

PUNJAB NATIONAL BANK
FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER ENDED 30th JUNE, 2016

₹ In lacs

S.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)	1157494	1082403	1203469	4742435
	a) Interest / discount on advances / bills	850985	759246	890810	3444554
	b) Income on Investments	278519	298014	290576	1203365
	c) Interest on Balances with RBI & other Inter Bank Funds	23570	15883	16914	73050
	d) Others	4420	9260	5169	21466
2.	Other Income	235506	245216	139736	687702
3.	TOTAL INCOME (1+2)	1393000	1327619	1343205	5430137
4.	Interest Expended	787594	805632	793222	3211257
5.	Operating Expenses (i+ii)	277944	199202	236773	997245
	(i) Employees Cost	189979	100757	154964	642595
	(ii) Other operating expenses	87965	98445	81809	354650
6.	TOTAL EXPENDITURE (4+5) (excluding provisions & contingencies)	1065538	1004834	1029995	4208502
7.	Operating Profit (3-6) (before Provisions & Contingencies)	327462	322785	313210	1221635
8.	Provisions (other than tax) and contingencies	273838	1048523	181139	1795423
9.	Exceptional items	0	0	0	0
10.	Profit / (Loss) from ordinary activities before tax (7-8-9)	53624	-725738	132071	-573788
11.	Tax Expense	22988	-189024	60000	-176349
12.	Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)	30636	-536714	72071	-397439
13.	Extraordinary items (net of tax expense)	0	0	0	0
14.	Net Profit / (Loss) for the period (12-13)	30636	-536714	72071	-397439
15.	Paid up equity Share Capital (Face value ₹ 2/-each)	39272	39272	37091	39272
16.	Reserves excluding revaluation reserves (as per Balance sheet of previous year)				3732106
17.	Analytical Ratios				
	(i) Percentage of Shares held by Govt. of India (%)	62.08	62.08	59.86	62.08
	(ii) Capital Adequacy Ratio	11.58	11.28	12.08	11.28
	(iii) Earnings per Share (EPS) in ₹.				
	(a) Basic and diluted EPS before extraordinary items (net of tax expense) - not annualized	1.56	-27.33	3.89	-20.82
	(b) Basic and diluted EPS after extraordinary items (net of tax expense) - not annualized	1.56	-27.33	3.89	-20.82
	(iv) NPA Ratios:				
	(a) Amount of Gross NPAs	5665409	5581833	2539742	5581833
	(b) Amount of Net NPAs	3572852	3542257	1539355	3542257
	(c) % of Gross NPAs	13.75	12.90	6.47	12.90
	(d) % of Net NPAs	9.16	8.61	4.05	8.61
	(v) Return on Assets (Annualised) %	0.18	-3.18	0.46	-0.61



SUMMARISED BALANCE SHEET

(₹ in Crore)

Particulars	As at June 2016 (Reviewed)	As at June 2015 (Reviewed)	As at Mar 2016 (Audited)
Capital and Liabilities			
Capital	392.72	370.91	392.72
Reserves and Surplus	39174.29	39426.01	37917.42
Deposits	553952.20	517732.82	553051.13
Borrowings	39343.00	37595.57	59755.24
Other Liabilities and Provisions	16154.05	22634.34	16273.94
Total	649016.26	617759.65	667390.45
Assets			
Cash and Balances with Reserve Bank of India	25811.69	28492.17	26479.07
Balances with bank and Money at call and short notice	50703.99	32829.39	47144.02
Investments	149164.39	155111.88	157845.89
Advances	391574.27	380880.22	412325.80
Fixed Assets	6174.17	3557.39	5222.73
Other assets	25587.75	16888.60	18372.94
Total Assets	649016.26	617759.65	667390.45

NOTES

- The financial results for the quarter ended 30th June, 2016, have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March, 2016.
- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in the meeting held on 28.07.2016. 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.
- The provisions for non-performing assets, standard assets, standard derivative exposures and investment depreciation have been made on the basis of extant guidelines on prudential norms for income recognition, asset classification, provisioning and dispensations in respect of certain borrowers given and issued by the Reserve Bank of India.
- Provisions for employee benefits pertaining to pension, gratuity, leave encashment and other usual and necessary provisions including unhedged foreign currency exposure and income tax have been made on estimated basis for the quarter.
- In terms of RBI circular no. DBR.No.BP.BC.1/21.06.2011/2015-16 dated 01.07.2015 read together with RBI circular DBR.No.BP.BC.80/21.06.2011/2014-15 dated March 31, 2015 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 Limited Review.
- The Provisioning Coverage Ratio as at 30th June 2016 works out to 52.50% .




