



पंजाब नैशनल बैंक



punjab national bank

Share Department, Finance Division, HO Plot No.4 Sector 10, Dwarka, New Delhi-110075
Tel Nos : 011-28044866 E-mail : hosd@pnb.co.in

Ref: HO/FD/SD/FR/QTR3/FY19-20

04.02.2020

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 Bombay Stock Exchange Limited 1 st Floor, Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001
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Dear Sir(s),

Reg.: Outcome of the Board Meeting - Approval of Financial Results

The Exchange is hereby informed that the Board of Directors of the Bank at in its meeting held today i.e. 04.02.2020 which concluded at 01:25 PM considered and approved Reviewed/Unaudited Financial Results (Standalone & Consolidated) of the Bank for the quarter ended 31st December 2019.

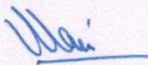
The copy of the Standalone and Consolidated Reviewed/Unaudited Financial Results are in the prescribed formats.

We request you to please take note of the results in terms of Regulation 33 of the SEBI (LODR) Regulations 2015. The Reviewed/Unaudited Financial Results shall also be placed on Bank's website (www.pnbindia.in)

Further disclosure of statement of deviation(s) or variation(s) under regulation 32(1) of LODR Regulations 2015 is not applicable on us.

Thanking you,

Yours faithfully,


(Balbir Singh)
Company Secretary



Encl: as above.



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Dear Sir(s),

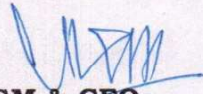
Declaration under Regulation 33 of SEBI (LODR) Regulations, 2015

Pursuant to Regulation 33 of SEBI (LODR) Regulations 2015, we hereby confirm and declare that the statutory auditors of the Bank M/s HDSG & Associates, M/s G.S. Mathur & Co., M/s MKPS & Associates, M/s M.K. Aggarwal & Co. and M/s A John Moris & Co., have issued audit report on the Standalone and Consolidated financial results of the Bank for quarter ended December 2019 with unmodified opinion.

You are requested to please take the above on record.

Thanking you,

Yours faithfully,


GM & CFO





PUNJAB NATIONAL BANK

FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER / NINE MONTHS ENDED DECEMBER, 2019

