



ਪੰਜਾਬ ਨੈਸ਼ਨਲ ਬੈਂਕ



punjab national bank

Share Department, Board & Coordination Division, HO Plot No.4 Sector 10, Dwarka, New Delhi-110075
Tel No: 011-28044857 E-mail: hosd@pnb.co.in

Scrip Code : PNB The Asstt. Vice President National Stock Exchange of India Limited "Exchange Plaza" Bandra - Kurla Complex, Bandra (E) Mumbai - 400 051	Scrip Code : 532461 The Dy General Manager BSE Limited 1 st Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001
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Date: 27.10.2021

Dear Sir (s),

Reg.: Outcome of the Board Meeting - Approval of Unaudited/Reviewed Financial Results for the quarter/ half year ended 30th September, 2021.

Further to our intimation dated 21.10.2021, the Exchange is hereby informed that the Board of Directors of the Bank, in its meeting held today i.e. 27.10.2021, considered and approved the Unaudited/Reviewed Financial Results (Standalone & Consolidated) of the Bank for the quarter/ half year ended 30th September, 2021.

The Board Meeting commenced at 6:00p.m. and concluded at 7:45p.m.

The copy of the Standalone and Consolidated Unaudited/Reviewed Financial Results along with Limited Review Report in the prescribed formats is enclosed. The Financial Results shall also be placed on Bank's website (www.pnbindia.in).


We request you to please take note of the Results in terms of Regulation 33 of the SEBI (LODR) Regulations 2015.

Pursuant to Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please also find enclosed the disclosure of related party transactions on a consolidated basis, in the specified format as per the relevant accounting standards, for half year ended 30.09.2021

Further, disclosure of statement of deviation(s) or variation(s) under Regulation 32(1) and statement of utilisation of proceeds under Regulation 52(7) of SEBI (LODR) Regulations, 2015 is not applicable for the quarter ended September, 2021.

Thanking you,

Yours faithfully,


(Ekta Pasricha)
Company Secretary
Encl. A/a



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PUNJAB NATIONAL BANK

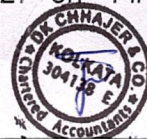
SUMMARISED STATEMENT OF ASSETS AND LIABILITIES

(Rs in Lacs)

Particulars	Standalone				Consolidated			
	30.09.2021 (Reviewed)	30.06.2021 (Reviewed)	30.09.2020 (Reviewed)	31.03.2021 (Audited)	30.09.2021 (Reviewed)	30.06.2021 (Reviewed)	30.09.2020 (Reviewed)	31.03.2021 (Audited)
CAPITAL & LIABILITIES								
Capital	220220	220220	188213	209554	220220	220220	188213	209554
Reserves & Surplus	9349758	9217272	8507496	8884177	9529239	9392502	8646735	9043879
Minority Interest					46364	45548	43026	48679
Deposits	111537314	109764887	106974707	110633247	112353072	110549904	107650137	111371686
Borrowings	3362261	3564675	4573117	4284031	5037703	5095155	5961451	5229814
Other Liabilities and Provisions	2121161	2086198	2469037	2052253	2171040	2127058	2526718	2068894
TOTAL	126590714	124853252	122712570	126063262	129357638	127430387	125016280	127972506
ASSETS								
Cash & Balances with Reserve Bank of India	5129790	4702982	6859281	4395883	5172953	4722046	6895476	4426727
Balances with Banks & Money at Call & Short Notice	9588655	7462912	3520457	6739088	9717174	7620556	3647480	6906716
Investments	36362623	38186214	39175424	39298325	38331887	39923216	40712749	40436896
Advances	67322582	66128860	65266269	67423008	67830415	66683658	65788255	67934577
Fixed Assets	1082676	1088748	1085285	1102090	1085215	1091396	1087895	1104871
Other Assets	7104388	7283536	6805854	7104868	7219994	7389515	6884425	7162719
TOTAL	126590714	124853252	122712570	126063262	129357638	127430387	125016280	127972506

Notes forming part of Standalone and Consolidated Financial results for quarter and half-year ended September 30, 2021:

- The above financial results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in their respective meetings held on October 27, 2021. The same have been subjected to 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 requirements of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- The financial results of the Bank have been arrived at after considering provisions for non-performing assets, standard assets, restructured advances, stressed sector accounts, standard derivative exposures, direct taxes including deferred tax, unhedged foreign currency exposure and investment depreciation on the basis of extant guidelines issued by Reserve Bank of India. Provisions for Employee Benefits have been made on actuarial basis and for enhancement in family pension on estimated basis. Other usual and necessary provisions have been made on estimated basis for the quarter/half year and are subject to adjustments, if any, at the year end.
- The financial results for the quarter and half year ended September 30, 2021 have been prepared following the same Accounting Policies and practices as those followed in the annual financial statements for the year ended March 31, 2021, except recognition of commission on Letter of Credit and Bank Guarantee. With effect from April 01, 2021, the commission on Letter of Credit and Bank Guarantee is recognised as revenue on pro-rata basis to the extent accrued for the period as against recognition done on receipt basis hitherto. This change in accounting policy has resulted in decrease in profit before tax by Rs.63.04 Crore for quarter ended September 30, 2021 and by Rs.132.88 Crore for half year ended September 30, 2021.
- The Consolidated financial results are prepared in accordance with Accounting Standard 21 on "Consolidated Financial Statements", Accounting Standard 23 on "Accounting for Investment in Associates in Consolidated Financial Statements" and Accounting Standard 27 on "Financial



Reporting of Interest in Joint Ventures” issued by the Institute of Chartered Accountants of India and guidelines issued by RBI.

5. The consolidated financial results of the Group comprise financial results of 5 Subsidiaries and 15 Associates. The consolidated results are prepared in accordance with section 133 of Companies Act, 2013 and regulation 33 of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
6. In terms of RBI Letter no. DBR.No.BP.15199/21.04.048/2016-17 dated June 23, 2017 (RBI List-1) and Letter no. DBR.BP.1908/21.04.048/2017-18 dated August 28, 2017 (RBI List-2) for the accounts admitted under the provisions of Insolvency & Bankruptcy Code (IBC), the Bank is holding total provision of Rs.8,384.37 Crore (Aggregate provision of RBI List 1 and List 2 accounts) as on September 30, 2021 (100% of Gross NPA advances).
7. COVID - 19 pandemic across several countries including India has resulted in a significant decline and volatility in global as well as Indian financial markets and economic activities. The Government of India announced a series of lock down measures since March 2020 onwards, which were lifted and re-imposed for activities by various Governments at various points of time depending on the situation prevailing in their respective jurisdictions and the same had resulted in disruption of business and common life.

The situation continues to be uncertain and the Bank is evaluating the situation on ongoing basis. The extent to which the COVID-19 pandemic will impact the Bank’s results will depend on future developments. The major identified challenges for the Bank would arise from eroding cash-flows and extended working capital cycles. The Bank is gearing itself on all the fronts to meet these challenges.

8. The Honourable Supreme Court of India vide an interim order dated 03.09.2020 had directed that accounts which were not declared NPA till 31.08.2020 shall not be declared as NPA till further orders, which has been complied with by the Bank. The said interim order stood vacated on 23.03.2021 and the Bank continued with the asset classification of borrower accounts as per the extant RBI instruction/IRAC norms. In view of this, the results for the half year ended September 2021 may not be comparable with the corresponding half year of FY 2020-21.
9. In terms of RBI Circular DBR No. BP. BC 45/21.04.048/2018-19 dated June 7, 2019 on Prudential Framework for Resolution of Stressed Assets, the Bank is holding additional provision of Rs. 2,309.02 Crore as on September 30, 2021 in 19 accounts as detailed below:

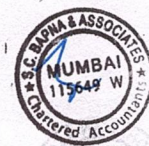
(Rs.in Crore)

Amount of loans impacted by RBI Circular	Amount of Loans to be classified as NPA	Amount of loans as on 30.09.2021 out of (b) classified as NPA	Provision held as on 30.06.2021	Additional Provision made during quarter ended 30.09.2021	Provision held as on 30.09.2021
(a)	(b)	(c)	(d)	(e)	(f)
9,881.54	3,539.11	3,539.11	2,230.55	78.47	2,309.02