- 7 During the year the Bank has revalued immovable properties (forming part of Schedule 10) based on the reports obtained from external independent valuers. The revaluation surplus amounting to ₹ 964.24 crore is credited to revaluation reserve.
- 8 In compliance of RBI letter no. DBR.NO.BP.13018/21.04.048/2015-16 dated 12.04.2016, Bank is required to make a provision of ₹ 244.41 crore being 15 % of the existing outstanding of ₹ 1629.43 crore as on 30.06.2016 under food credit availed by State Government of Punjab, out of which the Bank had already provided ₹ 166.36 crore till 31st March 2016 and the balance provision of ₹ 78.05 crore has been made during the quarter ended 30.06.2016.
- 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



(P K Mohapatra)
General Manager



(Dr. Ram S. Sangapure)
Executive Director



(K Veera Brahmaji Rao)
Executive Director



(Usha Ananthasubramanian)
Managing Director & C.E.O.

Date : 28/07/2016

Place: New Delhi



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	373911	351360	346002	1463544
	(b) Corporate/Wholesale Banking	653518	635674	327174	2343543
	(c) Retail Banking	346344	304331	653929	1535575
	(d) Other Banking Operations	19227	36254	16100	87475
	Total Revenue	1393000	1327619	1343205	5430137
2	Segment Results				
	(a) Treasury Operations	97673	98523	73690	336886
	(b) Corporate/Wholesale Banking	162795	177008	93267	625145
	(c) Retail Banking	86276	86544	186415	409617
	(d) Other Banking Operations	4790	9894	4590	23334
	Total	351534	371969	357962	1394982
	Less Other Un-allocable Expenditure	297910	1097707	225891	1968770
	Total Profit before Tax	53624	-725738	132071	-573788
3	Capital Employed				
	(a) Treasury Operations	730438	705170	939625	705170
	(b) Corporate/Wholesale Banking	1395788	1446251	1705751	1446251
	(c) Retail Banking	634417	578699	837203	578699
	(d) Other Banking Operations	118566	111321	98510	111321
	(e) Unallocated	1077493	989573	398603	989573
	Total Capital Employed	3956702	3831014	3979692	3831014

PART B - GEOGRAPHICAL 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	1353381	1289538	1311939	5288906
	(b) International	39619	38081	31266	141231
	Total	1393000	1327619	1343205	5430137
2	Assets				
	(a) Domestic	54970512	57232861	53232714	57232861
	(b) International	9931114	9506184	8543251	9506184
	Total	64901626	66739045	61775965	66739045

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.



CHHAJED & DOSHI CHARTERED ACCOUNTANTS	R. DEVENDRA KUMAR & ASSOCIATES CHARTERED ACCOUNTANTS	HEM SANDEEP & CO. CHARTERED ACCOUNTANTS
SHAH GUPTA & CO. CHARTERED ACCOUNTANTS	SURI & CO. CHARTERED ACCOUNTANTS	SPMG & CO. CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' LIMITED REVIEW REPORT

To

The Board of Directors,

Punjab National Bank

New Delhi.

1. We have reviewed the accompanying statements of unaudited financial results ("Statements") of **Punjab National Bank** (the "Bank") for the quarter ended June 30, 2016. The disclosures relating to "Pillar 3 under Basel III Capital Regulations" as have been disclosed on the Banks website and in respect of which a link has been provided in the aforesaid Statements have not been reviewed by us. 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 interim 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", 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 the Bank personnel and applying analytical and other review procedures to financial data and thus provides less assurance than an audit. 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 audit opinion regarding financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.
3. In the conduct of our review, we have reviewed the returns of 21 branches. We have relied on the review reports in respect of non-performing assets received from external concurrent auditors (including retired employees of the Bank) of 619 branches, in-house concurrent auditors of 602 branches and returns of 3 foreign branches reviewed by audit firm operating at that centre. These review reports cover 80.45% of the advances portfolio of the bank (excluding the advances of asset recovery branches and outstanding food credit) as on June 30, 2016. Apart from these review reports, in the conduct of our review, we have also relied upon various information and returns received from un-reviewed branches/other offices of the Bank and generated through centralized database at the Bank's Head Office.



4. Based on our review as aforesaid, subject to limitation in scope as mentioned in Para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited interim financial results together with the notes thereon, 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.

FOR CHHAJED & DOSHI
CHARTERED ACCOUNTANTS
FIRM REGN.NO. 101794W



CA PIYUSH CHHAJED
PARTNER (M.NO.108090)

FOR R. DEVENDRA KUMAR & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGN.NO. 114207W



CA NEERAJ GOLAS
PARTNER (M.NO.074392)

FOR HEM SANDEEP & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.009907N



CA SANDEEP JAIN
PARTNER (M.NO.087977)

FOR SHAH GUPTA & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.109574W



CA HENEEL K. PATEL
PARTNER (M.NO.114103)

FOR SURI & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.004283S



CA R. MAHESH
PARTNER (M.NO.024775)

FOR SPMG & CO.
CHARTERED ACCOUNTANTS
FIRM REGN.NO.509249C



CA MANDEEP SINGH ARORA
PARTNER (M.NO.091243)

Place: New Delhi
Date: July 28, 2016