PUNJAB NATIONAL BANK

REVIEWED FINANCIAL RESULTS

FOR THE QUARTER / HALF-YEAR ENDED 30th SEPTEMBER, 2015

₹ In lacs

S.No.	Particulars	Quarter Ended			Half-Year Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1.	**Interest Earned (a+b+c+d)**	**1234503**	**1203469**	**1146209**	**2437972**	**2305078**	**4631536**
	a) Interest/discount on advances/bills	906355	890810	865417	1797165	1748991	3479438
	b) Income on Investments	302859	290576	260920	593435	520773	1059999
	c) Interest on Balances with RBI & other Inter Bank Funds	21825	16914	13733	38739	22985	63225
	d) Others	3464	5169	6139	8633	12329	28874
2.	Other Income	135690	139736	155837	275426	279481	589073
3.	**TOTAL INCOME (1+2)**	**1370193**	**1343205**	**1302046**	**2713398**	**2584559**	**5220609**
4.	Interest Expended	802306	793222	731089	1595528	1451988	2975979
5.	**Operating Expenses (i+ii)**	**274035**	**236773**	**283354**	**510808**	**532438**	**1049155**
	(i) Employees' Cost	187756	154964	203408	342720	380146	733691
	(ii) Other operating expenses	86279	81809	79946	168088	152292	315464
6.	**TOTAL EXPENSES (4+5)** (excluding provisions & contingencies)	**1076341**	**1029995**	**1014443**	**2106336**	**1984426**	**4025134**
7.	**Operating Profit (3-6)** (Profit before Provisions & Contingencies)	**293852**	**313210**	**287603**	**607062**	**600133**	**1195475**
8.	Provisions (other than tax) and contingencies	188208	181139	176793	369347	269554	799750
9.	Exceptional items	0	0	0	0	0	0
10.	**Profit (+)/Loss (-) from ordinary activities before tax (7-8-9)**	**105644**	**132071**	**110810**	**237715**	**330579**	**395725**
11.	Tax Expense	43541	60000	53276	103541	132533	89567
12.	**Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)**	**62103**	**72071**	**57534**	**134174**	**198046**	**306158**
13.	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14.	**Net Profit (+)/Loss(-) for the period (12-13)**	**62103**	**72071**	**57534**	**134174**	**198046**	**306158**
15.	Paid up equity Share Capital (Face value ₹2/-)	39272	37091	36207	39272	36207	37091
16.	Reserves excluding revaluation reserves (As per Balance Sheet of previous year)						3412507
17.	**Analytical Ratios**						
	(i) Share holding of Govt. of India (%)	62.08	59.86	58.87	62.08	58.87	59.86
	(iia) Capital Adequacy Ratio (%) as per Basel-II	13.17	12.83	12.54	13.17	12.54	12.99
	(iib) Capital Adequacy Ratio (%) as per Basel-III	12.20	12.08	11.79	12.20	11.79	12.21
	(iii) Earnings per Share (EPS) not annualized in ₹						

	(a) Basic & diluted EPS before extraordinary items	3.35	3.89	3.18	7.23	10.94	16.91
	(b) Basic & diluted EPS after extraordinary items	3.35	3.89	3.18	7.23	10.94	16.91
	(iv) **NPA Ratios:**						
	(a) Amount of gross non-performing assets	2494524	2539742	2075189	2494524	2075189	2569486
	(b) Amount of net non-performing assets	1518698	1539355	1161777	1518698	1161777	1539650
	(c) % of gross NPAs	6.36	6.47	5.65	6.36	5.65	6.55
	(d) % of net NPAs	3.99	4.05	3.26	3.99	3.26	4.06
	(v) Return on Assets (Annualised) %	0.39	0.46	0.40	0.42	0.70	0.53
18.	**Public Shareholding**						
	(i) No. of Shares	744509035	744509035	744509035	744509035	744509035	744509035
	(ii) Percentage of Share holding	37.92	40.14	41.13	37.92	41.13	40.14
19.	**Promoters and Promoter Group Share Holding**						
a)	**Pledged/Encumbered**						
	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)	**Non-Encumbered**						
	Number of shares	1219088455	1110047912	1065840595	1219088455	1065840595	1110047912
	Percentage of shares(as % of the total shareholding of promoter & promoter group)	100	100	100	100	100	100
	Percentage of shares(as % of the total share capital of the bank)	62.08	59.86	58.87	62.08	58.87	59.86