10. In accordance with RBI circular no. DBR.No.BP.BC.18/21.04.048/2018-19 dated January 01, 2019 DOR.No.BP.BC.34/21.4.048/2019-20 dated February 11, 2020 and DOR.No.BP.BC/4/21.04.048/2020-21 dated August 06, 2020 on "Relief for MSME borrowers either exempted or registered under Goods and Service Tax (GST)" the detail of MSME restructured accounts is as under:

(Rs. in Crore)

No. of Accounts Restructured	Amount involved	Provision held
45,679	2,770.28	138.51



11. In accordance with RBI circular no. DOR.STR.REC.12/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework 2.0 - Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises" the details of accounts restructured is as under:-

(Rs. in Crore)

No. of Accounts Restructured	Amount involved	Provision held
98,853	4,564.55	456.46

12. Details of resolution plan implemented under Resolution Framework for COVID 19 related stress as per RBI Circular RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 06, 2020 are given below:

Format - A

(Rs.in Crore)

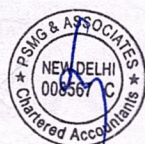
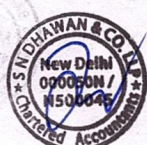
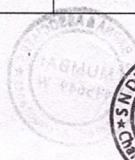
Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	5,909	750.84	0	0	74.76
Corporate persons	159	5,427.25	62.16	295.70	625.70
Of which, MSMEs	54	830.90	0	0	83.27
Others	207	41.19	0	0	3.76
Total	6,275	6,219.28	62.16	295.70	704.22

#There are 261 borrower accounts having aggregate exposure of Rs.20.79 crores to the Bank where resolution plans had been implemented and now modified under RBI's resolution framework 2.0 dated May 5, 2021

Format - B

(Rs.in Crore)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	773.89	37.48	-	55.99	750.79
Corporate persons	521.45	46.70	-	86.60	5,504.77
Of which MSMEs	160.77	46.70	-	22.92	836.56
Others	43.15	0.00	-	5.62	41.19
Total	1,338.49	84.18	-	148.21	6,296.75

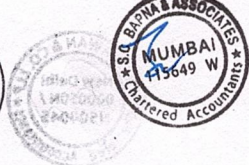


13. In accordance with RBI circular no. DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 on "Resolution Framework 2.0 - Resolution of Covid-19 related stress of Individual and Small Business" the details of accounts where resolution plan has been implemented is as under:-

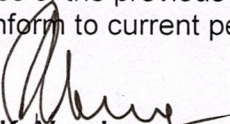
(Rs. in Crore)


S. no	Description	Individual Borrowers		Small Business	Total
		Personal Loans	Business loans		
(A)	Number of requests received for invoking resolution process under Part 1 & 2	1,44,022	37,261	9,993	1,91,276
(B)	Number of accounts where resolution plan has been implemented under this window	58,880	14,065	3,328	76,273
(C)	Exposure to accounts mentioned at (B) before implementation of the plan	4,699.92	185.75	793.20	5,678.87
(D)	Of (C), aggregate amount of debt that was converted into other securities	0	0	0	0
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	0	0	0	0
(F)	Increase in provisions on account of the implementation of the resolution plan	479.47	18.74	78.78	576.99

