

**PUNJAB NATIONAL BANK**  
**REVIEWED FINANCIAL RESULTS**  
**FOR THE QUARTER/NINE MONTHS ENDED 31st DECEMBER 2014**

₹ In lacs

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1.	<b>Interest Earned ( a+b+c+d )</b>	<b>1161406</b>	<b>1146209</b>	<b>1098387</b>	<b>3466484</b>	<b>3212192</b>	<b>4322325</b>
	a) Interest/discount on advances/bills	873576	865417	824639	2622567	2414396	3239309
	b) Income on Investments	261163	260920	259881	781936	760643	1026583
	c) Interest on Balances with RBI & other Inter Bank Funds	21143	13733	9493	44128	27440	36224
	d) Others	5524	6139	4374	17853	9713	20209
2.	Other Income	129079	155837	93843	408560	317981	457671
3.	<b>TOTAL INCOME (1+2)</b>	<b>1290485</b>	<b>1302046</b>	<b>1192230</b>	<b>3875044</b>	<b>3530173</b>	<b>4779996</b>
4.	Interest Expended	738097	731089	676275	2190085	1997775	2707728
5.	<b>Operating Expenses (i+ii)</b>	<b>277315</b>	<b>283354</b>	<b>245717</b>	<b>809753</b>	<b>711296</b>	<b>933823</b>
	(i) Employees' Cost	202858	203408	175804	583004	503267	651045
	(ii) Other operating expenses	74457	79946	69913	226749	208029	282778
6.	<b>TOTAL EXPENSES (4+5)</b> (excluding provisions & contingencies)	<b>1015412</b>	<b>1014443</b>	<b>921992</b>	<b>2999838</b>	<b>2709071</b>	<b>3641551</b>
7.	<b>Operating Profit (3-6)</b> (Profit before Provisions & Contingencies)	<b>275073</b>	<b>287603</b>	<b>270238</b>	<b>875206</b>	<b>821102</b>	<b>1138445</b>
8.	Provisions (other than tax) and contingencies	146777	176793	159004	416331	455525	669394
9.	Exceptional items	0	0	0	0	0	0
10.	<b>Profit (+)/Loss (-) from ordinary activities before tax (7-8-9)</b>	<b>128296</b>	<b>110810</b>	<b>111234</b>	<b>458875</b>	<b>365577</b>	<b>469051</b>
11.	Tax Expense	50840	53276	35693	183373	111955	134794
12.	<b>Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)</b>	<b>77456</b>	<b>57534</b>	<b>75541</b>	<b>275502</b>	<b>253622</b>	<b>334257</b>
13.	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14.	<b>Net Profit (+)/Loss(-) for the period (12-13)</b>	<b>77456</b>	<b>57534</b>	<b>75541</b>	<b>275502</b>	<b>253622</b>	<b>334257</b>
15.	Paid up equity Share Capital (Face value ₹ 2/-)	36207	36207	36207	36207	36207	36207
16.	Reserves excluding revaluation reserves (As per Balance Sheet of previous year)	3412507	3412507	3089458	3412507	3089458	3412507



