

ओरियन्टल बैंक ऑफ़ कॉमर्स

(भारत सरकार का उपक्रम)

प्रधान कार्यालय : प्लॉट सं. 5, इंस्टीट्यूशनल एरिया,
सेक्टर-32, गुरुग्राम-122001



ORIENTAL BANK OF COMMERCE

(A GOVERNMENT OF INDIA UNDERTAKING)

Head Office : Plot No. 5, Institutional Area,
Sector - 32, Gurugram-122001

HO/MBD/2019

22.10.2019

Scrip Code: ORIENTBANK The Executive Director, National Stock Exchange of India Ltd., Exchange Plaza, 5 th Floor, Bandra Kurla Complex, Bandra (E), Mumbai-400051	Scrip Code: 500315 General Manager, Dept. of Corporate Services, Bombay Stock Exchange Limited, Phiroze Jeejeebhoy Towers, Mumbai-400001
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Dear Sir/Ma'am,


Reg.: Outcome of the Board Meeting held on 22nd October 2019

Further to our letter dated 16th October 2019, we wish to inform that pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, the Board of Directors of the Bank in the meeting held on Tuesday, 22nd October, 2019 at Corporate Office, Gurugram have approved the Reviewed Financial Results of the Bank for the quarter / half year ended 30th September, 2019.

A copy of the Financial Results including the Statement of Assets & Liabilities and the Statement of Cash Flows for the half year ended 30th September 2019 along with the Limited Review Report for the quarter / half year ended 30th September, 2019 is enclosed for your perusal and record.

The meeting of the Board of Directors commenced at 2.30 p.m. and concluded at 5.00 p.m.

Yours faithfully,


Company Secretary
(Encl: as above)

ORIENTAL BANK OF COMMERCE

CORPORATE OFFICE, GURUGRAM

Unaudited (Reviewed) Financial Results for the Quarter /Half-year ended September 30, 2019

(₹ in Lakhs)

S.No.	Particulars	Quarter ended			Half-Year ended		Year ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1	Interest Earned (a)+(b)+(c)+(d)	487763	491982	428392	979745	855288	1786769
a)	Interest/discount on advances/bills	342824	337921	288130	680745	581476	1208143
b)	Income on investments	137982	145647	132635	283629	258144	534973
c)	Interest on balances with Reserve Bank of India and other Inter Bank Funds	1416	3049	903	4465	2570	4854
d)	Others	5541	5365	6724	10906	13098	38799
2	Other Income	82471	71516	68337	153987	114399	266908
A.	TOTAL INCOME (1+2)	570234	563498	496729	1133732	969687	2053677
3	Interest Expended	342207	354820	301474	697027	594636	1236957
4	Operating Expenses (a)+(b)+(c)	110407	106167	98006	216574	205377	441344
a)	Employees Cost	61369	60137	49751	121506	103838	239763
b)	Rent, Taxes & Lighting	9863	9020	9189	18883	18304	35480
c)	Other operating expenses	39175	37010	39066	76185	83235	166101
B.	TOTAL EXPENDITURE (3)+(4) (excluding Provisions & Contingencies)	452614	460987	399480	913601	800013	1678301
C.	OPERATING PROFIT (A-B) (Profit before Provisions and Contingencies)	117620	102511	97249	220131	169674	375376
D.	Provisions (other than tax) and Contingencies	96430	84243	107375	180673	261321	738453
	Of which, provisions for Non-Performing Assets	105034	86548	83203	191582	205454	695202
E.	Exceptional Items	0	0	0	0	0	0
E(I)	Net Profit/Loss (-) from Ordinary activities before tax (C-D-E)	21190	18268	-10126	39458	-91647	-363077
F.	Tax Expense	8600	7000	-20300	15600	-62500	-368576
a)	Current and Deferred Tax	8600	7000	-20300	15600	-62500	-357300
b)	Adjustment related to earlier years	0	0	0	0	0	-11276
G.	Net Profit/Loss (-) from Ordinary activities after tax (E(I)-F)	12590	11268	10174	23858	-29147	5499
H.	Extraordinary items (net of tax expense)	0	0	0	0	0	0
I.	Net Profit/Loss (-)for the period (G-H)	12590	11268	10174	23858	-29147	5499
5	Paid-up equity share capital (Face value of each share ₹ 10/-)	137021	137021	63277	137021	63277	137021
6	Reserves excluding Revaluation Reserves (as per Balance Sheet of Previous Year)						1602972
7	Analytical Ratios						
(i)	Percentage of shares held by Government of India	87.58	87.58	77.23	87.58	77.23	87.58
(ii)	Capital Adequacy Ratio - BASEL III (%)	14.03	13.77	10.35	14.03	10.35	12.73
	(a) CET 1 Ratio (%)	11.05	10.81	7.18	11.05	7.18	9.86
	(b) Additional Tier 1 Ratio (%)	0.13	0.13	0.15	0.13	0.15	0.12
(iii)	Earning per share(EPS) (in ₹) (Not Annualised)						
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year	0.92	0.82	1.61	1.74	-4.61	0.77
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	0.92	0.82	1.61	1.74	-4.61	0.77
(iv)	NPA Ratios						
	(a) Amount of gross non-performing assets	2058171	2136905	2567331	2058171	2567331	2171707
	(b) Amount of net non-performing assets	907538	934349	1379523	907538	1379523	943962
	(c) % of gross NPAs	12.53	12.56	17.24	12.53	17.24	12.66
	(d)% of net NPAs	5.94	5.91	10.07	5.94	10.07	5.93
(v)	Return on Assets (annualised) (%)	0.19	0.16	0.16	0.17	-0.24	0.02



