

PUNJAB NATIONAL BANK
REVIEWED FINANCIAL RESULTS
FOR THE QUARTER/NINE MONTHS ENDED 31st DECEMBER, 2011

₹ In lacs

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2011 REVIEWED	30.09.2011 REVIEWED	31.12.2010 REVIEWED	31.12.2011 REVIEWED	31.12.2010 REVIEWED	31.03.2011 AUDITED
1.	Interest Earned (a+b+c+d)	948103	895201	711912	2674828	1954619	2698648
	a) Interest/discount on advances/bills	733141	704475	548840	2095201	1520048	2110455
	b) Income on Investments	202712	185238	149257	556531	416509	563755
	c) Interest on Balances with RBI & other Inter Bank Funds	8079	4835	2552	16282	6197	8420
	d) Others	4171	653	1183	6814	11865	16018
2.	Other Income	95409	88886	85723	292662	246722	361258
3.	TOTAL INCOME (1+2)	1043512	984087	797635	2967490	2201341	3059906
4.	Interest Expended	594439	549944	391583	1664379	1076786	1517914
5.	Operating Expenses (I+II)	181430	181366	171061	535298	469738	636422
	(i) Employees' Cost	126362	124042	122354	371688	333185	446110
	(ii) Other operating expenses	55068	57324	48707	163630	136553	190312
6.	TOTAL EXPENSES (4+5) (excluding provisions & contingencies)	775869	731310	562644	2199877	1546524	2154336
7.	Operating Profit (3-6) (Profit before Provisions & Contingencies)	267643	252777	234991	767813	654817	905570
8.	Provisions (other than tax) and contingencies	94610	71032	71389	254994	176405	249198
9.	Exceptional Items	0	0	0	0	0	0
10.	Profit (+)/Loss (-) from ordinary activities before tax (7-8-9)	173033	181745	163602	512819	478412	656372
11.	Tax Expense	58029	61242	54625	166805	155152	213022
12.	Net Profit (+)/Loss(-) from ordinary activities after tax (10-11)	115004	120503	108977	346014	323260	443350
13.	Extraordinary Items (net of tax expense)	0	0	0	0	0	0
14.	Net Profit (+)/Loss(-) for the period (12-13)	115004	120503	108977	346014	323260	443350
15.	Paid up equity Share Capital (Face value Rs.10/-)	31681	31681	31530	31681	31530	31681
16.	Reserves excluding revaluation reserves (As per Balance Sheet of previous year)	1972099	1972099	1914767	1972099	1914767	1972099
17.	Analytical Ratios						
	(i) Share holding of Govt of India (%)	58.00	58.00	57.80	58.00	57.80	58.00
	(iia) Capital Adequacy Ratio (%) as per Basel-I	10.46	11.07	11.23	10.46	11.23	11.76
	(iib) Capital Adequacy Ratio (%) as per Basel-II	11.48	12.23	11.90	11.48	11.90	12.42
	(iii) Earnings per Share (EPS) not annualized in Rs.						
	(a) Basic & diluted EPS before extraordinary items	36.30	38.04	34.56	109.22	102.52	140.60
	(b) Basic & diluted EPS after extraordinary items	36.30	38.04	34.56	109.22	102.52	140.60
	(iv) NPA Ratios:						
	(a) Amount of gross non-performing assets	644179	515011	454113	644179	454113	437939
	(b) Amount of net non-performing assets	290138	208851	157508	290138	157508	203863
	(c) % of gross NPAs	2.42	2.05	2.03	2.42	2.03	1.79
	(d) % of net NPAs	1.11	0.84	0.72	1.11	0.72	0.85
	(v) Return on Assets (Annualised) %	1.11	1.21	1.27	1.16	1.34	1.34
18.	Public Shareholding						
	(i) No. of Shares	133081200	133081200	133081200	133081200	133081200	133081200
	(ii) Percentage of Share holding	42.00	42.00	42.20	42.00	42.20	42.00
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	183750957	183750957	182241300	183750957	182241300	183750957
	--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)	58.00%	58.00%	57.80%	58.00%	57.80%	58.00%



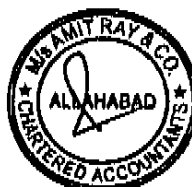
SEGMENT REPORTING FOR THE QUARTER/NINE-MONTHS ENDED 31ST DECEMBER 2011

(Rs. in lacs)