17.	<b>Analytical Ratios</b>						
	(i) Share holding of Govt. of India (%)	58.87	58.87	58.87	58.87	58.87	58.87
	(iia) Capital Adequacy Ratio (%) as per Basel-II	12.25	12.54	11.62	12.25	11.62	12.28
	(iib) Capital Adequacy Ratio (%) as per Basel-III	11.54	11.79	11.02	11.54	11.02	11.52
	(iii) Earnings per Share (EPS) not annualized (in RS.)						
	(a) Basic & diluted EPS before extraordinary items	4.28	3.18	4.26	15.22	14.33	18.78
	(b) Basic & diluted EPS after extraordinary items	4.28	3.18	4.26	15.22	14.33	18.78
	(iv) <b>NPA Ratios:</b>						
	(a) Amount of gross non-performing assets	2221143	2075189	1659584	2221143	1659584	1888006
	(b) Amount of net non-performing assets	1378776	1161777	908399	1378776	908399	991699
	(c) % of gross NPAs	5.97	5.65	4.96	5.97	4.96	5.25
	(d) % of net NPAs	3.82	3.26	2.80	3.82	2.80	2.85
	(v) <b>Return on Assets ( Annualised) %</b>	0.53	0.40	0.58	0.64	0.67	0.64
18.	<b>Public Shareholding</b>						
	(i) No. of Shares	744509035	744509035	744509035	744509035	744509035	744509035
	(ii) Percentage of Share holding	41.13	41.13	41.13	41.13	41.13	41.13
19.	<b>Promoters and Promoter Group Share Holding</b>						
a)	<b>Pledged/Encumbered</b>						
	--Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	--Percentage of shares(as % of the total shareholding of promoter & promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	--Percentage of shares(as % of the total share capital of the bank)	Nil	Nil	Nil	Nil	Nil	Nil
b)	<b>Non-Encumbered</b>						
	--Number of shares	1065840595	1065840595	1065840595	1065840595	1065840595	1065840595
	--Percentage of shares(as % of the total shareholding of promoter & promoter group)	100	100	100	100	100	100.00
	--Percentage of shares (as % of the total share capital of the bank)	58.87	58.87	58.87	58.87	58.87	58.87



**SUMMARISED BALANCE SHEET**

(₹ in Crore)

Particulars	As at Dec 2014 (Reviewed)	As at Dec 2013 (Reviewed)	As at Mar 2014 (Audited)
<b>Capital and Liabilities</b>			
Capital	362.07	362.07	362.07
Reserves and Surplus	38275.51	34971.65	35533.25
Deposits	484138.11	420646.87	451396.75
Borrowings	34227.64	49163.49	48034.41
Other Liabilities and Provisions	17856.79	16826.54	15093.44
<b>Total</b>	<b>574860.12</b>	<b>521970.62</b>	<b>550419.92</b>
<b>Assets</b>			
Cash and Balances with Reserve Bank of	20606.39	19771.18	22245.58
Balances with bank and Money at call and short notice	33753.43	18554.23	22972.87
Investments	143190.96	143368.49	143785.50
Advances	362495.88	326186.30	349269.12
Fixed Assets	3459.29	3409.03	3419.74
Other assets	11354.17	10681.39	8727.11
<b>Total Assets</b>	<b>574860.12</b>	<b>521970.62</b>	<b>550419.92</b>

**NOTES**

- 1 The financial results for the quarter and nine months ended 31st Dec, 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 impact on profit due to change in policy, during the nine months ended on 31.12.2014.
- 2 The above financial results have been reviewed by the Audit Committee of Board in the meeting held on 02.02.2015 and approved by the Board of Directors in the meeting held on 03.02.2015. 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 Board of Directors of the Bank at the Board Meeting held on 19.09.2014 approved the sub division (split) of equity share of the Bank from nominal value of ₹10/- each into five equity shares of nominal value of ₹2/- each. The record date for the sub-division was 19.12.2014. Information in the financial results reflects the effect of sub - division (split) retrospectively.
- 4 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.
- 5 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.
- 6 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](http://www.pnbindia.in). These disclosures have not been subjected to Limited Review.




- 7 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 (₹498.54 cr. for nine months ended 31.12.2014) towards the amortization relating to enhancement in Gratuity limit and re-opening of pension option for existing employees. Unamortized liability carried forward ₹166.18 crores shall be charged proportionately in accordance with the said RBI guidelines.
- 8 The Provision Coverage Ratio as at 31st Dec 2014 works out to 57.27%.
- 9 Position of complaints from investors as on 31.12.2014:

At the beginning	Received	Disposed off	Pending
0	8	8	0

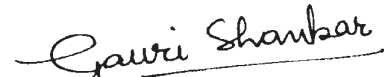
- 10 Figures of the previous period have been regrouped / rearranged / re-classified wherever necessary to conform to current period's classification.

