

Ref :: MD&CEO:SD:2004/2005/11/12:BNB:2017

July 19, 2017

The Manager
The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street MUMBAI – 400 001
Fax: 022-22722037/39/2041/2061/
3121/1557/1278/3354/3577

The Manager
Listing Department
National Stock Exchange of India Ltd
EXCHANGE PLAZA
Bandra-Kurla Complex
Bandra [E] MUMBAI 400051 Fax : 022 -
26598237 / 238 / 26598347 / 348

प्रिय महोदय/ Dear Sir,

विषय/ Subject: Reviewed Financial Results - 30.06.2017

Ref : Regulation 33 of the SEBI (LODR) Regulations, 2015

The Reviewed Financial Results of the Bank for the First Quarter ended 30.06.2017 were approved by the Board of Directors at its Meeting of 19.07.2017. A copy of the same is enclosed along with Limited Review Report of the Auditors.

The meeting of the Board of Directors commenced at 2.35 p.m. and concluded at 3.40 p.m.

धन्यवाद / Thanking you,

भवदीय/ Yours faithfully,


बी नगेशबाबू / B NAGESH BABU
कंपनी सचिव/ COMPANY SECRETARY

Sl. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30.06.2017	31.03.2017	30.06.2016	31.03.2017
		(REVIEWED)	(AUDITED)	(REVIEWED)	(AUDITED)
1	INTEREST EARNED (a)+(b)+(c)+(d)	10195.59	10492.92	10201.70	41387.64
	(a) Interest/discount on advances/bills	7248.48	7221.03	7436.00	29585.67
	(b) Income on Investments	2733.44	2871.46	2505.11	10711.29
	(c) Interest on balances with Reserve Bank of India & Other Inter-Bank Funds	179.33	200.05	224.22	768.20
	(d) Others	34.34	200.38	36.37	322.48
2	Other Income	2108.51	2396.28	1584.65	7554.40
3	TOTAL INCOME (1+2)	12304.10	12889.20	11786.35	48942.04
4	Interest Expended	7482.35	7784.70	7894.30	31515.87
5	Operating Expenses (i)+(ii)	2349.37	2131.58	2073.18	8512.28
	(i) Employees Cost	1351.76	1184.24	1208.17	4915.09
	(ii) Other Operating Expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	997.61	947.34	865.01	3597.19
6	TOTAL EXPENSES ((4+5) excluding Provisions & Contingencies)	9831.72	9916.28	9967.48	40028.15
7	Operating Profit before Provisions and Contingencies (3-6)	2472.38	2972.92	1818.87	8913.89
8	Provisions (Other than Tax) and Contingencies	2203.78	2708.74	1492.92	7271.97
	of which provisions for Non-performing assets	2270.00	2924.08	1468.75	7437.77
9	Exceptional items	0.00	0.00	0.00	0.00
10	Profit (+) / Loss (-) from Ordinary Activities before tax (7-8-9)	268.60	264.18	325.95	1641.92
11	Tax expense	17.00	50.00	97.00	520.00
12	Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	251.60	214.18	228.95	1121.92
13	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00
14	Net Profit (+) / Loss (-) for the period (12-13)	251.60	214.18	228.95	1121.92
15	Paid up Equity Share Capital (Face Value of each share-Rs.10/-)	597.29	597.29	542.99	597.29
16	Reserves excluding Revaluation Reserves				27715.10
17	Analytical Ratios				
	(i) Percentage of shares held by Government of India	66.30%	66.30%	66.30%	66.30%
	(ii) Capital Adequacy Ratio - Basel III	12.61%	12.86%	12.11%	12.86%
	(a) Common Equity Tier I Ratio	8.72%	8.92%	8.21%	8.92%
	(b) Additional Tier 1 Ratio	0.85%	0.85%	0.62%	0.85%
	(iii) Earnings per Share (EPS) (Not Annualised)				
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year	4.21	3.92	4.22	20.63
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	4.21	3.92	4.22	20.63
	(iv) NPA Ratios				
	(a) Amount of Gross Non Performing Assets	37657.76	34202.04	32334.07	34202.04
	(b) Amount of Net Non Performing Assets	24300.63	21648.98	21493.92	21648.98
	(c) Percentage of Gross Non Performing Assets	10.56%	9.63%	9.71%	9.63%
	(d) Percentage of Net Non Performing Assets	7.09%	6.33%	6.69%	6.33%
	(v) Return on Assets (Annualised)	0.18%	0.15%	0.17%	0.20%