S. No.	Particulars	PART A: BUSINESS SEGMENTS					
		Quarter Ended			Nine-Months Ended		
		31.12.2011 (Reviewed)	30.09.2011 (Reviewed)	31.12.2010 (Reviewed)	31.12.2011 (Reviewed)	31.12.2010 (Reviewed)	31.03.2011 (Audited)
i	Segment Revenue						
a)	Treasury	221705	201859	163763	613639	460741	638209
b)	Corporate/Wholesale Banking	478829	532744	323569	1482751	958883	1395672
c)	Retail Banking	328038	233942	389605	824647	719633	951006
d)	Other Banking Operations	14940	15542	21698	46453	62082	75019
	Total	1045512	984087	797635	2967190	2201341	3059906
ii	Segment Results						
a)	Treasury	10843	14405	18985	48172	55809	68096
b)	Corporate/Wholesale Banking	167210	178176	121134	500375	362966	529590
c)	Retail Banking	113481	78406	108970	278288	272402	369861
d)	Other Banking Operations	5218	5203	8152	15676	23500	28066
	Total	296752	276190	247241	842511	714677	987013
iii	Unallocated Expenses	29109	23413	22250	74698	59860	81444
iv	Operating Profit	267643	252777	314991	767813	654817	905569
v	Provision for Tax	58029	61242	44625	166805	155152	213023
vi	Extraordinary Items	---	---	---	---	---	---
vii	Net Profit	115004	120503	108977	346014	323260	443350
	Other Information:						
viii	Segment Assets						
a)	Treasury	12007278	11484760	9053641	12007278	9053641	9707019
b)	Corporate/Wholesale Banking	20466111	19861176	17161163	20466111	17161163	18593733
c)	Retail Banking	8627958	8218078	7431328	8627958	7431328	8007689
d)	Other Banking Operations	735220	468119	364021	735220	364021	597571
	Sub Total	41836567	39972124	34010153	41836567	34010153	37501830
e)	Unallocated Assets	350783	323130	349624	350783	349624	331194
	Total Assets	42187350	40295254	34359777	42187350	34359777	37832524
ix	Segment Liabilities						
a)	Treasury	11391324	10893238	8389074	11391324	8589074	9214872
b)	Corporate/Wholesale Banking	19416231	18781319	16280577	19416231	16280577	17650973
c)	Retail Banking	8185357	7794806	7050007	8185357	7050007	8171253
d)	Other Banking Operations	697504	444001	345342	697504	345342	562516
	Sub Total	39690416	37913364	32265000	39690416	32265000	35599614
e)	Unallocated Liabilities	1233	1086	874	1233	874	82654
	Total Liabilities	39691649	37914450	32265874	39691649	32265874	35681668
x	Capital Employed (Segment Assets - Segment Liabilities)						
a)	Treasury	615954	591522	464567	615954	464567	492177
b)	Corporate/Wholesale Banking	1049880	1019857	880586	1049880	880586	942759
c)	Retail Banking	442601	423272	381321	442601	381321	436436
d)	Other Banking Operations	37716	24109	18679	37716	18679	9611
	Sub Total	2146151	2058760	1745153	2146151	1745153	1904416
e)	Unallocated	349550	322044	348750	349550	348750	249440
	Total Capital Employed	2495701	2380804	2093903	2495701	2093903	2150856

Note

- 1 Segment Liabilities are distributed in the ratio of their respective Segment Assets
- 2 As the operations outside India are less than the threshold limit of 10%, secondary segment information not been required to be furnished



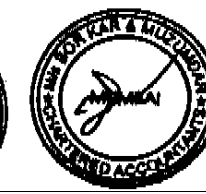
SUMMARISED BALANCE SHEET

(₹ In Crore)

Particulars	As at December 2011 (Reviewed)	As at December 2010 (Reviewed)	As at March 2011 (Audited)
Capital And Liabilities			
Capital	316.81	316.30	316.81
Reserves and Surplus	24640.20	20623.73	21191.75
Deposits	356516.68	288873.02	312898.73
Borrowings	26527.92	23721.37	31589.69
Other Liabilities and Provisions	13871.89	10064.35	12328.26
Total	421873.60	343597.77	378325.24
Assets			
Cash and Balances with Reserve Bank of India	19610.49	18794.42	23776.90
Balances with bank and Money at call and short notice	7866.93	4262.96	5914.31
Investments	116748.55	88310.68	95162.35
Advances	262605.18	221252.29	242106.87
Fixed Assets	3148.86	3013.01	3105.60
Other assets	11895.49	7864.41	8259.41
Total Assets	421873.60	343597.77	378325.24

NOTES

- The financial results have been prepared following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March, 2011.
- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meetings held on 31.01.2012. 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.
- The provision for non-performing assets, standard assets, standard derivative exposures and investment depreciation has been made on the basis of extant guidelines issued by the Reserve Bank of India on prudential norms for income recognition, asset classification and provisioning.
- Gratuity, pension, leave encashment, income tax and other usual and necessary provisions have been made on an estimated basis.
- 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 9,2011, an amount of ₹ 166.18 crore has been charged to Profit & Loss account during the current quarter (₹ 498.54 crore for the nine months) towards the amortization relating to enhancement in Gratuity limit and re-opening of pension option for existing employees. Unamortized liability carried forward ₹.2160.38 crores shall be charged proportionately in accordance with the said RBI guidelines.
- A sum of ₹ 10.95 crores representing one twentieth of transitional liability on account of other long term employee benefits i.e. Leave fare concession, accumulated compensating sick leave, Silver Jubilee Award has been charged to Profit & Loss A/c during the quarter. The balance unrecognized liability amounting to ₹ 10.75 crores will be charged off by 31st March, 2012.
- The Provisioning Coverage Ratio as at 31st Dec 2011 works out to 70.01. %.