  
(T K Balamukundan)  
Asstt. General Manager

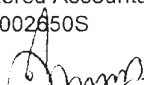

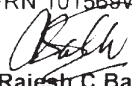

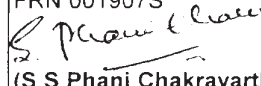

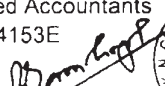

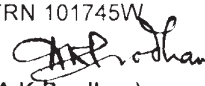

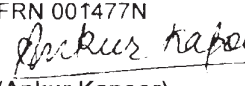

  
(P K Mohapatra)  
General Manager

  
(Dr. Ram S. Sangapore)  
Executive Director

  
(K V Brahmaji Rao)  
Executive Director

  
(Gauri Shankar)  
Executive Director



<p>For Phillipos &amp; Co. Chartered Accountants FRN 002650S</p> <p> (James Joseph) Partner (M.No. 203604)</p> <p></p>	<p>For Borkar &amp; Muzumdar Chartered Accountants FRN 101569W</p> <p> (Rajesh C Batham) Partner (M.No. 035941)</p> <p></p>	<p>For G S Madhava Rao &amp; Co. Chartered Accountants FRN 001907S</p> <p> (S S Phani Chakravarthi) Partner (M.No. 209540)</p> <p></p>
<p>For K N Gutgutia &amp; Co. Chartered Accountants FRN 304153E</p> <p> (B R Goyal) Partner (M.No. 012172)</p> <p></p>	<p>For CVK &amp; Associates Chartered Accountants FRN 101745W</p> <p> (A K Pradhan) Partner (M.No. 032156)</p> <p></p>	<p>For Ramesh Kapoor &amp; Co. Chartered Accountants FRN 001477N</p> <p> (Ankur Kapoor) Partner (M.No. 514159)</p> <p></p>