ORIENTAL BANK OF COMMERCE

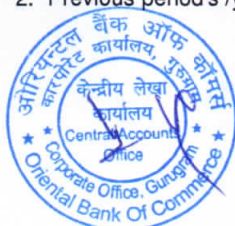
SEGMENT REPORTING FOR THE QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2019

(₹ in Lakhs)

Business Segments	Quarter ended			Half Year ended		Year ended
	30.09.2019 (Reviewed)	30.06.2019 (Reviewed)	30.09.2018 (Reviewed)	30.09.2019 (Reviewed)	30.09.2018 (Reviewed)	31.03.2019 (Audited)
1 Segment Revenue						
(a) Treasury Operations	179906	169694	141337	349600	276108	579793
(b) Corporate/Wholesale Banking Operations	247646	249949	221071	497595	430030	882635
(c) Retail Banking Operations	238731	234091	206540	472822	412759	872459
(d) Other Banking Business Operations	15224	16337	14082	31561	30757	61042
(e) Unallocated	444	18	1001	462	1026	16396
Total	681951	670089	584031	1352040	1150680	2412325
Less: Inter Segment Revenue	111716	106591	87302	218307	180993	358648
Income from operations	570235	563498	496729	1133733	969687	2053677
2 Segment Results [Profit / Loss (-)] before tax and interest						
(a) Treasury Operations	65754	62532	18863	128286	22632	156393
(b) Corporate/Wholesale Banking Operations	-89607	-77306	-72626	-166913	-188855	-684545
(c) Retail Banking Operations	37687	21338	37729	59025	62763	126620
(d) Other Banking Business Operations	6931	11694	4908	18625	10885	22347
(e) Unallocated	-	-	-	-	-	-
Total	20765	18258	-11126	39023	-92575	-379185
Less:						
(i) Interest	-	-	-	-	-	-
(ii) Other Un-allocable Expenditure net off unallocable income	-425	-10	-1000	-435	-928	-16108
(iii) Taxes	8600	7000	-20300	15600	-62500	-368576
Total Profit / Loss (-) after Tax	12590	11268	10174	23858	-29147	5499
3 Segment Assets						
(a) Treasury Operations	8166197	8198341	7835353	8166197	7835353	8515606
(b) Corporate/Wholesale Banking Operations	9722425	10254180	8745873	9722425	8745873	10264906
(c) Retail Banking Operations	7364145	7337439	6514945	7364145	6514945	7506087
(d) Other Banking Business Operations	321687	187103	352965	321687	352965	198170
(e) Unallocated	723641	709571	345178	723641	345178	706188
Total	26298095	26686634	23794314	26298095	23794314	27190957
4 Segment Liabilities						
(a) Treasury Operations	8045115	8077222	7735316	8045115	7735316	8395196
(b) Corporate/Wholesale Banking Operations	9116504	9628244	8343732	9116504	8343732	9648585
(c) Retail Banking Operations	6905197	6889547	6215383	6905197	6215383	7055410
(d) Other Banking Business Operations	301639	175681	336735	301639	336735	186272
(e) Unallocated	15658	14548	14164	15658	14164	15370
Total	24384113	24785242	22645330	24384113	22645330	25300833
5 Capital Employed						
(a) Treasury Operations	121082	121119	100037	121082	100037	120410
(b) Corporate/Wholesale Banking Operations	605921	625936	402141	605921	402141	616321
(c) Retail Banking Operations	458948	447892	299562	458948	299562	450677
(d) Other Banking Business Operations	20048	11422	16230	20048	16230	11898
(e) Unallocated	707983	695023	331014	707983	331014	690818
Total Capital Employed	1913982	1901392	1148984	1913982	1148984	1890124