₹ In lacs

S.No.	Particulars	STANDALONE					CONSOLIDATED								
		Quarter Ended			Nine Months Ended		Year Ended 31.03.2019	Quarter Ended			Nine Months Ended			Year Ended 31.03.2019	
		31.12.2019 Reviewed	30.09.2019 Reviewed	31.12.2018 Reviewed	31.12.2019 Reviewed	31.12.2018 Reviewed		31.12.2019 Reviewed	30.09.2019 Reviewed	31.12.2018 Reviewed	31.12.2019 Reviewed	31.12.2018 Reviewed			
1	Interest Earned (a+b+c+d)	1382659	1329192	1303508	3994105	3847452	5131025	1383495	1385056	1325433	4071248	3907346	5214714	Audited	
	a) Interest / discount on advances / bills	883829	887632	891769	2659501	2627474	3508621	891449	895903	900798	2682325	2651777	3541649		
	b) Income on Investments	402215	375524	361690	1139754	1056344	1410597	422843	393670	375997	1195166	1093708	1462185		
	c) Interest on Balances with RBI & other Inter Bank Funds	66894	62383	46014	133835	149423	189139	65698	62284	45741	183129	150874	193719		
	d) Others	3331	3653	4035	11015	14212	22668	3505	3199	2897	10628	10987	17161		
2	Other Income	240480	226469	181916	674479	548800	737741	237629	229321	185061	676945	547834	736739		
A	TOTAL INCOME (1+2)	1596749	1555661	1485424	4668584	4396252	5868766	1621124	1584376	1510494	4748193	4455180	5951453		
3	Interest Expended	920764	902808	874503	2718080	2551851	3415394	936687	918284	887480	2763706	2588048	3465566		
4	Operating Expenses (a+b)	299695	296558	300935	869877	830996	1153848	304273	300601	304514	882056	841876	1168926		
	(a) Employees Cost	175147	167476	188422	510792	497328	696316	177551	169594	190328	517333	503538	704754		
	(b) Other operating expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	124548	129182	112513	359085	333668	457532	126722	131007	114186	364723	338338	464172		
B	TOTAL EXPENDITURE (3+4) (excluding provisions & contingencies)	1220459	1199466	1175438	3587957	3382847	4569242	1240960	1218885	1191994	3645762	3429924	4634492		
C	Operating Profit (A-B) (before Provisions & Contingencies)	376290	356195	309986	1080627	1013405	1299524	380164	365491	318500	1102431	1025256	1316961		
D	Provisions (other than tax) and contingencies of which provisions for Non Performing Assets	414604	292890	275384	908825	1826990	2834101	418551	309356	282444	935418	1845732	2853437		
		444536	325332	256577	984581	1528103	2443458	447100	296918	263609	1002159	1547190	2463038		
E	Exceptional items	0	0	0	0	0	0	0	0	0	0	0	0		
	Profit / (Loss) from ordinary activities before tax (G-H)	-38314	63305	34602	170802	-813585	-1534577	-38387	56135	36056	167013	-820476	-1536476		
F	Provision for Taxes (Tax Expenses)	10914	12600	9951	67462	-290999	-537028	11806	13132	11081	70980	-289375	-533835		
G	Net Profit (+)/Loss (-) from ordinary activities after tax (C-D-E-F)	-49228	50705	24651	103340	-522586	-997549	-50193	43003	24975	96033	-531101	-1002641		
H	Extraordinary items (net of tax expense)	0	0	0	0	0	0	0	0	0	0	0	0		
I	Net Profit / (Loss) for the period (G-H)	-49228	50705	24651	103340	-522586	-997549	-50193	43003	24975	96033	-531101	-1002641		
J	Share in profit of associates							12464	14174	20175	31921	36720	47639		
K	Share of minority							767	203	1357	2060	1290	2009		
	Net Profit / (Loss) after minority interest (+/-J-K)	-49228	50705	24651	103340	-522586	-997549	-58496	56974	43793	125894	-495671	-957011		
5	Paid up equity Share Capital (Face value ₹ 2/-each)	134751	92081	76040	134751	76040	92081	134751	92081	76040	134751	76040	92081		
6	Reserves excluding revaluation reserves (as per Balance sheet of previous year)						3683837						3728136		
7	Analytical Ratios														
	(i) Share holding of Govt. of India (%)	83.19	75.41	70.22	83.19	70.22	75.41	83.19	75.41	70.22	83.19	70.22	75.41		
	(ii) Capital Adequacy Ratio - Basel-III (%)	14.04	14.07	10.52	14.04	10.52	9.73	14.39	14.30	11.14	14.39	11.14	10.13		
a)	CET 1 Ratio	10.64	10.94	6.93	10.64	6.93	6.21	10.92	11.09	7.47	10.92	7.47	6.52		
b)	Additional Tier 1 Ratio	1.21	1.24	1.32	1.21	1.32	1.29	1.25	1.28	1.43	1.25	1.43	1.33		
	(iii) Earnings per Share (EPS) not annualized (in ₹)														
(a)	Basic and diluted EPS before extraordinary items	-0.83	1.10	0.70	2.05	-17.29	-30.94	-0.65	1.24	1.25	2.50	-16.40	-29.68		
(b)	Basic and diluted EPS after extraordinary items	-0.83	1.10	0.70	2.05	-17.29	-30.94	-0.65	1.24	1.25	2.50	-16.40	-29.68		
(iv)	NPA Ratios:														
(a)	Amount of Gross NPAs	7680920	7945809	7773333	7680920	7773333	7847270								
(b)	Amount of Net NPAs	3051892	3265869	3567512	3051892	3567512	3003766								
(c)	% of Gross NPAs	16.30	16.76	16.33	16.30	16.33	15.50								
(d)	% of Net NPAs	7.18	7.65	8.22	7.18	8.22	6.56								
(v)	Return on Assets (Annualised) %	-0.23	0.24	0.12	0.16	-0.88	-1.25								
														Not Applicable	

