

PUNJAB NATIONAL BANK
FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER ENDED 30th JUNE, 2014

₹ In lacs

S.No.	Particulars	Quarter Ended			Year Ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		Reviewed	Audited	Reviewed	Audited
1.	Interest Earned (a+b+c+d)	1158869	1110133	1040454	4322325
	a) Interest/discount on advances/bills	883574	824913	787473	3239309
	b) Income on Investments	259853	265940	243932	1026583
	c) Interest on Balances with RBI & other Inter Bank Funds	9252	8784	7857	36224
	d) Others	6190	10496	1192	20209
2.	Other Income	123644	139690	134205	457671
3.	TOTAL INCOME (1+2)	1282513	1249823	1174659	4779996
4.	Interest Expended	720899	709953	649703	2707728
5.	Operating Expenses (i+ii)	249084	222527	227576	933823
	(i) Employees' Cost	176738	147778	161593	651045
	(ii) Other operating expenses	72346	74749	65983	282778
6.	TOTAL EXPENSES (4+5) (excluding provisions & contingencies)	969983	932480	877279	3641551
7.	Operating Profit (3-6) (Profit before Provisions & Contingencies)	312530	317343	297380	1138445
8.	Provisions (other than tax) and contingencies	92761	213869	106648	669394
9.	Exceptional items	0	0	0	0
10.	Profit (+)/Loss (-) from ordinary activities before tax (7-8-9)	219769	103474	190732	469051
11.	Tax Expense	79257	22839	63200	134794
12.	Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)	140512	80635	127532	334257
13.	Extraordinary items (net of tax expense)	0	0	0	0
14.	Net Profit (+)/Loss(-) for the period (12-13)	140512	80635	127532	334257
15.	Paid up equity Share Capital (Face value Rs.10/-)	36207	36207	35347	36207
16.	Reserves excluding revaluation reserves (as per Balance sheet of previous year)	3412507	3412507	3089458	3412507
17.	Analytical Ratios				
	(i) Share holding of Govt. of India (%)	58.87	58.87	57.87	58.87
	(iia) Capital Adequacy Ratio (%) as per Basel-II	12.35	12.28	12.44	12.28
	(iib) Capital Adequacy Ratio (%) as per Basel-III	11.52	11.52	11.79	11.52
	(iii) Earnings per Share (EPS) not annualized in Rs.				
	(a) Basic & diluted EPS before extraordinary items	38.81	22.27	36.08	93.91
	(b) Basic & diluted EPS after extraordinary items	38.81	22.27	36.08	93.91
	(iv) NPA Ratios:				
	(a) Amount of gross non-performing assets	1960284	1888006	1509063	1888006
	(b) Amount of net non-performing assets	1046363	991699	906001	991699
	(c) % of gross NPAs	5.48	5.25	4.84	5.25
	(d) % of net NPAs	3.02	2.85	2.98	2.85
	(v) Return on Assets (Annualised) %	1.00	0.58	1.04	0.64
18.	Public Shareholding				
	(i) No. of Shares	148901807	148901807	148901807	148901807
	(ii) Percentage of Share holding	41.13	41.13	42.13	41.13
19.	Promoters and Promoter Group Share Holding				
a)	Pledged/Encumbered				
	--Number of shares	Nil	Nil	Nil	Nil
	--Percentage of shares (as a % of the total shareholding of promoter & promoter group)	Nil	Nil	Nil	Nil
	--Percentage of shares (as a % of the total share capital of the bank)	Nil	Nil	Nil	Nil
b)	Non-Encumbered				
	--Number of shares	213168119	213168119	204571589	213168119
	--Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100	100	100	100
	--Percentage of shares (as a % of the total share capital of the bank)	58.87	58.87	57.87	58.87



SUMMARISED BALANCE SHEET

(₹ in Crore)

Particulars	As at Jun 2014 (Reviewed)	As at Jun 2013 (Reviewed)	As at Mar 2014 (Audited)
Capital and Liabilities			
Capital	362.07	353.47	362.07
Reserves and Surplus	36933.93	33597.65	35533.25
Deposits	444920.14	396828.11	451396.75
Borrowings	46880.70	34788.90	48034.41
Other Liabilities and Provisions	17710.73	15647.67	15093.44
Total	546807.57	481215.80	550419.92
Assets			
Cash and Balances with Reserve Bank of India	20321.27	20129.41	22245.58
Balances with bank and Money at call and short notice	27666.10	10560.67	22972.87
Investments	138255.97	132981.55	143785.50
Advances	347485.28	305179.26	349269.12
Fixed Assets	3412.86	3385.52	3419.74
Other assets	9666.09	8979.39	8727.11
Total Assets	546807.57	481215.80	550419.92