Notes:

- The Bank has only one geographical segment i.e Domestic Segment.
- Previous period's /year's figures have been regrouped/reclassified wherever considered necessary.



ORIENTAL BANK OF COMMERCE
CASH FLOW STATEMENT FOR THE HALF YEAR ENDED SEPTEMBER 30, 2019

(₹ in Lakhs)

	Half Year ended 30.09.2019 (Reviewed)	Year ended 31.03.2019 (Audited)	Half Year ended 30.09.2018 (Reviewed)
A. Cash flow from operating activities			
I. Net Profit/ (Net Loss) before Tax	39,458	(36,30,77)	(9,16,47)
II. Adjustment for			
Transfer to General Reserve	2,454	2,680	853
Depreciation/ Amortization on Fixed Assets	10,535	28,034	12,921
Provision against Standard Assets	(48,59)	9,350	(18,81)
Provision for NPA advances	1,91,582	6,95,203	2,05,454
Other Provision	(6,050)	33,901	57,748
Interest on subordinate Debts	21,521	46,724	23,714
(Profit)/Loss on Sale of Fixed Assets	(4,12)	(68)	(10)
Total (II)	2,14,771	8,15,824	2,98,799
Operating Profit before changes in Operating Assets & Liabilities Total (I)+(II)	2,54,229	4,52,747	2,07,152
III. Changes in Operating Assets & Liabilities			
Decrease/(Increase) in Investments	1,51,261	(96,73,95)	(56,11,12)
Decrease/(Increase) in Advances	4,65,505	(298,68,96)	(27,35,35)
Decrease/(Increase) in Other Assets	(10,63,63)	80,037	(7,04,47)
(Decrease)/Increase in Deposits	(74,42,79)	25,29,931	(9,05,30)
(Decrease)/Increase in Borrowings	(8,78,59)	4,92,531	4,81,398
(Decrease)/Increase in Other Liabilities & Provisions	(8,17,64)	1,60,231	1,02,784
Total (III)	(40,34,99)	(69,15,61)	(41,14,42)
Cash generated from Operations			
Tax Paid (Net of Refund)	(3,31,40)	(5,63,34)	(17,90)
Net Cash from Operating Activities Total (A)	(18,24,10)	(29,51,48)	(20,60,80)
B Cash flow from Investing Activities			
Purchase of Fixed Assets (Net of Sales)	(1,04,35)	(2,22,62)	(93,69)
Total (B)	(1,04,35)	(2,22,62)	(93,69)
C Cash Flow from Financing Activities			
Issue of Share Capital	0	73,744	0
Share Premium	0	6,19,856	0
Subordinate Bonds issued/(Redemption) -Net	0	(5,00,00)	0
Interest paid on Subordinate Bonds	(2,15,21)	(4,67,24)	(2,37,14)
Total (C)	(2,15,21)	5,96,876	(2,37,14)
D Net Changes in Cash & Cash Equivalents (A+B+C)	(21,43,66)	2,79,466	(23,91,63)
Cash & Cash Equivalents at the beginning	16,47,609	13,68,143	13,68,143
Cash & Cash Equivalents at the end	14,33,243	16,47,609	11,28,980