Date: 03/02/2015  
Place: New Delhi

**SEGMENT REPORTING FOR THE QUARTER/NINE MONTHS ENDED 31st DECEMBER 2014**

**PART A – BUSINESS SEGMENTS**

₹ In lacs

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
<b>1</b>	<b>Segment Revenue</b>						
	(a) Treasury Operations	317825	305972	281354	921412	849037	1156487
	(b) Corporate/Wholesale Banking	590038	623576	570468	1824336	1672816	2280260
	(c) Retail Banking	369688	361546	329717	1094509	967515	1298618
	(d) Other Banking Operations	12934	10952	10691	34787	40805	44631
	<b>Total Revenue</b>	<b>1290485</b>	<b>1302046</b>	<b>1192230</b>	<b>3875044</b>	<b>3530173</b>	<b>4779996</b>
<b>2</b>	<b>Segment Results</b>						
	(a) Treasury Operations	19219	10278	27723	53725	93993	130238
	(b) Corporate/Wholesale Banking	179429	195117	184473	577221	519031	724758
	(c) Retail Banking	112707	113040	106626	346304	300195	412753
	(d) Other Banking Operations	3964	3426	3521	11007	12661	14186
	<b>Total</b>	<b>315319</b>	<b>321861</b>	<b>322343</b>	<b>988257</b>	<b>925880</b>	<b>1281935</b>
<b>3</b>	Unallocated Expenditure	40247	34257	52105	113051	104778	143490
<b>4</b>	Provisions & Contingencies	146776	176794	159006	416331	455525	669394
<b>5</b>	<b>Profit before Tax</b>	<b>128296</b>	<b>110810</b>	<b>111234</b>	<b>458875</b>	<b>365577</b>	<b>469051</b>
<b>6</b>	Provision for Tax	50840	53276	35693	183373	111955	134794
<b>7</b>	Extraordinary items	0					
<b>8</b>	<b>Net profit</b>	<b>77456</b>	<b>57534</b>	<b>75541</b>	<b>275502</b>	<b>253622</b>	<b>334257</b>
<b>9</b>	<b>Segment Assets</b>						
	(a) Treasury Operations	15169195	15126794	14690791	15169195	14690791	14738938
	(b) Corporate/Wholesale Banking	28175002	27768497	25017570	28175002	25017570	27042005
	(c) Retail Banking	12769906	12310640	10957088	12769906	10957088	11680455
	(d) Other Banking Operations	1034056	1070159	1172926	1034056	1172926	1207539
	(e) Unallocated	337853	353041	358687	337853	358687	373055
	<b>Total</b>	<b>57486012</b>	<b>56629131</b>	<b>52197062</b>	<b>57486012</b>	<b>52197062</b>	<b>55041992</b>
<b>10</b>	<b>Segment Liabilities</b>						
	(a) Treasury Operations	14233204	14203832	13778978	14233204	13778978	13871663
	(b) Corporate/Wholesale Banking	26436509	26074200	23464804	26436509	23464804	25450787
	(c) Retail Banking	11981959	11559504	10272035	11981959	10272035	10993149
	(d) Other Banking Operations	970251	1004863	1100126	970251	1100126	1136485
	(e) Unallocated	331	331	42438	331	42438	376
	<b>Total</b>	<b>53622254</b>	<b>52842730</b>	<b>48658381</b>	<b>53622254</b>	<b>48658381</b>	<b>51452460</b>
<b>11</b>	<b>Capital Employed</b>						
	(a) Treasury Operations	935991	922962	911813	935991	911813	867275
	(b) Corporate/Wholesale Banking	1738493	1694297	1552766	1738493	1552766	1591218
	(c) Retail Banking	787947	751136	685053	787947	685053	687306
	(d) Other Banking Operations	63805	65296	72800	63805	72800	71054
	(e) Unallocated	337522	352710	316249	337522	316249	372679
	<b>Total Capital Employed</b>	<b>3863758</b>	<b>3786401</b>	<b>3538681</b>	<b>3863758</b>	<b>3538681</b>	<b>3589532</b>

**PART B - GEOGRAPHIC SEGMENTS**

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
<b>1</b>	<b>Revenue</b>						
	(a) Domestic	1256645	1265674	1167257	3772265	3459207	4682517
	(b) International	33840	36372	24973	102779	70966	97479
	<b>Total</b>	<b>1290485</b>	<b>1302046</b>	<b>1192230</b>	<b>3875044</b>	<b>3530173</b>	<b>4779996</b>
<b>2</b>	<b>Assets</b>						
	(a) Domestic	50095160	49046114	47000159	50095160	47000159	48594534
	(b) International	7390852	7583017	5196903	7390852	5196903	6447458
	<b>Total</b>	<b>57486012</b>	<b>56629131</b>	<b>52197062</b>	<b>57486012</b>	<b>52197062</b>	<b>55041992</b>

**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 period ended 31<sup>st</sup> December, 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 660 branches, external concurrent auditors of 422 branches and other firm of auditors of 2 overseas branches specifically appointed for this purpose. These review reports cover 77.38% 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 88.50% of non-performing assets as on 31<sup>st</sup> December, 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 : 002650S)

  
(James Joseph)  
Partner

Membership Number: 203604




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

  
(B R Goyal)  
Partner

Membership Number: 012172




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

  
(Rajesh C Batham)  
Partner

Membership Number: 035941



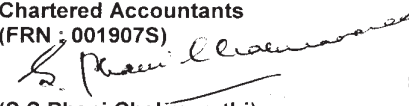
For CVK & Associates  
Chartered Accountants  
(FRN : 101745W)

  
(A K Pradhan)  
Partner

Membership Number: 032156



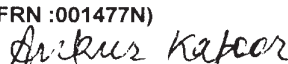
For G S Madhava Rao & Co  
Chartered Accountants  
(FRN : 001907S)

  
(S S Phani Chakravarthi)  
Partner

Membership Number: 209540



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

  
(Ankur Kapoor)  
Partner

Membership Number: 514159



Place: New Delhi  
Date: 03.02.2015