NOTES

- 1 The financial results for the quarter ended 30th Jun, 2014, have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March, 2014 except the policy for sale of financial assets regarding treatment of loss and profit made on sale of accounts in terms of RBI circular no.DBOD.BPBC.No. 98/21.04.132/231-14 dated 26.02.2014. However, there was no sale of financial assets during the quarter ended 30.06.2014.
- 2 The above financial results have been reviewed by the Audit Committee in the meeting held on 24.07.2014 and approved by the Board of Directors in the meeting held on 25.07.2014. The same have been subjected to a 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 requirement of Listing agreement with Stock Exchanges.
- 3 The provision for non-performing assets, standard assets, standard derivative exposures and investment depreciation has been made on the basis of extant guidelines on prudential norms for income recognition, asset classification and provisioning issued by the Reserve Bank of India.
- 4 Provisions for employee benefits pertaining to pension, gratuity and leave encashment have been made on actuarial valuation basis. All other usual and necessary provisions including wage revision and income tax have been made on estimated basis.
- 5 In terms of RBI circular no. DBOD.BP.BC.2/21.06.201/2013-14 dated 01.07.2013 banks are required to make Pillar 3 disclosures under BASEL III capital regulations. Accordingly, Pillar 3 disclosures under BASEL III capital regulations are being made available on Bank's website i.e. www.pnbindia.in. These disclosures have not been subjected to audit.



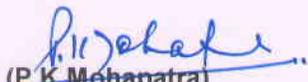
- 6 In accordance with guidelines issued by Reserve Bank of India vide Notification No. DBOD.No.BP.BC.80/21.04.018/2010- 11 dated February 09, 2011, an amount of ₹ 166.18 crore has been charged to Profit & Loss account during the current quarter towards the amortization relating to enhancement in Gratuity limit and re-opening of pension option for existing employees. Unamortized liability carried forward ₹ 498.55 crores shall be charged proportionately in accordance with the said RBI guidelines.
- 7 The Provisioning Coverage Ratio as at 30th Jun 2014 works out to 60.00%.
- 8 Position of complaints from investors as on 30.06.2014:

At the beginning	Received	Disposed off	Pending
01	19	19	01

- 9 Figures of the previous period have been regrouped / rearranged / re-classified wherever necessary to conform to current period's classification.

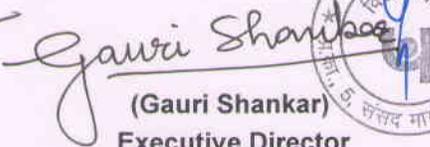

(T K Balamukundan)
Asstt. General Manager


(R R Voope)
Dy. General Manager

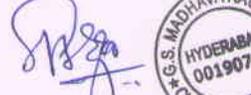
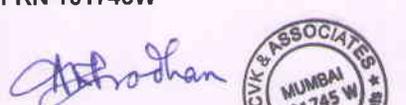
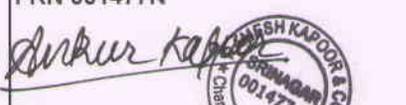

(P K Mohapatra)
General Manager


(Dr. Ram S. Sangapure)
Executive Director


(K Veera Brahmaji Rao)
Executive Director


(Gauri Shankar)
Executive Director


(K R Kamath)
Chairman & Managing Director

<p>For Phillipos & Co. Chartered Accountants FRN 002650S</p> <p> (C H Sreedharan) Partner (M.No. 006281)</p> <p></p>	<p>For Borkar & Muzumdar Chartered Accountants FRN 101569 W</p> <p> (B M Agarwal) Partner (M.No. 033254)</p> <p></p>	<p>For G S Madhava Rao & Co. Chartered Accountants FRN 001907 S</p> <p> S V S Bhaskara Krishna Partner (M.No. 209539)</p> <p></p>
<p>For K N Gutgutia & Co. Chartered Accountants FRN 304153E</p> <p> (B R Goyal) Partner (M.No. 012172)</p> <p></p>	<p>For CVK & Associates Chartered Accountants FRN 101745W</p> <p> (A K Pradhan) Partner (M.No. 32156)</p> <p></p>	<p>For Ramesh Kapoor & Co. Chartered Accountants FRN 001477N</p> <p> (Ankur Kapoor) Partner (M.No. 514159)</p> <p></p>