Summarised Balance Sheet as on September 30, 2019:

(₹ in Lakhs)

Capital & Liabilities	As on 30.09.2019 (Reviewed)	As on 30.09.2018 (Reviewed)	As on 31.03.2019 (Audited)
Capital	137021	63277	137021
Reserves & Surplus	1776962	1085707	1753103
Deposits	22520259	20644077	23264538
Borrowings	1324077	1450804	1411937
Other Liabilities and Provisions	539776	550449	624358
Total	26298095	23794314	27190957

(₹ in Lakhs)

Assets	As on 30.09.2019 (Reviewed)	As on 30.09.2018 (Reviewed)	As on 31.03.2019 (Audited)
Cash & Balances with Reserve Bank of India	1093128	1014037	1119388
Balances with Banks and Money at Call & Short Notice	340115	114943	528221
Investments	7783613	7491421	7926782
Advances	15271394	13704869	15928482
Fixed Assets	256786	250023	258927
Other Assets	1553059	1219021	1429157
Total	26298095	23794314	27190957

Notes:-

1. The above unaudited financial results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in their respective meetings held on October 22, 2019. The same have been subjected to "Limited Review" by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the requirements of SEBI (Listing Obligations & Disclosures Requirement) Regulation 2015, as amended.
2. The Bank has followed the same Accounting Policies in the preparation of the interim financial results as were followed in the Annual Financial Statements for the year ended March 31, 2019.



3. The financial results for the quarter have been arrived at after considering provisions on standard assets, restructured assets, non-performing assets, non-performing investments, depreciation on investments, provision for exposure to entities with unhedged foreign currency exposure and GST registered MSME Borrowers in accordance with extant guidelines/directives issued by the Reserve Bank of India. Provisions for income tax deferred tax and other usual and necessary provisions have been made on estimated basis and are subject to adjustments, if any, at the year end.
4. RBI vide Circular no. DBR. No.BP.BC.92/21.04.048/2015-16 dated April 18, 2016 granted banks an option to spread the provisioning for frauds over a period of four quarters. The Bank has exercised this option in respect of advances with outstanding balance of Rs. 1939.94 crore classified as fraud during the half year ended September 30, 2019 against which provision of Rs. 1361.28 crore was held as at the beginning of the current quarter. During the current quarter and half-year ended September 30, 2019, the Bank has provided a sum of Rs. 181.27 crore and Rs.327.70 crore respectively, out of the additional provision of Rs. 725.10 crore required to be made over and above NPA provisions already held. The balance Rs. 397.39 crore will be spread in subsequent quarters, as per RBI Guidelines.
5. Pending Bipartite agreement on wage revision, the Bank has provided a sum of Rs.39 crore and Rs.78 crore for the quarter and half-year ended September 30, 2019 respectively towards wage arrears. The cumulative provision held as on September 30, 2019 is Rs. 299 crore.
6. RBI vide its Circular No. DBR No.BP.BC.18/21.04.048/2018-19 dated January 01, 2019 permitted Banks for one-time restructuring of existing loans to MSMEs classified as 'Standard', the Bank has restructured 3440 accounts of MSMEs amounting to Rs.396.05 crore up to September 30, 2019 and treated them as standard assets.
7. The Provision Coverage Ratio of the Bank as on September 30, 2019 is 77.13%.
8. Pursuant to RBI Circular no. DBR.No.BP.BC.1/21.06.201/2015-16 dated July 01, 2015 banks are required to make quarterly Pillar 3 disclosures under Basel III capital regulations. The disclosures are being made available on the Bank's website with the link <https://www.obcindia.co.in/content/regulatory-disclosure>. These disclosures have not been subjected to limited review by the Statutory Central Auditors of the Bank.
9. The Board of Directors in its meeting held on September 18, 2019 has considered and accorded its "In-principle approval" for amalgamation of the Bank along with United Bank of India into Punjab National Bank and commencement of the amalgamation process, subject to all applicable approvals.
10. On September 20, 2019 vide the Taxation Laws (Amendment) Ordinance, 2019, the Government of India inserted Section 115BAA in the Income Tax Act 1961, which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective April 01, 2019 subject to certain conditions. The Bank is currently in the process of evaluating this option.