Not Applicable



SEGMENT REPORTING FOR THE QUARTER/NINE MONTHS ENDED 31st DECEMBER 2019

PART A – BUSINESS SEGMENTS

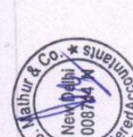
Sr. No	Particulars	Quarter Ended			Standalone			Consolidated			Year Ended
		31.12.2019	30.09.2019	Reviewed	31.12.2018	Reviewed	Reviewed	31.12.2019	Reviewed	Unreviewed	
1	Segment Revenue										
	(a) Treasury Operations	491247	485642	448385	1447014	1284192	1702649	508242	515623	1320720	1753309
	(b) Corporate/Wholesale Banking	556603	645795	504280	1584331	1584331	2109529	652451	512101	1745717	2137594
	(c) Retail Banking	32636	382057	503542	1395349	1423398	1905349	523933	384218	1401019	1913131
	(d) Other Banking Operations	26263	32167	29256	90474	104331	151239	27422	32085	91752	147419
	Total Revenue	1596749	1556611	1485423	4596584	4396252	5968766	1621124	1584377	4748193	5951453
2	Segment Results										
	(a) Treasury Operations	129375	135647	120129	429676	261829	375808	121341	142172	432139	375695
	(b) Corporate/Wholesale Banking	-198510	-78080	-173147	-329556	-1133400	-1939243	-190750	-69042	-337503	-1946196
	(c) Retail Banking	93724	67034	71567	247560	187088	187942	94860	44997	68059	194384
	(d) Other Banking Operations	8050	8208	6280	23841	25367	34605	7115	7512	5289	23338
	Total	32639	132809	105729	-659106	-1340938	32566	125639	106501	368733	-1342638
	Unallocated Expense	70953	69504	71128	207179	154479	193639	70953	69504	207179	193838
	Profit before Tax	-38314	63305	34601	170802	-813585	-1534577	-38387	56135	167013	-1490846
	Provision for Tax	10914	12600	9951	67462	-290999	-537028	11806	13132	70980	-533835
	Extraordinary items	-	-	-	-	-	-	-	-	-	-
	Share of Earnings in Associates (Net)	-	-	-	-	-	-	-	-	-	-
	Minority Interest	-	-	-	-	-	-	12454	14174	31921	47639
	Net profit	-49228	50705	24650	103340	-522586	-997549	-38496	56974	125894	-957011
3	Segment Assets										
	(a) Treasury Operations	28970579	26729707	21072084	28970579	21072084	21817299	30186636	27934877	21898445	22759125
	(b) Corporate/Wholesale Banking	31661460	33296627	33296627	31661460	33296627	35077593	32072754	33699947	35072754	35407242
	(c) Retail Banking	16587844	16284915	15647687	16587844	15647687	15658600	16689129	16375739	16689129	15730247
	(d) Other Banking Operations	2051274	2037618	2428716	2051274	2428716	2297481	2126095	2106451	2504954	2374541
	(e) Unallocated	2806841	2776389	2335496	2806841	2335496	2643973	2806840	2738388	2335496	2643973
	Total	82077998	80625243	74780610	82077998	74780610	77494946	83881454	82387553	76169089	78926579
4	Segment Liabilities										
	(a) Treasury Operations	27665480	25483548	20453301	27665480	20453301	21823319	28670110	26590726	21123843	21970800
	(b) Corporate/Wholesale Banking	30235139	31265701	32318872	30235139	32318872	34217459	30513733	31475067	32574568	34439009
	(c) Retail Banking	15840576	15525701	15818192	15840576	15818192	15924637	16250086	15924080	16250086	15924080
	(d) Other Banking Operations	1958866	1942623	2357397	1958866	2357397	1958866	1938475	1938475	1938475	2270817
	(e) Unallocated	485	485	485	485	485	485	38918	36197	35124	35084
	Total	75700545	74218062	70318438	75700545	70318438	73016233	77435933	75964545	71678676	74406828
5	Capital Employed										
	(a) Treasury Operations	1305099	1246159	618783	1305099	618783	534980	1516526	1344151	1516526	788325
	(b) Corporate/Wholesale Banking	1426321	1528909	977755	1426321	977755	860134	1559021	1717031	1125379	969233
	(c) Retail Banking	747268	759214	459485	747268	459485	383963	439043	451659	140066	49580
	(d) Other Banking Operations	92408	94995	71319	92408	71319	56337	163009	167976	149994	103724
	(e) Unallocated	2806357	2777904	2334820	2806357	2334820	2643299	2767922	2742191	2300372	2608889
	Total Capital Employed	6377453	6407181	4462172	6377453	4462172	4478713	6445521	6423008	4490413	4519751

