											
In Rupees Thousand	Stated capital/Assigned capital)			Reserve fund	Revaluation reserve	Reserves		Other reserves	Total	Non-controlling interest	Total equity
	Ordinary voting shares	Ordinary non-voting shares	Assigned capital			Retained earnings					
Balance as at 01/07/13											
Total comprehensive income for the year	9,240,953	-	-	29,116,187	11,448,617	-	85,995,840	135,801,597	-	135,801,597	
Profit/(loss) for the year	-	-	-	-	-	-	1,459,254	1,459,254	-	1,459,254	
Other comprehensive income (net of tax)							-	-		-	
Total comprehensive income for the year	9,240,953	-	-	29,116,187	11,448,617	-	87,455,094	137,260,851	-	137,260,851	
Transactions with equity holders, recognised directly in equity											
Share issue/increase of assigned capital											
	3,112,530						12,867,930	15,980,460		15,980,460	
Share options exercised											
Bonus issue											
Rights issue											
Transferres to reserve during the period											
				1,505,000			2,347,746	3,852,746		3,852,746	
Dividends to equity holdres											
Profit transferred to head office											
Gain / (loss) on revaluation of Property, Plant and Equipment (if cost method is adopted)											
					6,427,737		634,510	7,062,247		7,062,247	
Others (Please specify)											
Total transactions with equity holders	3,112,530	-	-	1,505,000	6,427,737	-	15,850,186	26,895,453	-	26,895,453	
Balance as at 30.06.2014	12,353,483	-	-	30,621,187	17,876,354	-	103,305,280	164,156,304	-	164,156,304	

INDIAN OVERSEAS BANK
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS
AS AT 30.06.2014

a. Bank - Current period	HTF	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Others	Total
In Rupees Thousand								
ASSETS								
Cash and cash equivalents	-	184,646						184,646
Balances with central banks		103,704						103,704
Placements with banks		1,706,187						1,706,187
Derivative financial instruments								-
Other financial assets at fair value through profit or loss								-
Loans and receivables to banks		85,000						85,000
Loans and receivables to other Customers		19,352,674						19,352,674
Others							438,224	438,224
Financial investments	-		3,419,281		2,040			3,421,321
Total financial assets	-	21,432,211	3,419,281	-	2,040		438,224	25,291,756
In Rupees Thousand								
LIABILITIES								
Due to banks				15,636,000				15,636,000
Derivative financial instruments								-
Other financial liabilities at fair value through profit or loss								-
Due to other customers				4,188,503				4,188,503
Other borrowings							-	-
Debt securities issued								-
Total financial liabilities	0.00			19,824,503			-	19,824,503

Held for trading - HFT

Designated at fair value through profit or loss - Designated at fair value

Loans and receivables / deposits at amortised cost - Amortised cost

Held-to-maturity - HTM

Available-for-sale - AFS

Instruments of fair value and cash flow hedging - Hedging

INDIAN OVERSEAS BANK
ANALYSIS OF FINANCIAL INSTRUMENTS BY MEASUREMENT BASIS
AS AT 30.06.2013

b. Bank - Previous period	HTF	Designated at fair value	HTM	Amortised cost	AFS	Hedging	Others	Total
In Rupees Thousand								
ASSETS								
Cash and cash equivalents	-	6,777,994						6,777,994
Balances with central banks		71,083						71,083
Placements with banks		-						-
Derivative financial instruments								-
Other financial assets at fair value through profit or loss								-
Loans and receivables to banks		91,000						91,000
Loans and receivables to other Customers		13,580,031						13,580,031
Others							-	-
Financial investments	-		1,737,248		2,040			1,739,288
Total financial assets	-	20,520,108	1,737,248	-	2,040		-	22,259,396

	HTF	Designated at fair value	Amortised cost	AFS	Hedging	Others	Total
In Rupees Thousand							
LIABILITIES							
Due to banks				16,325,000			16,325,000
Derivative financial instruments							-
Other financial liabilities at fair value through profit or loss							-
Due to other customers				1,690,349			1,690,349
Other borrowings						-	-
Debt securities issued							-
Total financial liabilities	0.00			18,015,349		-	18,015,349

