



बैंक ऑफ़ बड़ौदा **Bank of Baroda**

BCC:ISD:108/16/382

Date: 11th August 2016

The Vice-President, B S E Ltd., Phiroze Jeejeebhoy Towers Dalal Street Mumbai - 400 001 BSE CODE-532134	The Vice-President, National Stock Exchange of India Ltd. Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai - 400 051 CODE-BANKBARODA
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Dear Sir/ Madam,

Re: Bank of Baroda -Unaudited (Reviewed) Standalone Financial Results for the Quarter / Three Months Ended 30th June 2016 - Regulation 33

Further to our letter No. BCC:ISD:108/16/361 dated 02.08.2016 and pursuant to Regulation 33 and other applicable Regulations of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30.11.2015, we advise as under:

The Board of Directors of Bank of Baroda at its meeting held today i.e. 11.08.2016 considered & approved the Unaudited (Reviewed) Standalone Financial Results of the Bank together with relevant segment reporting, for the Quarter / Three Months ended 30th June 2016.

A copy of the Unaudited (Reviewed) Standalone Financial Results in prescribed formats pursuant SEBI Regulations / Circular, duly signed is enclosed herewith along with the Limited Review Reports by Auditors including Segment Reporting etc. A copy of Press Release is also enclosed.

The Meeting of the Board of Directors commenced at 8.00 a.m. and concluded at 8.40 a.m.

We request you to take a note of the above pursuant to Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

The information may kindly be uploaded on your website.

Yours faithfully,

M.L. Jain
Dy. General Manager
Company Secretary

Encl. - As Above

बड़ौदा कार्पोरेट सेन्टर, सी-26, जी-ब्लॉक, बान्द्रा कुर्ला कॉम्प्लेक्स, बान्द्रा (पू.), मुंबई - 400 051. भारत

Baroda Corporate Centre, C-26, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051, India.

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Head Office: Baroda House, P B No.506, Mandvi, Baroda- 390006

Corporate Office: C-26, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai- 400051

Un-audited Financial Results (Standalone) for the Quarter Ended 30th June, 2016

(₹ in lacs)

Sr. No.	Particulars	Quarter Ended		Year ended	
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		Reviewed	Audited	Reviewed	Audited
1	Interest earned (a)+(b)+(c)+(d)	10433,52	11014,38	11276,49	44061,27
	(a) Interest /discount on advances / bills	7162,08	6882,34	8032,71	29796,23
	(b) Income on investments	2494,96	2689,35	2558,65	10673,22
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	324,92	365,31	296,05	1305,92
	(d) Others	451,56	1077,38	389,08	2285,90
2	Other Income	1444,39	1774,68	967,23	4998,86
3	Total Income (1 + 2)	11877,91	12789,06	12243,72	49060,13
4	Interest Expended	7062,43	7683,97	7816,87	31321,43
5	Operating Expenses (a) + (b)	2145,99	2532,63	2224,90	8923,13
	(a) Employees cost	1108,12	1434,17	1345,08	4978,02
	(b) Other operating expenses	1037,87	1098,46	879,82	3945,11
6	Total Expenditure (4+5) excluding provisions and contingencies	9208,42	10216,60	10041,77	40244,56
7	Operating Profit before Provisions and Contingencies (3-6)	2669,49	2572,46	2201,95	8815,57
8	Provisions (other than tax) and Contingencies	2004,07	6857,66	599,74	15513,65
9	Exceptional Items	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	665,42	(4285,20)	1602,21	(6698,08)
11	Tax expenses	241,80	(1055,06)	550,06	(1302,53)
12	Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	423,62	(3230,14)	1052,15	(5395,55)
13	Extraordinary items (net of tax expenses)	-	-	-	-
14	Net Profit (+) / Loss (-) for the period (12-13)	423,62	(3230,14)	1052,15	(5395,55)
15	Paid-up equity share capital (Face Value of ₹2 each)	462,09	462,09	443,56	462,09
16	Reserve excluding Revaluation Reserve	--	--	--	35610,68
17	Analytical Ratios				
	i) Percentage of shares held by Government of India	59.24	59.24	57.53	59.24
	ii) Capital Adequacy Ratio				
	a Capital Adequacy Ratio (%) - Basel-II	14.09	14.20	12.74	14.20
	b Capital Adequacy Ratio (%) - Basel-III	13.07	13.17	11.98	13.17
	iii) Earnings Per Share				
	Basic and diluted EPS before and after Extraordinary items, net of tax expenses (not annualized) [in ₹.]	1.84	(14.02)	4.76	(23.89)
	iv) NPA Ratios				
	(a) Gross NPA	42991,68	40521,04	17273,95	40521,04
	Net NPA	20783,77	19406,46	8470,02	19406,46
	(b) % of Gross NPA	11.15	9.99	4.13	9.99
	% of Net NPA	5.73	5.06	2.07	5.06
	v) Return on Assets (annualized) %	0.25	(1.90)	0.60	(0.78)