PART B – GEOGRAPHICAL SEGMENTS

Sr. No	Particulars	Quarter Ended			Standalone			Consolidated			Year Ended
		31.12.2019	30.09.2019	Reviewed	31.12.2018	Reviewed	Reviewed	31.12.2019	Reviewed	Unreviewed	
1	Revenue										
	(a) Domestic	1568442	1521130	1446180	4569569	4261200	5703478	1503857	1503857	4261200	5743398
	(b) International	28307	34531	39243	99015	13052	162288	47943	80520	128463	208055
	Total	1596749	1556611	1485423	4669584	4396252	5968766	1621124	1584377	4748193	5951453
2	Assets										
	(a) Domestic	78532704	76280711	70854859	78532704	70854859	73290416	79476408	77259983	71405372	73874459
	(b) International	4344532	4344532	3925751	3925751	3925751	4405046	5127570	4405046	4763717	5052120
	Total	82077998	80625243	74780610	82077998	74780610	77494946	83881454	82387553	76169089	78926579

Notes :

- Segment Liabilities are distributed in the ratio of their respective Segment Assets.
- Figures of the previous period have been re-grouped/re-classified wherever necessary.





PUNJAB NATIONAL BANK

SUMMARISED STATEMENT OF ASSETS AND LIABILITIES

Particulars	Standalone					Consolidated			
	31.12.2019 (Reviewed)	30.09.2019 (Reviewed)	31.12.2018 (Reviewed)	31.03.2019 (Audited)	31.12.2019 (Reviewed)	30.09.2019 (Reviewed)	31.12.2018 (Unreviewed)	31.03.2019 (Audited)	
CAPITAL & LIABILITIES									
Capital	134751	92081	76040	92081	134751	92081	76040	92081	
Reserves & Surplus	6242702	4706000	4386132	4386632	6310770	4721827	4414373	4427670	
Share Application Pending Allotment		1609100				1609100			
Minority Interest					36111	33349	32312	32062	
Deposits	70854435	69578208	65038900	67603013	71512597	70142690	65594831	68187418	
Borrowings	3414997	3256171	3292595	3932591	4434750	4382009	4040322	4682797	
Other Liabilities and Provisions	1431113	1383683	1986943	1480629	1452475	1406497	2011211	1504551	
TOTAL	82077998	80625243	74780610	77494946	83881454	82387553	76169089	78926579	
ASSETS									
Cash & Balances with Reserve Bank of India	3226229	3785817	4995175	3212913	3246164	3805214	5005825	3233832	
Balances with Banks & Money at Call & Short Notice	8064436	5823825	2862665	4315891	8205726	5916419	3022995	4495765	
Investments	23730822	23913174	19500375	20212822	24813956	25021030	20196484	20972300	
Advances	42550449	42790289	43439930	45824920	43053826	43268528	43916377	46241623	
Fixed Assets	727427	735279	623862	622485	729910	737524	626133	624758	
Other Assets	3778635	3576859	3358603	3305915	3831872	3638838	3401275	3358301	
TOTAL	82077998	80625243	74780610	77494946	83881454	82387553	76169089	78926579	