8. Position of complaints from investors as on 31.12.2011:
- a. (a)Complaints pending at the beginning of the current quarter NIL
 - b. (b)Complaints received during the quarter 81
 - c. (c)Complaints disposed off during the quarter 73
 - d. (d)Complaints pending as on 31.12.2011 8

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


 (Anil Mattoo)
 Asstt. General Manager






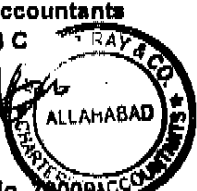
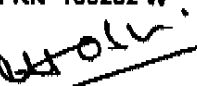






 (R R Voora)
 Dy. General Manager


 (V K Khanna)
 General Manager


 (Usha Ananthasubramanian)
 Executive Director


 (Rakesh Sethi)
 Executive Director


 (K R Kamath)
 Chairman & Managing Director

<p>For V K Verma & Co. Chartered Accountants FRN 008388 N</p> <p> (Pradeep Verma) Partner (M.No. 086393)</p> <p></p>	<p>For Mookherjee Biswas & Pathak Chartered Accountants FRN 301138 E</p> <p> (A Chatterjee) Partner (M.No. 081551)</p> <p></p>	<p>For Amit Ray & Co. Chartered Accountants ERN 000483 C</p> <p> (CVSK Rao) Partner (M.No. 70009)</p> <p></p>
<p>For Sarda & Pareek Chartered Accountants FRN 109282 W</p> <p> (Niranjan Joshi) Partner (M.No. 102789)</p> <p></p>	<p>For Borkar & Muzumdar Chartered Accountants FRN 101569 W</p> <p> (B M Agarwal) Partner (M.No. 33254)</p> <p></p>	<p>For G S Madhava Rao & Co. Chartered Accountants FRN 001907 S</p> <p> (G Manikya Prasad) Partner (M.No. 020105)</p> <p></p>

Place: New Delhi
 Date: 31.01.2012

LIMITED REVIEW REPORT

To,
The Board of Directors
Punjab National Bank
New Delhi

We have reviewed the accompanying statement of unaudited financial results of Punjab National Bank for the period ended 31st December 2011, 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. 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.

We conducted our review in accordance with the standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by 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.

In the conduct of our review, we have reviewed financial statements 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 585 branches, Chartered Accountant concurrent auditors of 220 branches and other firm of auditors of 2 overseas branches specifically appointed for this purpose. These review reports cover 79.69% of the advances portfolio of the bank excluding advance of asset recovery branches and outstanding food credit and 73.65% of non-performing assets. 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.

Based on our review conducted as above, 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. However, in accordance with RBI guidelines, with regard to compliance of Accounting Standard 15 (AS-15) "Employees Benefits", accounting treatment is done in the manner as mentioned in Note No. 5.

1. for V K Verma & Co.
Chartered Accountants
Firm Registration Number: 000356N

Pradeep Verma
Pradeep Verma
Partner

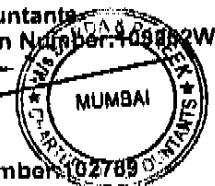
Membership Number: 088393



4. for SARDA & PAREEK
Chartered Accountants
Firm Registration Number: 109820W

Niranjan Joshi
Niranjan Joshi
Partner

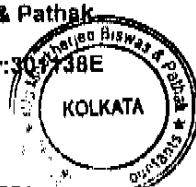
Membership Number: 02789



2. for Mookherjee Biswas & Pathak
Chartered Accountants
Firm Registration Number: 30038E

A Chatterjee
A Chatterjee
Partner

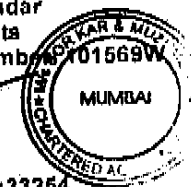
Membership Number: 061661



5. for Borkar & Muzumdar
Chartered Accountants
Firm Registration Number: 101569W

B.M. Agarwal
B.M. Agarwal
Partner

Membership Number: 33254



3. for Amit Ray & Co.
Chartered Accountants
Firm Registration Number: 000483C

CVSK Rao
CVSK Rao
Partner

Membership Number: 70009



6. for G S Madhava Rao & Co.
Chartered Accountants
Firm Registration Number: 01907S

G Manikya Prasad
G Manikya Prasad
Partner

Membership Number: 02010



Place: New Delhi
Date: 31.01.2012