Notes forming part of the un audited financial results for the Quarter ended 30th June, 2016

- 1 The above financial results have been reviewed by the Audit Committee of Board in their meeting held on 10th Aug, 2016 and approved by the Board of Directors in their meeting held on 11th Aug, 2016. The same have been subjected to Limited Review by the Statutory Central Auditors of the Bank, in line with the guidelines issued by Reserve Bank of India and as per the requirement of listing agreement with Stock Exchanges.
- 2 The above results for the quarter ended 30th June 2016 have been prepared following the same accounting policy as those followed in the annual financial statements for the year ended 31st March, 2016.
- 3 The financial results for the quarter ended 30th June 2016 have been arrived at after considering provision for Non performing Assets, Standard Assets, Restructured Assets and depreciation / provision for Investments on the basis of prudential norms and specific guidelines issued by RBI. The Bank has made provision @ 20% on the Secured Sub-standard Advance as against the Regulatory requirement of 15%.
- 4 In compliance to the RBI letter no. DBR.NO.BP.13018/21.04.048/2015-16 dated 12.04.2016, Bank has provided a sum of ₹.289.45 crore during quarter ended 31.03.2016 being 15% of the outstanding of ₹. 1962.02 Crore as on 31.03.2016 under food credit availed by a State Government. As per the RBI's directives, said provision was required to be made in two quarters i.e 7.5% in March, 2016 and 7.5% in June, 2016. A sum of ₹ 80.70 Crore has been reversed during this quarter due to decrease in outstanding balance of such credit.
- 5 In terms of RBI Circular DBOD.BP.BC.2/21.06.201/2013-14 dated 01.07.2013, Banks are required to make Pillar 3 disclosure under Basel III Capital Regulations. These details are being made available on our website "www.bankofbaroda.com". These disclosures have not been subjected to Audit by the auditors.
- 6 Non Performing Loan Provisioning Coverage Ratio is 60.17 % as on 30th June 2016.
- 7 A penalty of ₹ 5.00 Crore was imposed by RBI in July 2016 on account of weaknesses in internal control mechanism in respect of non adherence of certain regulations on KYC/AML. The same has been provided during this quarter.
- 8 Details of Investor's complaints for the quarter ended 30.06.2016: Pending at Beginning - 0; Received -243; Disposed off -243; Closing -0
- 9 Statement of Assets & Liabilities is as under:-

	As on 30th June 2016 Reviewed	As on 30th June 2015 Reviewed
(₹ In Lacs)		
CAPITAL & LIABILITIES		
Capital	462,09	443,56
Reserves and Surplus	40087,12	40700,51
Deposits	562173,73	593087,21
Borrowings	35714,48	36838,82
Other Liabilities and Provisions	23270,14	24628,35
T O T A L	661707,56	695698,45
ASSETS		
Cash and Balances with Reserve Bank of India	21183,33	20441,94
Balances with Banks and Money at Call and Short	113384,12	108955,95
Investments	132438,84	140878,19
Advances	362766,35	408388,13
Fixed Assets	6185,01	2962,89
Other Assets	25749,91	14071,35
T O T A L	661707,56	695698,45

- 10 The figures of previous period have been regrouped/ rearranged wherever necessary so as to make them comparable with those of the current period.