Date : 25/07/2014

Place: New Delhi

SEGMENT REPORTING FOR THE QUARTER ENDED 30TH JUNE 2014

PART A – BUSINESS SEGMENTS

₹ In lacs

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		Reviewed	Audited	Reviewed	Audited
1	Segment Revenue				
	(a) Treasury Operations	297615	307450	286940	1156487
	(b) Corporate/Wholesale Banking	610722	607444	549796	2280260
	(c) Retail Banking	363275	331103	318122	1298618
	(d) Other Banking Operations	10901	3826	19801	44631
	Total Revenue	1282513	1249823	1174659	4779996
2	Segment Results				
	(a) Treasury Operations	24228	36245	41379	130238
	(b) Corporate/Wholesale Banking	202675	205727	175351	724758
	(c) Retail Banking	120557	112558	101462	412753
	(d) Other Banking Operations	3617	1525	6315	14186
	Total	351077	356055	324507	1281935
	Total	38547	38712	27127	143490
3	Unallocated Expenditure	92761	213869	106648	669394
4	Provision & Contingencies	219769	103474	190732	469051
5	Profit before Tax	79257	22839	63200	134794
6	Provision for Tax				
7	Extraordinary items				
8	Net profit	140512	80635	127532	334257
9	Segment Assets				
	(a) Treasury Operations	14252607	14738938	13647577	14738938
	(b) Corporate/Wholesale Banking	26966492	27042005	23608984	27042005
	(c) Retail Banking	11927255	11680455	9919598	11680455
	(d) Other Banking Operations	1215402	1207539	639637	1207539
	(e) Unallocated	319001	373055	294414	373055
	Total	54680757	55041992	48110210	55041992
10	Segment Liabilities				
	(a) Treasury Operations	13358315	13871663	12757915	13871663
	(b) Corporate/Wholesale Banking	25274456	25450787	22069956	25450787
	(c) Retail Banking	11178869	10993149	9272957	10993149
	(d) Other Banking Operations	1139141	1136485	597940	1136485
	(e) Unallocated	376	376	16330	376
	Total	50951157	51452460	44715098	51452460
11	Capital Employed				
	(a) Treasury Operations	894292	867275	889662	867275
	(b) Corporate/Wholesale Banking	1692036	1591218	1539028	1591218
	(c) Retail Banking	748386	687306	646641	687306
	(d) Other Banking Operations	76261	71054	41697	71054
	(e) Unallocated	318625	372679	278084	372679
	Total Capital Employed	3729600	3589532	3395112	3589532

PART B - GEOGRAPHIC SEGMENTS

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		Reviewed	Audited	Reviewed	Audited
1	Revenue				
	(a) Domestic	1249946	1196799	1152586	4682517
	(b) International	32567	53024	22073	97479
	Total	1282513	1249823	1174659	4779996
2	Assets				
	(a) Domestic	47905870	48594534	43552322	48594534
	(b) International	6774887	6447458	4557888	6447458
	Total	54680757	55041992	48110210	55041992

Notes :

- 1 Segment Liabilities are distributed in the ratio of their respective Segment Assets.
- 2 Figures of the previous period have been re-grouped/re-classified wherever necessary to make them comparable.

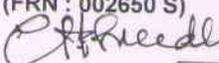


LIMITED REVIEW REPORT

To,
The Board of Directors
Punjab National Bank
New Delhi

1. We have reviewed the accompanying statement of unaudited financial results of Punjab National Bank (the Bank) for the quarter ended 30th June, 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been reviewed by us. The Bank Management is responsible for the preparation and presentation of this statement in accordance with the applicable accounting standards, Clause 41 of the listing agreement and the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
3. In the conduct of our review, we have reviewed financial results of top 20 branches. We have also relied on the review reports in respect of non-performing assets received from in-house concurrent auditors of 440 branches, external concurrent auditors of 635 branches and other firm of auditors of 2 overseas branches specifically appointed for this purpose. These review reports cover 79.12% of the advances portfolio (inclusive advances of foreign branches) of the bank excluding advance of asset recovery branches and outstanding food credit and, also covers 87.46% of non-performing assets as on 30th June, 2014. Apart from these review reports, in conduct of our review, we have also relied upon various information and returns received from the branches and also generated centrally on computer systems at Head Office.
4. Based on our review conducted as above, subject to limitation in scope as mentioned in para 3 above read with Notes on Unaudited Financial Results, 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 issued by Institute of Chartered Accountants of India and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement 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.

For Phillipos & Co.
Chartered Accountants
(FRN : 002650 S)

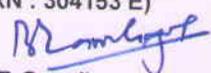

(C H Sreedharan)

Partner

Membership Number: 006261



For K N Gutgutia & Co.
Chartered Accountants
(FRN : 304153 E)


(B R Goyal)

Partner

Membership Number: 012172



For Borkar & Muzumdar
Chartered Accountants
(FRN : 101569 W)

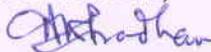

(B M Agarwal)

Partner

Membership Number: 033254



For CVK & Associates
Chartered Accountants
(FRN : 101745 W)

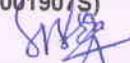

(A K Pradhan)

Partner

Membership Number: 32156



For G S Madhava Rao & Co
Chartered Accountants
(FRN : 001907 S)

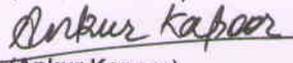

(S V S Bhaskara Krishna)

Partner

Membership Number: 209539



For Ramesh Kapoor & Co.
Chartered Accountants
(FRN : 001477 N)


(Ankur Kapoor)

Partner

Membership Number: 514159



Place: New Delhi
Date: 25.07.2014