SEGMENT REPORTING FOR THE QUARTER ENDED 30TH JUNE 2017 (Rs in crore)				
BUSINESS SEGMENT	QUARTER ENDED			YEAR ENDED
	30.06.2017	31.03.2017	30.06.2016	31.03.2017
	(REVIEWED)	(AUDITED)	(REVIEWED)	(AUDITED)
(1) Segment Revenue				
a Treasury Operations	3820.51	4264.61	3167.20	14427.03
b Retail Banking Operations	4174.00	4000.10	3741.78	16387.47
c Wholesale Banking Operations	4309.11	4486.56	4875.63	17984.63
d Unallocated	0.48	137.93	1.74	142.91
Total	12304.10	12889.20	11786.35	48942.04
Less: Inter Segment Revenue	0.00	0.00	0.00	0.00
Income from operations	12304.10	12889.20	11786.35	48942.04
(2) Segment Results				
a Treasury Operations	1404.19	1699.94	740.90	4197.48
b Retail Banking Operations	540.99	489.54	396.31	2111.83
c Wholesale Banking Operations	526.72	645.51	679.96	2461.72
d Other Banking Operations		0.00	0.00	0.00
Total	2471.90	2834.99	1817.17	8771.03
Unallocated Income/Expenses (including Provisions and contingencies)	(2203.30)	(2570.81)	(1491.22)	(7129.11)
Total Profit Before tax	268.60	264.18	325.95	1641.92
Income tax paid	17.00	50.00	97.00	520.00
Net Profit	251.60	214.18	228.95	1121.92
(3) Capital Employed				
a Treasury Operations	2070.04	2767.63	13922.76	2767.63
b Retail Banking Operations	15815.16	16488.37	8629.86	16488.37
c Wholesale Banking Operations	13450.11	16054.63	9331.22	16054.63
d Other Banking Operations	0.00	0.00	0.00	0.00
e Unallocated	2529.42	(1625.09)	(75.23)	(1625.09)
Total	33864.73	33685.54	31808.61	33685.54
GEOGRAPHICAL SEGMENT	QUARTER ENDED			YEAR ENDED
	30.06.2017	31.03.2017	30.06.2016	31.03.2017
	(REVIEWED)	(AUDITED)	(REVIEWED)	(AUDITED)
(1) Revenue				
a Domestic	12030.46	12610.04	11458.10	47908.95
b International	273.64	279.16	328.25	1033.09
Total	12304.10	12889.20	11786.35	48942.04
(2) Assets				
a Domestic	524573.82	522588.25	490159.64	522588.25
b International	55301.50	60931.19	49607.57	60931.19
Total	579875.32	583519.44	539767.21	583519.44

*Figures for the previous quarters have been regrouped wherever found necessary

Notes on Segment Reporting:

- As per guidelines of RBI on compliance with Accounting Standards, the Bank has adopted "Treasury Operations", Wholesale, Retail and "Other Banking Operations" as Primary business segments and "Domestic" and international as secondary/geographic segments for the purpose of compliance with AS-17 on Segment Reporting issued by ICAI.
- Segment revenue represents revenue from external customers.
- Capital employed for each segment has been allocated proportionate to the assets of the segment.
- The figures of the previous period/year have been regrouped/rearranged wherever necessary so as to make them comparable with those of the current period.



STATEMENT OF ASSETS AND LIABILITIES

(Rs in Crore)

PARTICULARS	As on	As on	As on
	30.06.2017 (REVIEWED)	30.06.2016 (REVIEWED)	31.03.2017 (AUDITED)
CAPITAL AND LIABILITIES			
CAPITAL	597.29	542.99	597.29
RESERVES AND SURPLUS	33267.44	31265.61	33088.25
DEPOSITS	485905.22	465314.16	495275.24
BORROWINGS	43965.85	28544.86	39503.56
OTHER LIABILITIES AND PROVISIONS	16139.52	14099.59	15055.10
TOTAL	579875.32	539767.21	583519.44
ASSETS			
CASH & BALANCES WITH RESERVE BANK OF INDIA	24131.69	21612.92	19922.50
BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE	28445.69	33558.90	38902.96
INVESTMENTS	147894.52	130655.49	150265.89
ADVANCES	342815.60	321283.28	342008.76
FIXED ASSETS	7131.27	7160.95	7168.31
OTHER ASSETS	29456.55	25495.67	25251.02
TOTAL	579875.32	539767.21	583519.44

Notes:

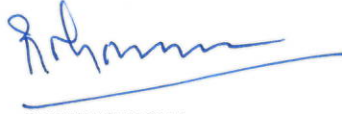
- 1 The above Financial Results were reviewed by the Audit Committee of the Board and approved by the Board of Directors in the meeting held on 19th July 2017. The results have been subjected to a 'Limited Review' by the Statutory Central Auditors of the Bank.
- 2 There has been no change in the accounting policies followed during the quarter ended 30th June 2017 as compared to those followed in the preceding financial year ended 31st March 2017.
- 3 The Financial results for the Quarter ended 30th June 2017 have been arrived at after considering provision for Loan Losses in accordance with the extant guidelines and directions of RBI on Prudential Norms for 'Income Recognition, Asset Classification and Provisioning' and Provision for Income Tax and Deferred Tax, Depreciation on Investments and Fixed Assets, provision for employee benefits, provision for exposure to entities with unhedged foreign currency and other necessary provisions.
- 4 The Bank has sold 16600 units under Priority Sector Lending Certificates (PSLCs) to the tune of Rs.4150.00 Crore under Agriculture and Small and Marginal Farmers category as at 30th June 2017.
- 5 In accordance with RBI guidelines, the Bank has shifted the securities from HTM to AFS category amounting to Rs.6187.54 Crore during the first quarter of Financial Year 2017-18, the resultant depreciation Rs.0.90 Crore has been accounted for.
- 6 In terms of RBI Circular DBR. No. BP.BC.1/21.06.201/2015-16 July 1, 2015 Banks are required to make Pillar 3 disclosures under Basel III Capital Regulations. These details are being made available on the Bank website "www.canarabank.com". These disclosures have not been subjected to audit by the auditors.
- 7 Provision Coverage Ratio as on 30th June 2017 is 54.52%



- 8 Number of Investors Complaints received and disposed off during the quarter ended 30.06.2017
- i) Pending at the beginning of the quarter : Nil
 - ii) Received during the quarter : 270
 - iii) Disposed off during the quarter : 270
 - iv) Lying unresolved at the end of the quarter : Nil
- 9 Figures of the corresponding previous period have been regrouped/restated wherever considered necessary.



P. V. BHARATHI
EXECUTIVE DIRECTOR



RAKESH SHARMA
MANAGING DIRECTOR & CEO



T.N. MANOHARAN
CHAIRMAN

PLACE : BENGALURU
DATE : 19.07.2017

Ramraj & Co. Chartered Accountants FRN : 002839S	V. K. Niranjan & Co. Chartered Accountants FRN : 002468S	J Singh & Associates Chartered Accountants FRN : 110266W	J L Sengupta & Co. Chartered Accountants FRN : 307092E
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Limited Review Report

To
The Board of Directors
Canara Bank
Bangalore

1. We have reviewed the accompanying financial results of Canara Bank (the “Bank”) for the Quarter and period ended June 30, 2017. The disclosures relating to “Pillar 3 under Basel III Capital Regulations”, “Leverage Ratio” and “Liquidity Coverage Ratio” as have been disclosed on the Bank’s website and in respect of which a link have been provided in the aforesaid financial results have not been reviewed by us. These financial results 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 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 from material misstatement. 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. The financial results incorporate the relevant returns of 20 branches reviewed by us, 3 foreign branches reviewed by other auditors specially appointed for this purpose and un-reviewed returns in respect of 6073 branches. In the conduct of our review, we have relied on the review reports in respect of non-performing assets submitted by the Inspection Officials of bank of 202 branches. These review reports cover 52.85 percent of the advances portfolio of the bank. Apart from aforesaid review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the Bank.



Ramraj & Co. Chartered Accountants FRN : 002839S	V. K. Niranjan & Co. Chartered Accountants FRN : 002468S	J Singh & Associates Chartered Accountants FRN : 110266W	J L Sengupta & Co. Chartered Accountants FRN : 307092E
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4. Based on our review as aforesaid, subject to limitations 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 financial results together with the notes thereon, prepared in accordance with applicable accounting standards and other prevailing recognised 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 read with RBI circular (2016-17/29 dt. 28/07/2016 w.r.t half-yearly/quarterly review of the account of public sector banks) including the manner in which it is to be disclosed, or that it contains any material mis-statement 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 Ramraj & Co.
Chartered Accountants
FRN : 002839S



(K. Siva Subramanya
Prasad)
Partner
M. No. 024456



Place: Bangalore
Date: July 19, 2017

For V. K. Niranjan & Co.
Chartered Accountants
FRN: 002468S



(Niranjan V.K.)
Partner
M. No. 021432



For J Singh & Associates
Chartered Accountants
FRN : 110266W



(J Singh)
Partner
M. No. 042023



For J L Sengupta & Co.
Chartered Accountants
FRN : 307092E



(S R Anantha
Krishnan)
Partner
M. No. 018073