Rs in Lacs



HDSG & Associates
Chartered Accountants

GS Mathur & Co.
Chartered Accountants

MKPS & Associates
Chartered Accountants

M K Aggarwal & Co.
Chartered Accountants

A John Moris & Co.
Chartered Accountants

"LIMITED REVIEW REPORT"

To
The Board of Directors,
Punjab National Bank
New Delhi

Introduction

1. We have reviewed the accompanying statement of Standalone unaudited financial results ("Statements") of **Punjab National Bank** (the "Bank") for the quarter and Nine Months ended December 31, 2019. The disclosures relating to "Pillar 3 under Basel III Capital Regulations" as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid Statements 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.

Scope of 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 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.

The Financial results incorporate the relevant returns of 20 Branches reviewed by us, 2 foreign branch reviewed by local auditors specially appointed for this purpose and unreviewed returns in respect of 5357 branches. 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 961 branches, in-house concurrent auditors of 720 branches to the Bank Management. These review reports cover 74.89% of the advances portfolio of the bank (excluding the advances of asset recovery branches and outstanding food credit) and 81.51% of the non-performing assets of the bank as at December 31, 2019. Apart from these review reports, 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.



Conclusion

3. Based on our review conducted as above, subject to limitation in scope as mentioned in Para 2 above, nothing has come to our attention that causes us to believe that the accompanying statement of Standalone unaudited interim financial results 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 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended 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 HDSG & Associates
CHARTERED ACCOUNTANTS
FRN 002871N

CA Dalbir Singh Gulati
PARTNER
(M.NO. 081024)
UDIN: 20081024AAAAAI7062



For GS Mathur & Co.
CHARTERED ACCOUNTANTS
FRN 008744N

CA S C Choudhary
PARTNER
(M.NO. 082023)
UDIN: 20082023AAAAAM5818



For MKPS & Associates
CHARTERED ACCOUNTANTS
FRN 302014E

CA Mahendra K Agrawala
PARTNER
(M.NO. 051764)
UDIN: 20051764AAAAAF5264



For M K Aggarwal & Co.
CHARTERED ACCOUNTANTS
FRN 001411N

CA Atul Aggarwal
PARTNER
(M.NO. 099374)
UDIN: 20099374AAAAAB9245



For A John Moris & Co.
CHARTERED ACCOUNTANTS
FRN 007220S

CA G Kumar
PARTNER
(M.NO.023082)
UDIN: 20023082AAAAAP3738



Place: New Delhi

Date: 04.02.2020

**Notes forming part of Standalone and Consolidated Financial results for the quarter/nine months ended
December 31, 2019:-**

