

Ref.: SD:626/627/11/12::2024-25

24.01.2025

<p>The Vice President BSE Ltd. Phiroze Jeejeebhoy Towers Dalal Street MUMBAI - 400 001</p> <p>Scrip Code: 532483</p>	<p>The Vice President Listing Department National Stock Exchange of India Ltd EXCHANGE PLAZA Bandra-Kurla Complex, Bandra [E] MUMBAI - 400051</p> <p>Scrip Code: CANBK</p>
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Dear Sir/Madam,

Sub: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015

In exercise of powers conferred under section 47A(1)(c) read with sections 46(4)(i) and 51(1) of the BR Act, the RBI has, by an order received on January 24, 2025, imposed an aggregate penalty of Rs.1,63,60,000 (Rupees One Crore Sixty-Three Lakh Sixty Thousand only) on Canara Bank for non-compliance with certain directions issued by RBI. The press release issued by RBI in this regard is attached.

Further, details as specified in sub-para 20 of Para A of Part A of Schedule III of SEBI (LODR) Regulations, 2015 are detailed hereunder:

Name of the authority	Reserve Bank of India
Nature and details of the action(s) taken, initiated or order(s) passed	Reserve Bank of India (RBI) under the provisions of section 47A(1)(c) read with section 46(4)(i) and 51(1) of the BR Act, the RBI has, by an order received on January 24, 2025, imposed an aggregate penalty of Rs. 1,63,60,000 (Rupees One Crore Sixty-Three Lakh Sixty Thousand only).
Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	24.01.2025
Details of the violation(s)/contravention(s) committed or alleged to be committed	Non-compliance with certain guidelines issued by RBI.
Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	Not Applicable

सचिवीय विभाग

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केनरा बैंक Canara Bank

भारत सरकार का उपक्रम

A Government of India Undertaking



सिंडिकेट Syndicate

This is for your kind information and records.

Yours faithfully,

Santosh Kumar Barik
Company Secretary

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भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA

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संचार विभाग, केंद्रीय कार्यालय, शहीद भगत सिंह मार्ग, फोर्ट, मुंबई - 400 001

Department of Communication, Central Office, Shahid Bhagat Singh Marg, Fort,

Mumbai - 400 001 फोन/Phone: 022 - 2266 0502

January 24, 2025

Reserve Bank of India imposes monetary penalty on Canara Bank

The Reserve Bank of India (RBI) has, by an order dated January 07, 2025, imposed a monetary penalty of ₹1,63,60,000 (Rupees One crore sixty three lakh sixty thousand only) on Canara Bank (the bank) for non-compliance with certain directions issued by RBI on 'Priority Sector Lending - Targets and Classification', 'Interest Rate on Deposits' and 'Financial Inclusion - Access to Banking Services - Basic Savings Bank Deposit Account (BSBDA)'. This penalty has been imposed in exercise of powers conferred on RBI under the provisions of Section 47A(1)(c) read with Sections 46(4)(i) and 51(1) of the Banking Regulation Act, 1949.

The Statutory Inspection for Supervisory Evaluation (ISE 2023) of the bank was conducted by RBI with reference to its financial position as on March 31, 2023. Based on supervisory findings of non-compliance with RBI directions and related correspondence in that regard, a notice was issued to the bank advising it to show cause as to why penalty should not be imposed on it for its failure to comply with the said RBI directions.

After considering the bank's reply to the notice, additional submissions made by it and oral submissions made during the personal hearing, RBI found that the following charges against the bank were sustained, warranting imposition of monetary penalty:

- i. The bank collected loan related charges in certain Priority Sector loans upto ₹25,000;
- ii. The bank did not pay any interest on certain Savings Bank Deposit accounts; and
- iii. The bank simultaneously maintained Savings Bank Deposit accounts and Basic Savings Bank Deposit (BSBD) accounts of same customers.

This action is based on deficiencies in regulatory compliance and is not intended to pronounce upon the validity of any transaction or agreement entered into by the bank with its customers. Further, imposition of monetary penalty is without prejudice to any other action that may be initiated by RBI against the bank.

Press Release: 2024-2025/2002

(Puneet Pancholy)
Chief General Manager