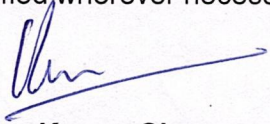
14. The Bank has issued 53,33,33,333 equity shares having Face Value of Rs.2 each for cash to Qualified Eligible Buyers pursuant to Qualified Institutional Placement (QIP), in May 2021, in accordance with the provisions of Securities & Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended at a premium of Rs.31.75 per share aggregating Rs.1,800.00 Crore. This has resulted in an increase of Rs.106.67 Crore in the issued and paid up Equity Share Capital and Rs.1,686.38 Crore (Net of share Issue Expenses) in Share Premium Account.
15. During the quarter, the Bank has availed dispensation for deferment of provision of Rs.208.61 Crore in respect of frauds in terms of option available as per RBI Circular No.DB R No.BP.BC.92/21.04.048/2015-16 dated 18.04.2016. Accordingly, an amount of Rs.52.16 Crore has been charged to Profit and Loss Account and Rs.156.45 Crore has been deferred to subsequent quarters. Further, out of un-amortized amount of Rs.701.48 Crore up to quarter ended June 30, 2021, an amount of Rs.314.66 Crore has been charged to Profit and Loss Account during the quarter and remaining Rs.386.82 Crore has been carried forward to subsequent quarters.
16. The Bank has estimated the liability for Unhedged Foreign Currency Exposure (UFCE) in terms of RBI circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated January 15, 2014 and is holding a provision of Rs.92.14 Crore as on September 30, 2021.
17. The Provisioning Coverage Ratio as at September 30, 2021 works out to 80.77% (80.26% as at Jun 30, 2021)
18. Other income includes income (including commission) from non-fund based banking activities, fees, earnings from foreign exchange, profit/loss on sale of assets, profit/loss (including revaluation) from investments, dividends from subsidiaries, recoveries from accounts written off, etc.
19. The Bank has evaluated the options available under section 115BAA of Income Tax Act, 1961 and opted to continue to recognise the taxes on income for the half year ended September 30, 2021 as per the earlier provisions of Income Tax Act, 1961.
20. After opting certain eligible cases under Vivad se Vishwas*scheme 2020, the Bank has reversed remaining Income Tax provision amounting to Rs.700.00 Crore during the quarter ended September 30, 2021, as the same is no longer required.



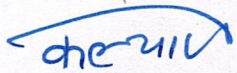
21. In terms of RBI circular no. DBR.No.BP.BC.1/21.06.201/2015-16 dated 01.07.2015 read together with RBI circular DBR.No.BP.BC 80/21.06.201/2014-15 dated March 31, 2015, banks are required to make Pillar 3 disclosures under BASEL III capital regulations. Accordingly, Pillar 3 disclosures under BASEL 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 by the Statutory Central Auditors.
22. Details of Investors complaints for the quarter ended September 30, 2021: Pending at Beginning: Nil, Received: 05; Disposed off: 05; Closing: Nil.
23. In accordance to SEBI regulations, for the purpose of quarterly consolidated financial results, minimum eighty percent of consolidated revenue, assets and profits have been included subjected to limited review.
24. Figures of the previous periods have been regrouped / rearranged / re-classified, wherever necessary to conform to current period's classification.

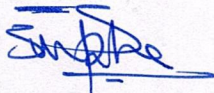

P. K. Varshney
Assistant General Manager



R.K. Khichi
Deputy General Manager

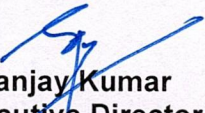

Praveen Kumar Sharma
General Manager


D K Jain
Chief General Manager & CFO


Kalyan Kumar
Executive Director

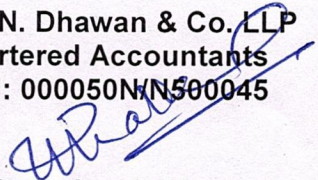

Swarup Kumar Saha
Executive Director


Vijay Dube
Executive Director


Sanjay Kumar
Executive Director


CH. S.S. Mallikarjuna Rao
Managing Director & CEO

For S.N. Dhawan & Co. LLP
Chartered Accountants
FRN: 000050N/N500045


CA Surinder Kr. Khattar
Partner
(M.No. 084993)

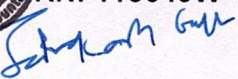
For S R Goyal & Co.
Chartered Accountants
FRN: 001537C


CA Ajay Atolia
Partner
(M.No. 077201)

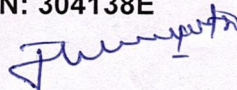
For PSMG & Associates
Chartered Accountants
FRN: 008567C


CA Sandeep Jain
Partner
(M.No. 077281)

For Bapna & Associates
Chartered Accountants
FRN: 115649W


CA J.P. Gupta
Partner
(M.No. 088903)

