

The Vice President The Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers Dalal Street, MUMBAI – 400 001	The Vice President Listing Department National Stock Exchange of India Ltd EXCHANGE PLAZA Bandra-Kurla Complex, Bandra [E] MUMBAI 400051
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Dear Sir/Madam,

Subject: Affirmation/Revision of Ratings

Exchanges are hereby informed that the Fitch Ratings (“the Rating Agency”) has initiated/revised the rating action on Canara Bank and published the ratings on their website on 31st May 2019, as under:

S. No	Particulars	Rating Action
1.	Long-Term Issuer Default Ratings(IDR)	Affirmed at 'BBB - '; Outlook Stable
2.	Short-Term IDR	Affirmed at 'F3'
3.	Viability Rating (VR)	Downgraded To 'bb-' from 'bb'
4.	Support Rating	Affirmed at '2'
5.	Support Rating Floor	Affirmed at 'BBB - '
6.	USD2.0 billion medium-term note programme	Affirmed at 'BBB - '
7.	USD1.0 billion senior unsecured notes	Affirmed at 'BBB - '

Rating Rationale by Fitch Ratings with reference to VR (Point No 3 mentioned above):

The one-notch downgrade of Canara's VR to 'bb-' from 'bb' reflects its core capital relative to risk appetite. It also reflects the bank's persistently moderate core capital position (relative to similarly or higher rated peers) which is not commensurate with its weak asset quality and earnings. The VR also factors Bank's stable funding with continued growth in its low cost deposit base. Its majority state ownership, adequate franchise and wide reach are key elements underpinning funding. Further, it is stated that the bank will need to be supplemented by equity support from the state. The Bank is however committed to not breaching minimum regulatory capital under any circumstances. Full details of the above ratings are published by Fitch Ratings on their website (www.fitchratings.com).

This is for your information and records.

Yours faithfully,
For CANARA BANK

Vinay Mohita

VINAY MOHTA
Assistant Manager & Company Secretary
COMPANY SECRETARY



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