- The financial results for the quarter/nine months ended 31st December, 2019, have been prepared in accordance with AS 25 Interim Financial Reporting issued by ICAI following the same accounting policies and practices as those followed in the annual financial statements for the year ended 31st March, 2019.
- The Consolidated Financial Results are prepared in accordance with Accounting Standard 21 on "Accounting for Consolidated Financial Statements" and Accounting Standard 23 on Accounting for "Investment in Associates" and Accounting Standard 27 on "Financial Reporting of Interest in Joint Ventures".
- The Consolidated Financial Statements of the Group comprise Financial Statements of 5 subsidiaries, 8 Associates & 1 Joint Venture. The consolidated results are prepared in accordance with section 133 of Companies Act, 2013 and regulation 33 of Securities & Exchange Board of India (SEBI) (Listing Obligation and Disclosure requirements, 2015).
- The above Financial Results have been reviewed by the Audit Committee of Board and approved by the Board of Directors in the meeting held on 04.02.2020. 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 financial results of the bank have been arrived at after considering provisions for non-performing assets, standard assets, restructured advances, standard derivative exposures, direct taxes including deferred tax, unhedged foreign currency exposure, depreciation on investment etc. on the basis of extant guidelines issued by Reserve Bank of India. Provisions for employee benefits pertaining to pension, gratuity and leave encashment have been made on estimation basis. Other usual and necessary provisions have been made on estimated basis for the quarter and are subject to adjustments, if any, at the year end.
- 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.
- As per RBI Letter no. DBR.No.BP.15199/21.04.048/2016-17 dated 23rd June, 2017 and letter no DBR.No.BP.1908/21.04.048/2017-18 dated 28th August, 2017 for the accounts covered under the provisions of Insolvency and Bankruptcy code (IBC), the bank is holding total provision of Rs 9649.80 crores (91.78% of Gross NPA advance) including additional provision of Rs 178.59 crores in said accounts as on Dec 31, 2019.
- During the quarter bank has availed dispensation for deferment of provision in respect of frauds amounting to Rs 238.84 crores in terms of option available as per RBI circular no DBR No.BP.BC.92/21.04.048/2015-16 dated 18.04.2016. Accordingly an amount of Rs 59.71 crores has been charged to profit and loss account during the quarter and Rs 179.13 crores has been deferred to subsequent quarters. Further out of unamortised amount of Rs 2284.32 crore upto quarter ended Sept 2019 an amount of Rs 887.57 crore has been charged to Profit and Loss account during the quarter and remaining amount of Rs 1396.75 crore has been carried forward to subsequent quarters. Total amount of remaining provision to be carried over to the subsequent quarters is Rs 1575.88 crore.
- Pursuant to the proposed bipartite agreement on wage revision (due with effect from November 2017), a sum of Rs 130.84 crore has been provided during the quarter towards wage revision on estimated basis. (Cumulative provision; Rs 783.57 crores).
- During the September 2019 quarter, Government of India infused Rs 16091 Crore which was shown under Share Application Money, pending allotment. The said share application money was treated as part of CET 1 capital as on 30th Sep'2019 as permitted by RBI vide its letter No. DBR.CO.BP.No. 3021/21.01.002/2019-20 dated 15.10.2019. During the current quarter, the bank has allotted 213,35,18,960 number of equity shares of Rs.2/- each fully paid at an issue price of Rs.75.42(including premium of Rs.73.42 per share). Govt of India's holding in the bank has increased to 83.19% as on 31st December, 2019.
- As per RBI Circular No DBR.No.BP.BC.18/21.04.048/2018-19 dated 1st January 2019 on restructuring of Advances – MSME sector, the details of restructured accounts as on 31.12.2019 are as under:

No. of Accounts Restructured	Amounts (Rs. in Crores)
34044	1571.16

- The Government of India has pronounced Section 115BAA of the Income Tax Act, 1961 through Taxation Laws (Amendment) Ordinance, 2019. Bank continues to recognise the taxes on Income for the quarter and nine months ended 31st December, 2019 as per the earlier provisions of Income Tax Act. The Bank is in the process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the ordinance for the purpose of these results.
- The Provisioning Coverage Ratio as at 31st December 2019 works out to 75.27%.