Segment reporting for the Quarter ended 30th June, 2016

Part A - Business Segments

(₹ in lacs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		Reviewed	Audited	Reviewed	Audited
1	Segment Revenue				
	(a) Treasury Operations	3962,12	4095,14	3616,33	15534,37
	(b) Wholesale Banking	4877,60	5614,79	5628,33	21867,43
	(c) Retail Banking	2942,48	2340,47	2998,30	10918,07
	(d) Other Banking Operations	95,71	738,66	76	740,26
	Total Revenue	11877,91	12789,06	12243,72	49060,13
2	Segment Results				
	(a) Treasury Operations	1022,92	685,47	539,04	2553,75
	(b) Wholesale Banking	(229,77)	(3217,68)	1045,14	(5943,86)
	(c) Retail Banking	362,42	(1746,95)	729,50	(1479,55)
	(d) Other Banking Operations	73,21	568,13	59	569,38
	Total	1228,78	(3711,03)	2314,27	(4300,28)
	Unallocated Expenditure	563,36	574,18	712,06	2397,80
	Profit before Tax	665,42	(4285,21)	1602,21	(6698,08)
	Provision for Tax	241,80	(1055,07)	550,06	(1302,53)
	Net Profit	423,62	(3230,14)	1052,15	(5395,55)
3	Segment Assets				
	(a) Treasury Operations	276507,58	264123,07	270327,75	264123,07
	(b) Wholesale Banking	286293,82	293537,37	319008,30	293537,37
	(c) Retail Banking	88076,99	100901,13	98568,13	100901,13
	(d) Other Banking Operations	-	-	-	-
	(e) Unallocated	10829,17	12814,90	7794,27	12814,90
	Total Assets	661707,56	671376,47	695698,45	671376,47
4	Segment Liabilities				
	(a) Treasury Operations	259563,29	248308,58	254340,39	248308,58
	(b) Wholesale Banking	268749,83	275961,68	300141,94	275961,68
	(c) Retail Banking	82679,66	94859,62	92738,74	94859,62
	(d) Other Banking Operations	-	-	-	-
	(e) Unallocated	10165,57	12047,60	7333,31	12047,60
	Total Liabilities	621158,35	631177,48	654554,38	631177,48
5	Capital Employed				
	(a) Treasury Operations	16944,29	15814,49	15987,36	15814,49
	(b) Wholesale Banking	17543,99	17575,69	18866,36	17575,69
	(c) Retail Banking	5397,33	6041,51	5829,39	6041,51
	(d) Other Banking Operations	-	-	-	-
	(e) Unallocated	663,60	767,30	460,96	767,30
	Total Capital Employed	40549,21	40198,99	41144,07	40198,99

Part- B : Geographic Segments

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		Reviewed	Audited	Reviewed	Audited
1	Revenue				
	(a) Domestic	10593,27	11501,75	10992,95	43974,54
	(b) International	1284,64	1287,31	1250,77	5085,59
	Total	11877,91	12789,06	12243,72	49060,13
2	Assets				
	(a) Domestic	445541,79	443881,12	464221,79	443881,12
	(b) International	216165,77	227495,36	231476,66	227495,36
	Total	661707,56	671376,48	695698,45	671376,48

Notes on Segment Reporting :

- As per guidelines of RBI on compliance with Accounting Standards, the Bank has adopted "Treasury Operations", Wholesale, Retail and "Other Banking Operations" as Primary business segments and "Domestic" and International as secondary / geographic segments for the purpose of compliance with AS-17 on Segment Reporting issued by ICAI.
- Segment revenue represents revenue from external customers.
- Capital employed for each segment has been allocated proportionate to the assets of the segment.
- The figures of previous period/ year have been regrouped/ rearranged wherever necessary so as to make them comparable with those of the current period.

B B Joshi
Executive Director

P S Jayakumar
Managing Director & CEO

Ravi Venkatesan
Chairman

Place : Mumbai
Date : 11th August 2016



M/s. Khandelwal Jain & Co. Chartered Accountants	M/s. Wahi & Gupta Chartered Accountants
M/s. S R Goyal & Co. Chartered Accountants	M/s. Rodi Dabir & Co. Chartered Accountants

Limited Review Report

The Board of Directors

Bank of Baroda

Mumbai

We have reviewed the accompanying statement of unaudited financial results of Bank of Baroda ('the Bank') for the quarter / three months ended June 30, 2016. These statements are the responsibility of the Bank's Management and have been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement ('SRE') 2410, "Review of Interim Financial Information performed by the independent Auditors of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the accompanying statement of unaudited financial results is free of material misstatement. A review of Financial Results consists principally of applying analytical procedures to financial data and making enquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express an audit opinion.

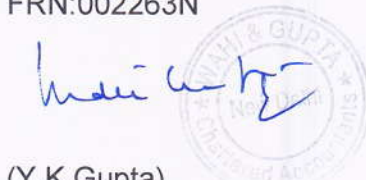

The financial results incorporate the relevant returns of 20 branches reviewed by us, 34 foreign branches reviewed by local auditors specially appointed for this purpose and unreviewed returns in respect of 5199 branches. In the conduct of our review, we have taken note of the review reports in respect of non-performing assets submitted by the concurrent auditors of 132 branches to the bank management, inspection teams of the bank of Nil branches and other firms of auditors of Nil branches specifically appointed for this purpose. These review reports cover 55.10 percent of the advances portfolio of the bank. Apart from these review reports, in the



M/s. Khandelwal Jain & Co. Chartered Accountants	M/s. Wahi & Gupta Chartered Accountants
M/s. S R Goyal & Co. Chartered Accountants	M/s. Rodi Dabir & Co. Chartered Accountants

Conduct of our review, we have also relied upon various returns received from the branches of the bank.