Held for trading - HFT

Designated at fair value through profit or loss - Designated at fair value

Loans and receivables / deposits at amortised cost - Amortised cost

Held-to-maturity - HTM

Available-for-sale - AFS

Instruments of fair value and cash flow hedging - Hedging

INDIAN OVERSEAS BANK
SELECTED PERFORMANCE INDICATORS (AS PER REGULATORY REPORTING)
AS AT 30.06.2014

Item	Bank		Group	
	30/06/14	31/03/14	30/06/14	31/03/14
Regulatory Capital Adequacy				
Core Capital (Tier 1 Capital), Rs. '000	4935.99	5036.85	139105	140682
Total Capital Base, Rs. '000	4859.71	4971.24	199374	205525
Core Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 5%)	53.76%	55.63%	7.40%	7.63%
Total Capital Adequacy Ratio, as % of Risk Weighted Assets (Minimum Requirement, 10%)	52.93%	54.90%	10.61%	11.15%
Assets Quality (Quality of Loan Portfolio)				
Gross Non-Performing Advances Ratio, % (net of interest in suspense)	11.07%	3.29%	5.84%	4.98%
Net-Non Performing Advances, % (net of interest in suspense and provision)	6.15%	0.13%	3.85%	3.20%
Profitability				
Interest Margin, %	3.83%	4.23%	2.24%	1.88%
Return on Assets (befor Tax), %	2.42%	2.82%	0.56%	0.32%
Return on Equity, %	11.69%	13.71%	8.24%	5.03%
Regulatory Liquidity				
Statutory Liquid Assets, Rs. '000	19736.98	16116.46	613157	589411
Statutory Liquid Assets Ratio, % (Minimum Requirement, 20%)				
Domestic Banking Unit	98.52%	90.62%		
Off - shore Banking Unit	123.60%	930.25%		

CERTIFICATION

We, the undersigned, being the Chief Executive Officer and the Compliance Officer of Indian Overseas Bank certify jointly that :

- (a) the above statements have been prepared in compliance with the format and defenetiions prescribed by the Central Bank of Sri Lanka
- (b) the informatin contained in these statements have been extracted from the unaudited financial statements of the bank unless indicated as audited.

Vairam Somasunderam
COUNTRY HEAD

S.Subamuralitharan.
COMPLIANCE OFFICER

26.08.2014

1) Loans and Receivables to Other Customers

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	as at	as at	as at	as at
	30/06/2014	31/03/2014	DD/MM/YY	DD/MM/YY
Gross loans and receivables	19639218	19979407		
(Less) : Individual impairment	286544	231031		
Collective impairment	0	0		
Net loans and receivables including those designated at fair value through profit or loss	19352674	19748376		
(Less) : Loans and receivables designated at fair value through profit or loss				
Net loans and receivables	19352674	19748376		

2) Loans and Receivables to Other Customers - By Product

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	as at	as at	as at	as at
	30/06/2014	31/03/2014	DD/MM/YY	DD/MM/YY
By Product - Domestic Currency				
Overdrafts	478161	880731		
Term Loans	1753834	5959127		
Lease Rentals Receivable				
Credit Cards				
Pawning				
Other Loans (Demand /TC)	195181	9917559		
Sub Total	2427176	16757417		
By Product - Foreign Currency				
Overdrafts	749225			
Term Loans	3146273	2990959		
Other Loans (SLDB)	13030000			
Sub Total	16925498	2990959		
Total	19352674	19748376		

**3) Movements in Individual and Collective Impairment during the period for
Loans and Receivables for Other Customers**

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	as at	as at	as at	as at
	30/06/2014	31/03/2014	DD/MM/YY	DD/MM/YY
Individual Impairment				
Opening balance at 01/04/2014	222526	286574		
Charge/(Write back) to income Statement	67546	121924		
Write-Off during the year	3528	185972		
Other Movements				
Closing balance at 30/06/2014	286544	222526		
Collective Impairment				
Opening balance at 01/04/2014				
Charge/(Write back) to income Statement				
Other Movements				
Closing balance at 30/06/2014	0			
Total Impairment	286544	222526		

4) Due to Other Customers - By Product

In Rupees Thousand	Bank		Group	
	Current	Previous	Current	Previous
	Period	Period	Period	Period
	as at	as at	as at	as at
	30/06/2014	31/03/2014	DD/MM/YY	DD/MM/YY
By Product - Domestic Currency				
Demand Deposits (Current Accounts)	215,729	701,302		
Savings Deposits	69,932	84,121		
Fixed Deposits	910,886	1,480,472		
Other Deposits (Dormant/Margin)	66,881	75,686		
Sub Total	1,263,428	2,341,581		
By Product - Foreign Currency				
Demand Deposits (Current Accounts)	28,829	24,418		
Savings Deposits	289,809	655,774		
Fixed Deposits	2,604,482	251,927		
Other Deposits (Vostro Accounts)	1,955	1,960		
Sub Total	2,925,075	934,079		
Total	4,188,503	3,275,660		