For D K Chhajer & Co.
Chartered Accountants
FRN: 304138E

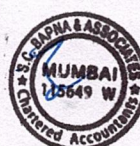

CA Jagannath Prasad Mohapatro
Partner
(M.No. 217012)

Place: New Delhi
Date: October 27, 2021

PUNJAB NATIONAL BANK
Statement of Standalone Cash Flow for the Half Year ended September 30, 2021

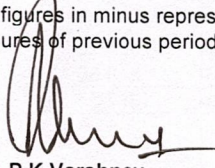
(Rs in 000)

	Half Year ended		Year Ended
	30.09.2021	30.09.2020	31.03.2021
A. Cash Flow from Operating Activities			
Net Profit after Tax	2128 61 43	929 25 91	2021 61 87
Provision for Tax	51 73 66	643 66 48	1457 77 96
(I) Net Profit before taxes	(i)	2180 35 09	3479 39 83
(II) Adjustments for:			
Depreciation on fixed assets	445 29 46	517 94 42	974 91 80
Depreciation/(Release) on Investments (net)	105 93 58	(175 00 44)	258 26 15
Depreciation/(Release) on Investments in Subsidiary/JV	-	-	341 58 76
Provisions for non performing assets	5940 71 80	8647 56 61	17059 51 49
Provision on Standard Assets	1740 12 27	760 90 74	1273 86 76
Other Provision (net)	321 93 41	148 61 27	568 09 57
Dividend from Subsidiary / Others	(41 30 00)	(56 58 96)	(139 72 62)
Profit / Loss on sale of Fixed Assets (net)	(3 37 23)	(91 02)	12 75 38
Interest paid on Bonds	1054 50 25	949 01 54	1992 87 01
Sub Total	(ii)	10791 54 16	22342 14 30
Operating Profit before Changes in Operating Assets and Liabilities	(i+ii)	11744 18 63	25821 54 13
(III) Adjustment for net change in Operating Assets and Liabilities			
Decrease / (Increase) in Investments	29266 08 59	(19743 59 18)	(21672 56 66)
Decrease / (Increase) in Advances	(4113 82 30)	36304 68 22	5312 24 53
Decrease / (Increase) in Other Assets	587 76 26	(3068 87 06)	(6235 97 92)
Increase / (Decrease) in Deposits	9040 67 01	(1815 56 26)	34769 84 06
Increase / (Decrease) in Borrowings	(8217 70 32)	(20889 59 29)	(27180 45 55)
Increase / (Decrease) in Other Liabilities & Provisions	(1372 96 85)	(4365 93 53)	(9466 18 92)
	(iii)	(13578 87 10)	(24473 10 46)
Cash generated from Operations	(i+ii+iii)	(1214 40 55)	1348 43 67
Direct Taxes paid (net off refund)	(616 52 56)	490 52 35	(156 31 05)
A Net Cash from Operating Activities	(A)	(723 88 20)	1192 12 62
B Cash Flow from Investing Activities			
Purchase of Fixed Assets (net off Sales)	(247 78 03)	(269 27 71)	(774 64 51)
Dividend recd from Subsidiary/Others	41 30 00	56 58 96	139 72 62
Investment in Subsidiary/Others	(15 00 00)	(129 35 66)	(204 24 83)
Net Cash from/(used) in Investing Activities	(B)	(342 04 41)	(839 16 72)
C. Cash flow from Financing Activities			
Share Capital/Share Application Money/Share Premium	1793 05 18	-	3777 32 45
Issue/(Redemption) of Bonds	(1000 00 00)	108 94 07	3508 94 07
Interest paid on Bonds	(1054 50 26)	(949 01 54)	(1992 87 01)
Cash paid to Shareholder of e-OBC & e-UNI towards fractional entitlement consequent to amalgamation	-	(46 55)	(50 12)
Net Cash from/(used) Financing Activities	(C)	(840 54 02)	5292 89 39
D. Cash and Cash Equivalents received on account of amalgamation	(D)	29710 82 20	29710 82 20
E. Net Change in Cash and Cash Equivalents	(A+B+C+D)	27804 35 57	35356 67 49
Cash and Cash Equivalents at the beginning of the year			
Cash and Balances with Reserve Bank of India	43958 82 83	38397 85 04	38397 85 04
Balances with Banks & Money at Call & Short Notice	67390 87 62	37595 17 92	37595 17 92
	111349 70 45	75993 02 96	75993 02 96
Cash and Cash Equivalents at the end of the year			
Cash and Balances with Reserve Bank of India	51297 90 36	68592 81 34	43958 82 83
Balances with Banks & Money at Call & Short Notice	95886 55 44	35204 57 19	67390 87 62
	147184 45 80	103797 38 53	111349 70 45