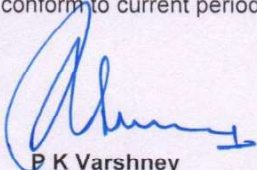
14. Pursuant to the Accounting Standard – 10 (Revised 2016) on Property, Plant & Equipment, applicable from 1st April 2017, depreciation of Rs 19.98 Crores for the quarter on revalued portion of Fixed Assets has been transferred during the year from the Revaluation Reserve to Revenue Reserve instead of Crediting to Profit & Loss Account.
15. Details of Investor's complaints for the quarter ended December 31, 2019: Pending at Beginning: Nil; Received: Nil; Disposed of: Nil; Closing: Nil.
16. The consolidated financial figures for the quarter and Nine Months ended December 31, 2018 has been certified by the management but unaudited/unreviewed by the auditors. In terms of SEBI (Listing Obligation and Disclosure Requirement) guidelines, the listing entities need to submit quarterly consolidated financial results in addition to standalone financial results from April 01, 2019 onwards.
17. In accordance with SEBI regulations, for the purpose of consolidated financial results of the quarter and nine months ended December 31, 2019, minimum eighty percent of consolidated revenue, assets and profits have been included subject to limited review.
18. As per RBI Circular No.DBR.BPBC No.32/21.04.018/2018-19 dated April 1,2019, in case the additional Divergence in Assets classification and Provisioning for NPAs assessed by RBI exceeds 10% of the reported profit before provisions and contingencies and /or additional gross NPAs identified by RBI exceeds 15% of the published incremental gross NPAs for the reference period, then the banks are required to disclose divergence from prudential norms on income recognition, assets classification and provisioning. in compliance to Risk Assessment Report (RAR) of RBI for the year 2018-19, details of divergence reported are as under:

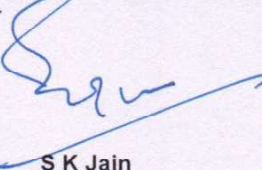
Sr. No.	Particulars	(Rs in Crores)
1	Gross NPAs as on March 31,2019 as reported by the Bank	78472.70
2	Gross NPAs as on March 31,2019 as assessed by RBI	81089.70
3	Divergence in Gross NPAs (2-1)	2617.00
4	Net NPAs as on March 31, 2019 as reported by the Bank	30037.66
5	Net NPAs as on March 31, 2019 as assessed by RBI	32654.66
6	Divergence in Net NPAs (5-4)	2617.00
7	Provisions for NPAs as on March 31, 2019 as reported by the Bank	48151.15
8	Provision for NPAs as on March 31, 2019 as assessed by RBI	50242.15
9	Divergence in Provisioning (8-7)*	2091
10	Reported Net Profit after Tax (PAT) for the year ended March 31, 2019	-9975.49
11	Adjusted (notional) Net Profit after Tax (PAT) for the year ended March 31, 2019 after taking into account the divergence in provisioning	-11335.90

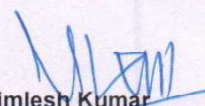
Note: Provision in column 9 is excluding of DICGC/ECGC claims received by the bank.

The impact of such divergence has been duly accounted for in the Quarter Ended December 2019.

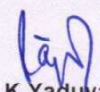
19. The figures for the quarter ended December 31, 2019 are the balancing figures between reviewed figures in respect of the Nine Month ended December 31, 2019 and the published year to date figures up to September 30, 2019.
20. The Board of Directors in its meeting held on September 5, 2019 has considered and accorded its "In principle approval" for amalgamation of the Oriental Bank Of Commerce and United Bank Of India into the Punjab National Bank as advised by the Alternative mechanism of Government Of India and to commence process of Amalgamation subject to all applicable approvals.
21. Figures of the previous periods have been regrouped / rearranged / re-classified wherever necessary to conform to current period's classification.

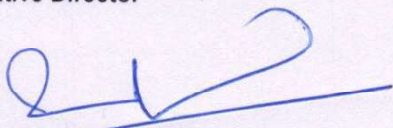

P K Varshney
Assistant General Manager

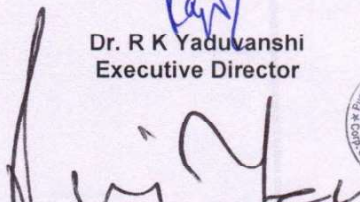

S K Jain
Deputy General Manager


Vimlesh Kumar
General Manager


A K Azad
Executive Director


Dr. R K Yaduvanshi
Executive Director


CH. S. S Mallikarjuna Rao
Managing Director & CEO


Sunil Mehta
Chairman



For HDSG & Associates
CHARTERED ACCOUNTANTS
FRN 002871N

CA Dahir Singh Gulati
PARTNER
(M.NO. 081024)