SUMMARISED BALANCE SHEET

(₹ in Crore)

Particulars	As at Sep 2015 (Reviewed)	As at Sep 2014 (Reviewed)	As at Mar 2015 (Audited)
Capital and Liabilities			
Capital	392.72	362.07	370.91
Reserves and Surplus	41758.88	37500.94	38708.61
Deposits	539923.99	473511.35	501378.64
Borrowings	35472.58	37997.11	45670.55
Other Liabilities and Provisions	16108.12	16919.83	17204.89
Total	**633656.29**	**566291.30**	**603333.60**
Assets			
Cash and Balances with Reserve Bank of India	21874.71	19118.86	24224.94
Balances with bank and Money at call and short notice	41594.18	31420.48	31709.23
Investments	167702.20	139478.09	149876.96
Advances	380957.74	357092.93	380534.41
Fixed Assets	3608.28	3400.52	3551.48
Other assets	17919.18	15780.42	13436.58
Total Assets	**633656.29**	**566291.30**	**603333.60**

NOTES

1 The financial results for the quarter ended 30th September, 2015, have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March, 2015.

2 The above financial results have been reviewed by the Audit Committee in the meeting held on 05.11.2015 and approved by the Board of Directors in the meeting held on 06.11.2015. 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 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.

4 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.

5 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.

6 The Provisioning Coverage Ratio as at 30th Sep 2015 works out to 61.35%.

7 Position of complaints from investors as on 30.09.2015:

At the beginning	Received	Disposed off	Pending
1	5	6	NIL

8 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

(J.K.Arora)
Dy. General Manager

(P K Mohapatra)
General Manager

(Dr. Ram S. Sangapure)
Executive Director

(K Veera Brahmaji Rao)
Executive Director

(Gauri Shankar)
Executive Director

(Usha Ananthasubramanian)
Managing Director & C.E.O.

For CVK & Associates **Chartered Accountants** **FRN 101745W** **(A K Pradhan)** **Partner (M No. 032156)**	**For K N Gutgutia & Co.** **Chartered Accountants** **FRN 304153E** **(Subhasish Pore)** **Partner (M No. 055862)**	**For Ramesh Kapoor & Co.** **Chartered Accountants** **FRN 001477N** **(Ankur Kapoor)** **Partner (M No. 514159)**
For Chhajed & Doshi **Chartered Accountants** **FRN 101794W** **(Deepak D Purswani)** **Partner (M No. 114051)**	**For R. Devendra Kumar & Associates** **Chartered Accountants** **FRN 114207W** **(Neeraj Golas)** **Partner (M No. 074392)**	**For Hem Sandeep & Co.** **Chartered Accountants** **FRN 009907N** **(Manish Gupta)** **Partner (M No. 092257)**