Notes :-

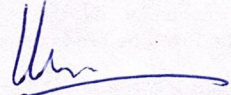
- 1 Direct taxes paid (net off refund) are treated as arising from operating activities and are not bifurcated between investing and financing activities.
- 2 All figures in minus represents "Cash Out Flow"
- 3 Figures of previous period have been regrouped wherever considered necessary to conform current period classification.



P K Varshney
Asst. General Manager



R K Khichi
Deputy General Manager



Praveen Kumar Sharma
General Manager



D K Jain
Chief General Manager & CFO



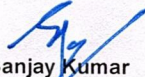
Kalyan Kumar
Executive Director



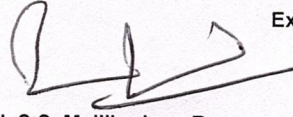
Swarup Kumar Saha
Executive Director



Vijay Dube
Executive Director



Sanjay Kumar
Executive Director



CH. S.S. Mallikarjuna Rao
Managing Director & CEO

Date : October 27, 2021



S.N. Dhawan & CO LLP

Chartered Accountants

S R Goyal & Co.

Chartered Accountants

PSMG & Associates

Chartered Accountants

S C Bapna & Associates

Chartered Accountants

D K Chhajer & Co.

Chartered Accountants

INDEPENDENT AUDITORS' LIMITED REVIEW REPORT ON THE UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021

To
The Board of Directors,
Punjab National Bank
New Delhi

1. We have reviewed the accompanying statements of unaudited financial results ("the Statement") of Punjab National Bank (the "Bank") for the quarter and half year ended 30 September, 2021 attached herewith, being submitted by the Bank pursuant to requirement of Regulation 33 and Regulation 52 of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 (Listing Regulation), as amended. The disclosures relating to "Pillar 3 including Leverage Ratio and Liquidity Ratio 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 Statement 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. This statement, which is the responsibility of the Bank's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" ("AS 25"), prescribed by the Institute of Chartered Accountants of India (ICAI), the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review
3. 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 making inquiries of the Bank personnel and applying analytical and other review procedures to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with the 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. These Unaudited Standalone Financial results incorporate the relevant returns of 20 Branches, Card Division and 1 Treasury Division reviewed by us, 2 Foreign Branches reviewed by overseas audit firm specifically appointed for this purpose and un-reviewed returns in respect of 10790 Branches and Other Offices. In the conduct of our review, we have relied upon the review reports in respect of non-performing assets submitted by external concurrent auditors (including retired employees of the Bank) of 718 Branches, in-house concurrent auditors of 265 Branches to the Bank Management. These review reports cover 51.81% of the advances portfolio of the bank (excluding the advances of asset recovery branches and outstanding food credit) as at September 30, 2021. 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.



5. Based on our review conducted as above, subject to limitation in scope as mentioned in Para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited interim financial results read 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 and Regulation 52 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.

6. Emphasis of Matter:

We draw attention to:

- Note No. 3 to the accompanying financial results regarding change in policy of revenue recognition of commission on Letter of Credit and Bank Guarantee on prorata basis to the extent accrued for the period;
- Note No. 7 to the accompanying financial results which describes the uncertainties due to outbreak of novel corona virus (COVID 19).

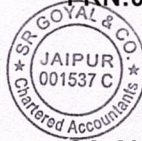
Our conclusion on the statement is not modified in respect of these matters.

