



Date: 25th February 2016

The Listing Department
Singapore Exchange
11 North Buona Vista Drive
#06-07, The Metro Polis Tower 2,
Singapore 138589

Dear Sir,

Sub: Revision in Ratings of IOB by M/s. Standard & Poor's Ratings Services

The International Credit Rating Agency M/s Standard & Poor's [S & P] has placed Indian Overseas Bank [IOB] Rating on CreditWatch Negative vide its Research Update dated 16th February 2016.

Quote:

- We are placing our "BB+" long-term and "B" short-term counterparty credit ratings on IOB, and the "BB+" long-term issue rating on the India-based Banks' senior unsecured notes on CreditWatch with negative implications.
- We aim to resolve the CreditWatch within the next four months once we have more clarity on the Government's plan to infuse capital into IOB and whether or not the bank will be in breach of the regulatory minimum Tier 1 capital requirement.

Rating List

Credit Watch Action

	To	From
Indian Overseas Bank Counterparty Credit Rating	BB+/Watch Neg/B	BB+/Stable/B
Indian Overseas Bank Senior Unsecured	BB+/Watch Neg	BB+

Unquote:

Rationale:

- Rating action reflects the expectation that IOB's mounting credit losses have strained its capitalization and make it more onerous for the bank to meet the minimum regulatory capital requirement by March 2016.





इण्डियन ओवरसीज़ बैंक
Indian Overseas Bank

This rating action is being conveyed in compliance with the continuing listing obligations.

This is for your information and record.

Yours faithfully

(Anurag Shankar)
Deputy Chief Executive and Authorised User