Date : 06/11/2015
Place: New Delhi

SEGMENT REPORTING FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER 2015

PART A – BUSINESS SEGMENTS

₹ In lacs

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1	**Segment Revenue**						
	(a) Treasury Operations	376159	346002	305972	722161	603587	1287749
	(b) Corporate/Wholesale Banking	750607	327174	623576	1077781	1234298	2327330
	(c) Retail Banking	230222	653929	361546	884151	724821	1558965
	(d) Other Banking Operations	13205	16100	10952	29305	21853	46565
	Total Revenue	**1370193**	**1343205**	**1302046**	**2713398**	**2584559**	**5220609**
2	**Segment Results**						
	(a) Treasury Operations	78981	73690	10278	152671	34506	115605
	(b) Corporate/Wholesale Banking	196571	93267	195117	289838	397792	735052
	(c) Retail Banking	51351	186415	113040	237766	233597	492376
	(d) Other Banking Operations	3291	4590	3426	7881	7043	14707
	Total	**330194**	**357962**	**321861**	**688156**	**672938**	**1357740**
3	Unallocated Expenditure	36341	44753	34257	81094	72804	162264
4	Provisions & Contingencies	188209	181138	176794	369347	269555	799751
5	**Profit before Tax**	**105644**	**132071**	**110810**	**237715**	**330579**	**395725**
6	Provision for Tax	43541	60000	53276	103541	132533	89567
7	Extraordinary items	-	-	-	-	-	-
8	**Net profit**	**62103**	**72071**	**57534**	**134174**	**198046**	**306158**
9	**Segment Assets**						
	(a) Treasury Operations	17585731	16085145	15126794	17585731	15126794	15358540
	(b) Corporate/Wholesale Banking	29841124	29200226	27768497	29841124	27768497	29636192
	(c) Retail Banking	12815632	14331814	12310640	12815632	12310640	13692018
	(d) Other Banking Operations	2644622	1686368	1070159	2644622	1070159	1138717
	(e) Unallocated	478520	472412	353041	478520	353041	507893
	Total	**63365629**	**61775965**	**56629131**	**63365629**	**56629131**	**60333360**
10	**Segment Liabilities**						
	(a) Treasury Operations	16540650	15145520	14203832	16540650	14203832	14466730
	(b) Corporate/Wholesale Banking	28067732	27494475	26074200	28067732	26074200	27915336
	(c) Retail Banking	12054028	13494611	11559504	12054028	11559504	12896977
	(d) Other Banking Operations	2487458	1587858	1004863	2487458	1004863	1072596
	(e) Unallocated	602	73809	331	602	331	73769
	Total	**59150470**	**57796273**	**52842730**	**59150470**	**52842730**	**56425408**
11	**Capital Employed**						
	(a) Treasury Operations	1045081	939625	922962	1045081	922962	891810
	(b) Corporate/Wholesale Banking	1773392	1705751	1694297	1773392	1694297	1720856
	(c) Retail Banking	761604	837203	751136	761604	751136	795041
	(d) Other Banking Operations	157164	98510	65296	157164	65296	66121
	(e) Unallocated	477918	398603	352710	477918	352710	434124
	Total Capital Employed	**4215159**	**3979692**	**3786401**	**4215159**	**3786401**	**3907952**

PART B - GEOGRAPHICAL SEGMENTS

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1	**Revenue**						
	(a) Domestic	1334127	1311939	1265674	2646066	2515620	5086534
	(b) International	36066	31266	36372	67332	68939	134075
	Total	**1370193**	**1343205**	**1302046**	**2713398**	**2584559**	**5220609**
2	**Assets**						
	(a) Domestic	54481591	53232714	49046114	54481591	49046114	52344759
	(b) International	8884038	8543251	7583017	8884038	7583017	7988601
	Total	**63365629**	**61775965**	**56629131**	**63365629**	**56629131**	**60333360**

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.

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 30th September, 2015, 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 these 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 and have been taken on record by the Board of Directors. Our responsibility is to issue a report on these unaudited financial results 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 principally applying analytical procedures to financial data and making inquiries, primarily of persons responsible for financial and accounting matters 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 , 1 foreign Branch reviewed by other auditors appointed for this purpose and un-reviewed returns in respect of 5390 branches. In the conduct of our review, we have taken note of the review reports in respect of non- performing assets submitted by the in-house concurrent auditors of 669 Branches, external concurrent auditors (including retired employees of the Bank) of 559 Branches to the Bank Management. These review reports cover 75.84 % of the advance portfolio of the Bank (excluding advances of asset recovery branches and outstanding food credit) as on Sep 30, 2015. Apart from these review reports, in conduct of our review, we have also relied upon various information and returns received from the un-reviewed branches/other offices of the Bank and generated through centralised data base, 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 CVK & Associates **Chartered Accountants** **FRN : 101745W** **(A K Pradhan)** **Partner (M No. 032156)**	**For K N Gutgutia & Co.** **Chartered Accountants** **FRN 304153E** **(Subhasish Pore)** **Partner (M No. 055862)**	**For Ramesh Kapoor & Co.** **Chartered Accountants** **FRN 001477N** **(Ankur Kapoor)** **Partner (M No. 514159)**
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Date: 06/11/2015
Place: New Delhi