Based on our review as aforesaid, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

<p>FOR Khandelwal Jain & Co Chartered Accountants FRN 105049W</p>  <p>(Shailesh S Shah) Partner M.No. 033632</p>	<p>For Wahi & Gupta Chartered Accountants FRN:002263N</p>  <p>(Y.K.Gupta) (Partner) M. No.016020</p>
<p>For S R Goyal & Co. Chartered Accountants FRN:001537C</p>  <p>(Praveen Goyal) (Partner) M. No.074789</p>	<p>For Rodi Dabir & Co. Chartered Accountants FRN:108846W</p>  <p>(Sudhir D Dabir) (Partner) M. No.039984</p>

Place: Mumbai

Date: August 11, 2016

BANK OF BARODA ANNOUNCES FINANCIAL RESULTS
FOR QUARTER 1 OF FY 2017

Press Release

Highlights (Standalone Basis)

- Operating profit of INR 2,669 crore, the highest in the last 5 quarters.
- Profit after Tax of INR 424 crore moving from a loss position in the previous two quarters.
- Total Business of INR 9,24,940 crore as at June 30, 2016 was lower from INR 10,01,475 crore as at June 30, 2015 and INR 9,57,808 crore as at March 31, 2016 on account of planned and structured rundown of low yielding assets and high cost liabilities.
- Improved deposit mix leading to reduction in the cost of domestic deposits from 6.93% as at June 30, 2015 and 6.61% as at March 31, 2016 to 6.21% as at June 30, 2016.
- Domestic CASA grew on an average by 12.79% (on y-o-y basis) and 9.40% (on q-o-q basis) driven by Savings bank deposit growth of 14.08% and 9.85% (on y-o-y and q-o-q basis respectively).
- Domestic CASA on average basis stood at 33.00% as compared to 29.09% as at June 30, 2015 and 29.43% as at March 31, 2016. On terminal basis, Domestic CASA stood at 33.83%.
- Conscious rundown of certain unprofitable assets in the International business, leading to improvement in Net Interest Margin from 0.92% to 0.98% on y-o-y and q-o-q basis.
- Gross NPA at 11.15% & Net NPA stood at 5.73%.
- Provision Coverage Ratio stood at 60.17%.
- CRAR (Basel III) stood at 13.07% and CET 1 stood at 10.19%.

Bank of Baroda announced its audited results for the Q1 of FY 2017, following the approval of its Board of Directors on August 11, 2016.

Results at a Glance (Standalone Basis)

All figures in INR crore

Particulars	Quarterly Results		
	Q1 FY 17	Q4 FY 16	Q1 FY 16
Total Income	11,878	12,789	12,244
Interest Income	10,434	11,014	11,276
Interest Expenses	7,062	7,684	7,817
Net Interest Income	3,372	3,330	3,460
Other Income	1,444	1,775	967
Total Expenses	9,208	10,217	10,042
Operating Expenses	2,146	2,533	2,225
<i>of which, Employee Cost</i>	1,108	1,434	1,345
Operating Profit	2,669	2,572	2,202
Provision for NPA	1,986	4,880	568
Provision for Tax	242	(1,055)	550
Net Profit	424	(3,230)	1,052

BUSINESS

The Bank's **Total Business** stood at **INR 9,24,940 crore** as at June 30, 2016 down from INR 10,01,475 crore as at June 30, 2015 on account of planned and structured rundown of assets and liabilities.

Total Deposits stood at **INR 5,62,174 crore** as at June 30, 2016 as against **INR 5,93,087 crore** as at June 30, 2015. Corresponding figures for Average Deposits (based on daily averages) were **INR 5,57,817 crore** and **INR 5,75,856 crore**.

The Bank has rundown high cost liabilities to improve the deposit mix leading to reduction in cost of domestic deposits from 6.61% as at March 31, 2016 to 6.21% as at June 30, 2016 and also **improvement in ratio of domestic CASA deposits on average basis at 33.00%** as compared to an average of 29.09% as at June 30, 2015 and 29.43% as at March 31, 2016. On a terminal basis, Domestic CASA was at 33.83%. Domestic Savings bank deposit saw a robust growth of 14.08% y-o-y on an average basis.

Total Advances (Net) were **INR 3,62,766 crore** as at June 30, 2016 against **INR 4,08,388 crore** as at June 30, 2015. Average Advances (Gross - based on daily averages) were **INR 3,96,123 crore** and **INR 4,05,533 crore** respectively. The Bank has undertaken a conscious rundown of certain unprofitable assets resulting in improvement in yield on advances as well as Net Interest Margin.

