



**NOTES ON ACCOUNTS FORMING PART OF
UNAUDITED (REVIEWED) FINANCIAL RESULTS
FOR THE QUARTER/NINE MONTHS ENDED DECEMBER 31, 2015.**

1. The above Financial Results have been approved by the Board of Directors of the Bank at its meeting held on February 9, 2016. The results have been subjected to "Limited Review" by the Statutory Central Auditors of the Bank.
2. There has been no change in the accounting policies followed during the quarter/nine months ended December 31, 2015 as compared to those followed in the preceding financial year ended March 31, 2015.
3. The Financial Results for the quarter/nine months ended December 31, 2015 have been arrived at after considering provision for Non-Performing Assets, Standard Assets, Investment Depreciation as per Prudential Norms issued by the Reserve Bank of India and other usual and necessary Provisions.
4. In terms of Reserve Bank of India circular No.DBOD.BP.BC.2/21.06.201/2013-14 dated July 1, 2013, banks are required to make Pillar 3 disclosures under Basel III Capital Regulations. The disclosures shall be made available on the bank's website www.centralbankofindia.co.in. The disclosures have not been subjected to limited review by the Statutory Central Auditors of the Bank.
5. In terms of RBI Circular DBR.BP.BC.No.31/21.04.018/2015-16 dated 16th July 2015, the Bank has, effective Quarter ended 30th June 2015, included its deposits placed with NABARD, SIDBI and NHB on account of shortfall in lending to priority sector under 'Other Assets'. Interest income on these deposits has been included under 'Interest Earned-Others'. Hitherto, these were included under 'Investments' and interest income was included under 'Interest Earned-Income on Investments'. The above reclassification carried out since quarter ended September 2015 has no impact on the loss of the Bank for the quarter / nine months ended 31st December 2015 or on the profit / loss for the previous periods presented.
6. The following has been included in the results for the nine months ended 31st December, 2015 :
 - a. Pursuant to RBI Circular No. DBR.No.BP.BC.27/21.04.048/2015-16 dated 2nd July 2015, the bank has changed the basis of calculation of provision for







diminution in fair value from Base Rate/PLR as on date of restructuring plus appropriate term/credit risk premium to the actual interest charged before restructuring for the purpose of discounting future cash flows. Consequent to this change, as a onetime measure to implement the said circular, bank has written back a provision of Rs. 570.95 crores during the nine month period ended December 31,2015 including 'Nil' for the quarter.

- b. In terms of RBI's Master Circular on Classification, Valuation and Operation of Investment portfolio dated 1st July 2015, the depreciation on the instruments acquired by way of conversion of outstanding advances has not been offset against the appreciation in any other securities held under the AFS category. This has resulted in increase in provision by Rs. 229.83 crores for the period nine months ended December 31, 2015 including 'Nil' for the quarter.
7. Reserve Bank of India (RBI) has recently advised the banks to review certain borrowal accounts and their classification over the two quarters ending December 31, 2015 and March 31, 2016. The Bank has undertaken this exercise to complete it over the stipulated time frame and an additional provision of Rs.490.64crores has been made during the quarter in certain accounts.
8. Status of Investors' Complaints:

Complaints at the beginning of the Quarter	Received during the Quarter	Resolved during the Quarter	Pending as on December 31, 2015
NIL	62	62	NIL

9. The Bank has recognized Treasury operations, Corporate/ Wholesale Banking and Retail Banking as primary reporting segments. There are no secondary reporting segments.
10. The Provisioning Coverage Ratio (PCR) of the Bank is 52.95%.
11. Figures of the previous period have been regrouped/ reclassified wherever considered necessary to conform to current period's classification.





R.C. LODHA **B. K. DIVAKARA** **R.K. GOYAL** **RAJEEV RISHI**
 EXECUTIVE DIRECTOR EXECUTIVE DIRECTOR EXECUTIVE DIRECTOR CHAIRMAN & MANAGING DIRECTOR

Place : New Delhi

Date :February 09, 2016

