



Telephone : 044 - 28519654, 28415702
E-Mail : investor@iobnet.co.in
FAX : 044 - 28585675

इण्डियन ओवरसीज बैंक

केंद्रीय कार्यालय- पोस्ट बॉक्स सं 3765, 763 अण्णा सालै, चेन्नै 600 002

Indian Overseas Bank

Central Office: P.B.No.: 3765, 763 Anna Salai, Chennai 600 002

Investor Relations Cell

IRC/ 182 /2018-19

24.08.2018

Dept. of Corporate Services

BSE Limited

Floor 1, P J Towers

Dalal Street

Mumbai - 400 001

National Stock Exchange Limited

"Exchange Plaza", C-1, Block G

Bandra-Kurla Complex

Bandra (E)

Mumbai 400 051

Dear Sir / Madam,

Sub: Disclosure as per Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Re-affirmation of Ratings and Assignment of Counterparty Risk Rating by Moody's

The International Credit Rating Agency, Moody's Investors Service, Singapore has re-affirmed the ratings assigned to our Bank and has assigned a new rating ie. Counterparty Risk Rating (CRR) for our Bank. Counterparty Risk Rating (CRR) for banks is a new rating class introduced by Moody's.

INDIAN OVERSEAS BANK

Outlook	Positive
Counterparty Risk Rating -Dom Curr	Ba2/NP
Bank Deposits -Fgn Curr	Ba3/NP
Bank Deposits -Dom Curr	Ba3/--
Baseline Credit Assessment	b3
Adjusted Baseline Credit Assessment	b3
Counterparty Risk Assessment	Ba2(cr)/NP(cr)
Senior Unsecured MTN	(P)Ba3
Subordinate MTN	(P)B3
Jr Subordinate MTN	(P)Caa1
Other Short Term	(P)NP

INDIAN OVERSEAS BANK, HONG KONG BRANCH

Outlook	Positive
Counterparty Risk Rating -Dom Curr	Ba2/NP
Counterparty Risk Assessment	Ba2(cr)/NP(cr)
Senior Unsecured MTN	(P)Ba3
Subordinate MTN	(P)B3
Jr Subordinate MTN	(P)Caa1
Other Short Term	(P)NP

Source: Moody's Investors Service

Credit Considerations :

New impaired loan formation has slowed after the recognition of legacy stressed assets; asset quality to gradually improve as the resolution of stressed assets gets underway.





Telephone : 044 – 28519654, 28415702
E-Mail : investor@iobnet.co.in
FAX : 044 – 28585675

The net NPL formation rate (gross NPLs less recoveries and upgrades) improved to 4.0% (annualised) as of June 2018 compared with 8.9% in fiscal 2018 given the recognition of legacy stressed assets in the last quarter of fiscal 2018.

Moody's expects the Bank's asset quality to gradually improve over the next 12-18 months, largely driven by recoveries on NPL accounts referred to the National Company Law Tribunal process. As of 31 March 2018, about 21% of the total NPLs were related to accounts undergoing resolution at the National Company Law Tribunal.

IOB has also been gradually building its loan-loss reserves to strengthen its buffer against potential losses.

Capitalisation remains stable supported by the Government's recapitalisation plan.

Moody's continues to position IOB in the very high Government support bucket, reflecting the systemic importance of IOB as a PSB in India.

This is for your information and record in compliance with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Yours faithfully,

Radha Venkatakrishnan
General Manager & CFO