The Bank's **International Business** continues to occupy a significant position. As at June 30, 2016, the International Operations contributed **30.37%** to the Bank's Total Business. As a part of rebalancing of the International book, a portion of low yielding assets have been substituted with higher yielding local credit.

INCOME

The Bank's **Total Income** stood at **INR 11,878 crore** in Q1 FY17. **Net Interest Income** stood at **INR 3,372 crore**. **Other Income** increased by **49.33%** (y-o-y basis) to **INR 1,444 crore**, driven by improved trading gains.

EXPENSES

The Bank's **Total Expenses** declined by 8.30 % (y-o-y basis) to **INR 9,208 crore** in Q1 FY 17 driven primarily by reduction in cost of deposits. The interest expenses reduced by 9.66% (y-o-y basis) from INR 7,817 crore as at June 30, 2015 to INR 7,062 crore as at June 30, 2016. Operating expenses were contained with a reduction of 3.55% during the corresponding period.

PROFIT

Prudent management of assets and liabilities as detailed above has led to improvement in profitability. The Bank's **Operating Profit** was **INR 2,669 crore** in Q1 FY17 (as against **INR 2,202 crore** in Q1 FY 16), which is the highest in the last five quarters.

The Bank **returned to profitability** and posted a **Net Profit of INR 424 crore** for Q1 FY 17.

NET INTEREST MARGIN

The Net Interest Margin (NIM) for Domestic operations has improved from 2.70% to 2.80% sequentially while the NIM for International operations has improved from 0.92% to 0.98%.

ASSET QUALITY

Gross NPA (GNPA) of the Bank stood at **INR 42,991 crore** as atn June 30, 2016 as compared to INR 40,521 crore as at March 31, 2016. The Gross NPA ratio stood at 11.15% as compared to 4.13% as at June 30, 2015 and 9.99% as at March 31, 2016. The corresponding figures of the **Net NPA ratio** stood at **5.73%**, 2.07% and 5.06%

respectively. The ratios have increased partly on account of the conscious reduction in the asset base during the year.

Total Restructured Standard Assets of the Bank were **INR 14,164 crore** as atn June 30, 2016. The total Stressed Assets (GNPA + Restructured Standard Assets) were 14.83% of the Gross Advances.

PROVISIONS AND CONTINGENCIES

Provisions and Contingencies (excluding tax provisions) made by the Bank stood at **INR 2,004 crore** in Q1 FY17. **Provisions against NPAs/ Bad Debts written off** stood at **INR 1,986 crore** in Q1 FY17. The **Provision Coverage Ratio (PCR)** was **60.17%** as at June 30, 2016. Provision for tax was INR 242 crore.

CAPITAL ADEQUACY

The **CRAR** on standalone basis (**Basel III**) is **13.07%** as at June 30, 2016. Out of this, the **Tier 1** capital was 10.70% and **CET 1** Capital was 10.19%.

TRANSFORMATION OF THE BANK

The Bank has launched Project Navoday - a comprehensive transformation spanning business strategy, products and services, processes, digitization and capability enhancement of our people, delivering a differentiated world-class experience to our customers.

The transformation will enable the Bank to realize improved market share, quality growth of balance sheet, diversified portfolio, enhanced fee income, strengthened internal controls and compliance, enabled by cutting-edge digital technology. While this transformation exercise will be completed over a period of 18 months, the early benefits should start flowing from Q4 FY 17.

August 11, 2016
Mumbai

Sd/-
V.S. Narang
Chief Financial Officer

About Bank of Baroda

Bank of Baroda ("The Bank") established on July 20, 1908 is an Indian state-owned banking and financial services organization, headquartered in Vadodara (earlier known as Baroda), in Gujarat, India.

Bank of Baroda is one of India's largest banks with a strong domestic presence spanning 5,351 branches and 10,354 ATMs and Cash Recyclers supported by self-service channels. The Bank has a significant international presence with a network of 106 branches/ offices subsidiaries, spanning 24 countries. The Bank has wholly owned subsidiaries including BOBCARDS and BOB Capital Markets. Bank of Baroda also has joint ventures for life insurance with IndiaFirst Life Insurance and for asset management with Baroda Pioneer Asset Management. The Bank owns 98.57% in Nainital Bank. The Bank has also sponsored three Regional Rural Banks namely Baroda Uttar Pradesh Gramin Bank, Baroda Rajasthan Gramin Bank and Baroda Gujarat Gramin Bank.

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