11. Details of investors complaints for the quarter ended September 30, 2019:

- (i) Outstanding at the beginning of the quarter: 2
- (ii) Received during the quarter: 3
- (iii) Disposed-off during the quarter: 5
- (iv) Outstanding at the end of the quarter: 0

12. Figures of the corresponding previous periods have been regrouped/ rearranged, wherever considered necessary, to conform to current period's classification.




(Balakrishna Alse S.)
Executive Director


(Vijay Dube)
Executive Director


(Mukesh Kumar Jain)
Managing Director & CEO

Place: Gurugram

Date: October 22, 2019

B.C.JAIN & CO.

Chartered Accountants
16/77A, Civil Lines
KANPUR- 208001

S. N. Dhawan & Co. LLP

Chartered Accountants,
421, 2nd Floor, Udyog Vihar,
Phase-IV, Gurugram – 122016

S. P. Chopra & Co.

Chartered Accountants,
31-F, Radial Road No.7,
Connaught Place, New Delhi - 110001

Batra Deepak & Associates

Chartered Accountants,
S-517, 2nd Floor, Shakarpur,
Vikas Marg, New Delhi -110092

Independent Auditors' Limited Review Report

To
The Board of Directors of
Oriental Bank of Commerce,
Gurugram, Haryana.

1. We have reviewed the accompanying **Statement of Unaudited Financial Results** (the "Statement") of **Oriental Bank of Commerce** (the "Bank") for the Quarter/Half year ended September 30, 2019. The disclosure relating to "Pillar 3 under Basel III Capital Regulations" has been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results have not been reviewed by us. This Statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of Bank's personnel and analytical procedures applied to financial data and thus provides less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. The financial results incorporate the relevant returns of 20 branches reviewed by us and unreviewed returns in respect of 2351 branches. The Bank has no foreign branch. In the conduct of our review, we have relied on the certificates in respect of non-performing assets received from the concurrent auditors of 533 branches. These review reports and certificates cover 78 percent of the gross advances portfolio and 89 percent of non-performing advances of the Bank as on September 30, 2019. Apart from these review reports and certificates, in the conduct of our review, we have also relied upon various information and returns received from the unreviewed branches/other offices of the Bank.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results together with the notes thereon, prepared in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India and other recognised 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 read with Reserve Bank of India Circular Ref. No. RBI/2016-17/29-DBS.ARS.No.BC.2/08.91.001/2016-17 dated 28.07.2016 with respect to Quarterly review of accounts of the Public Sector Banks, including the manner in which it is to be disclosed, or that it contains any material mis-statement 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.

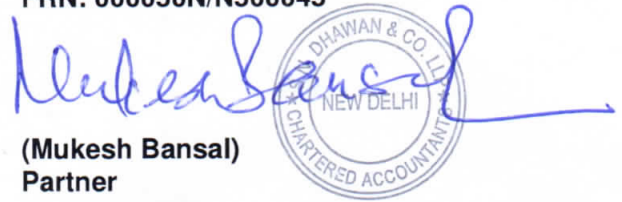
For B.C.JAIN & CO.
Chartered Accountants
FRN:001099C

(Vivek Gupta)
Partner
M. No. 075244
UDIN 19075244AAAAAH2602



For S. N. Dhawan & Co. LLP
Chartered Accountants
FRN: 000050N/N500045

(Mukesh Bansal)
Partner
M. No. 505269
UDIN 19505269AAAABB9874



For S.P. Chopra & Co.
Chartered Accountants
FRN: 000346N

(Pawan K. Gupta)
Partner
M. No. 092529
UDIN 19092529AAAACF5857



For Batra Deepak & Associates
Chartered Accountants
FRN: 005408C

(Ashish Mittal)
Partner
M. No. 511442
UDIN 19511442AAAACS8162



Place: Gurugram

Dated: October 22, 2019