For S.N. Dhawan & CO LLP
Chartered Accountants
FRN 000050N/N500045



CA Surinder Kr. Khattar
Partner
(M.NO.084993)
UDIN 21084993AAAADL7056

For S R Goyal & Co.
Chartered Accountants
FRN:001537C



CA Ajay Atolia
Partner
(M.NO. 077201)
UDIN: 21077201AAAAG9281

For PSMG & Associates
Chartered Accountants
FRN: 008567C



CA Sandeep Jain
Partner
(M.NO. 077281)
UDIN: 21077281AAAAMZ3032

For S C Bapna & Associates
Chartered Accountants
FRN 115649W



CA J. P. Gupta
Partner
(M.NO.088903)
UDIN: 21088903AAAADW4681

For D K Chhajer & Co.
Chartered Accountants
FRN 304138E



CA Jagannath Prasad Mohapatro
Partner
(M.NO.217012)
UDIN: 21217012AAAHS9283

Place: New Delhi

Date: 27 October, 2021

**Disclosure of Related Parties as per AS –18 issued by ICAI
(Parent Company)**

Names of the related parties and their relationship with the Bank:

Key Management Personnel (KMP):

- i) Shri CH S S Mallikarjuna Rao, Managing Director & CEO
- ii) Shri Sanjay Kumar, Executive Director
- iii) Shri Vijay Dube, Executive Director
- iv) Shri Agyey Kumar Azad, Executive Director, up to 30.04.2021
- v) Shri Swarup Kumar Saha, Executive Director

Subsidiaries:

- i) PNB Gilts Ltd.
- ii) PNB Investment Services Ltd.
- iii) PNB Cards and Services Ltd.
- iv) Punjab National Bank (International) Ltd., UK.
- v) Druk PNB Bank Ltd, Bhutan.

Associates:

- i) PNB Metlife India Insurance Company Ltd*
- ii) PNB Housing Finance Limited
- iii) JSC (Tengri Bank), Almaty, Kazakhstan**
- iv) Canara HSBC Oriental Bank of Commerce Life Insurance Co. Ltd.
- v) India SME Asset Reconstruction Co. Ltd.
- vi) Dakshin Bihar Gramin Bank, Patna
- vii) Himachal Pradesh Gramin Bank, Mandi
- viii) Punjab Gramin Bank, Kapurthala
- ix) Sarva Haryana Gramin Bank, Rohtak
- x) Prathama UP Gramin Bank, Moradabad
- xi) Assam Gramin Vikas Bank, Guwahati
- xii) Bangiya Gramin Vikas Bank, West Bengal
- xiii) Manipur Rural Bank, Imphal
- xiv) Tripura Gramin Bank, Agartala
- xv) Everest Bank Limited, Kathmandu, Nepal

*PNB has acquired 30% stake in PNB Metlife at consideration of Rs. 700.48 as brand equity.

**AFR revoked license of JSC Tengri Bank w.e.f. 18.09.2020 and is under Liquidation.



Remuneration to Key Management Personnel during half year ended September 30, 2021 are as under:-

Name	Designation	Amount in ₹ Crores
Shri CH S S Mallikarjuna Rao	Managing Director & CEO	0.18
Shri Sanjay Kumar	Executive Director	0.16
Shri Vijay Dube	Executive Director	0.15
Shri Swarup Kumar Saha	Executive Director	0.14
Shri Mukesh Kumar Jain	Ex MD & CEO	0.02
Shri Ashok Kumar Pradhan	Ex MD & CEO	0.01
Shri Rajesh Kumar Yaduvansi	Ex Executive Director	0.01
Shri Agyey Kumar Azad	Ex Executive Director	0.59
Shri Bal Krishna Alse	Ex Executive Director	0.01
Total		1.27

Transactions with Related Parties:

(Amount in ₹ Crores)

Items/ Related Party	Parent** (as per ownership or control)		Subsidiarie s**		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Total	
	Half Year 30.09.2021	Maxi mum amou nt outsta nding	Half Year 30.09.2021	Maxi mum amou nt outst andi ng	Half Year 30.09.2021	Maximum amount outstandi ng	Half Year 30.09.2021	Maxim um amoun t outsta nding	Half Year 30.09.2021	Maxim um amoun t outsta nding	Half Year 30.09.2021	Maximum amount outstandi ng
Borrowings	N.A.	N.A.	N.A.	N.A.	-	-	-	-	-	-	-	-
	N.A.	N.A.	N.A.	N.A.	-	-	-	-	-	-	-	-
Deposits	N.A.	N.A.	N.A.	N.A.	748.58	748.58	-	-	-	-	748.58	748.58
	N.A.	N.A.	N.A.	N.A.	(1040.83)	-	-	-	-	-	(1040.83)	-
Placement of Deposits	N.A.	N.A.	N.A.	N.A.	390.08	390.08	-	-	-	-	390.08	390.08
	N.A.	N.A.	N.A.	N.A.	(387.67)	(387.67)	-	-	-	-	(387.67)	(387.67)
Balance with banks and Money at call and short notice	N.A.	N.A.	N.A.	N.A.	-	-	-	-	-	-	-	-
	N.A.	N.A.	N.A.	N.A.	-	-	-	-	-	-	-	-
Advances (IBPC borrowing s)	N.A.	N.A.	N.A.	N.A.	6718.00	7500.00	-	-	-	-	6718.00	7500.00
	N.A.	N.A.	N.A.	N.A.	(7501.00)	-	-	-	-	-	(7501.00)	-
Advances (IBPC lending)	N.A.	N.A.	N.A.	N.A.	6718.00	7500.00	-	-	-	-	6718.00	7500.00
	N.A.	N.A.	N.A.	N.A.	(7501.00)	-	-	-	-	-	(7501.00)	-



Advances (Others)	N.A	N.A	N.A	N.A	1966.97	1966.97	-	-	-	-	1966.97	1966.97
	N.A	N.A	N.A	N.A	(1954.59)	(1954.59)	-	-	-	-	(1954.59)	(1954.59)
Investments	N.A	N.A	N.A	N.A	1873.71	1873.77	-	-	-	-	1873.71	1873.77
	N.A	N.A	N.A	N.A	(1389.45)	-	-	-	-	-	(1389.45)	-
Investments in Debentures	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Non funded Commitments	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Leasing/ HP arrangements availed	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Leasing/ HP arrangements provided	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Purchase of fixed assets	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Sale of Fixed Assets	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Interest paid on Deposits	N.A	N.A	N.A	N.A	11.57	11.57	-	-	-	-	11.57	11.57
	N.A	N.A	N.A	N.A	(5.09)	-	-	-	-	-	(5.09)	-
Interest Paid on IBPC	N.A	N.A	N.A	N.A	245.53	245.53	-	-	-	-	245.53	245.53
	N.A	N.A	N.A	N.A	(206.04)	-	-	-	-	-	(206.04)	-
Interest Paid Others	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Interest received on IBPC	N.A	N.A	N.A	N.A	227.88	227.88	-	-	-	-	227.88	227.88
	N.A	N.A	N.A	N.A	(191.33)	-	-	-	-	-	(191.33)	-
Interest received Others	N.A	N.A	N.A	N.A	13.62	-	-	-	-	-	13.62	-
	N.A	N.A	N.A	N.A	(23.42)	-	-	-	-	-	(23.42)	-
Receiving of Services	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Rendering of Services	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Management contracts	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-



Dividend received	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Bank Charges	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-
Commission Received	N.A	N.A	N.A	N.A	-	-	-	-	-	-	-	-

**The transactions with the subsidiaries and certain associates have not been disclosed in view of para-9 of AS-18 'Related Party Disclosure', which exempts state controlled enterprises from making any disclosures pertaining to their transactions with other related parties, which are also state controlled.

Further, in terms of Paragraph 5 of AS 18, transactions in the nature of Banker-Customer relationship have not been disclosed including those with Key Management Personnel and relatives of Key Management Personnel.

Note:-

- I. Figures of the previous year have been regrouped / rearranged / reclassified wherever necessary.
- II. Figures in the bracket wherever given relates to previous year.