For GS Mathur & Co.
CHARTERED ACCOUNTANTS
FRN 008744N

CA S C Choudhary
PARTNER
(M.NO.082023)



For MKPS & Associates
CHARTERED ACCOUNTANTS
FRN 302014E

CA Mahendra K Agrawala
PARTNER
(M.NO. 051764)



For M K Aggarwal & Co.
CHARTERED ACCOUNTANTS
FRN 001411N

CA Atul Aggarwal
PARTNER
(M.NO. 099374)



For A John Moris & Co.
CHARTERED ACCOUNTANTS
FRN 007220S

CA G Kumar
PARTNER
(M.NO.023082)



Place: New Delhi
Date: 04.02.2020

HDSG & Associates
Chartered Accountants

GS Mathur & Co.
Chartered Accountants

MKPS & Associates
Chartered Accountants

M K Aggarwal & Co.
Chartered Accountants

A John Moris & Co.
Chartered Accountants

"Independent Auditor's Review Report On Consolidated Unaudited Quarterly results of the Bank Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015"

To
The Board of Directors of
Punjab National Bank

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **The Punjab National Bank** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), its jointly controlled entities and its share of the net profit/(loss) after tax of its associates for the quarter ended 31st December 2019 and for the period from 1st April 2019 to December 31, 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, except for the disclosures relating to consolidated Pillar 3 disclosure as at 31st December, 2019, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31st December, 2018 and the corresponding period from April 1, 2018 to December 31, 2018, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review by us since the requirement of submission of quarterly consolidated financial results has become mandatory only from April 1, 2019.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's 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 under Section 133 of the Companies Act, 2013, 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 of the Statement in accordance with the Standard on Review Engagements (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 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:



Parent: Punjab National Bank



Subsidiaries:

- i) PNB Gilts Ltd.
- ii) PNB Investment Services Ltd.
- iii) PNB Insurance Broking Pvt Ltd*.
- iv) Punjab National Bank (International) Ltd., UK.
- v) Druk PNB Bank Ltd, Bhutan.

*Steps are being taken for winding up of the company as the license has already been surrendered on 14.02.2011.

Associates:

- i) PNB MetLife India Insurance Company Ltd
- ii) JSC (Tengri Bank) Almaty, Kazakhstan
- iii) Dakshin Bihar Gramin Bank, Patna
- iv) Sarva Haryana Gramin Bank, Rohtak
- v) Himachal Pradesh Gramin Bank, Mandi
- vi) Punjab Gramin Bank, Kapurthala
- vii) Prathama UP Gramin Bank, Moradabad
- viii) PNB Housing Finance Limited

Joint Venture:

- i) Everest Bank Limited, Kathmandu, Nepal

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the branch auditors and other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standard, RBI Guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, except for the disclosures relating to consolidated Pillar 3 disclosure as at 31st December, 2019, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us, or that it contains any material misstatement.

6. We did not review the interim financial results of 1661 branches included in the standalone unaudited interim financial statements of the entities included in the Group, whose results reflect total advances of Rs 186724.08 crores as at 31st December, 2019 and total revenues of Rs.11051.43 crores for the period from 1st April 2019 to 31st December, 2019, as considered in the respective standalone unaudited interim financial results of the entities included in the Group. The interim financial results of these branches have been reviewed by the external concurrent auditors/in-house concurrent auditors (including retired employees of the bank) whose reports have been furnished to us and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

7. The consolidated unaudited financial results includes the unreviewed 5357 branches included in the standalone unaudited results of the entities included in the Group, whose results reflect total advances of Rs.1,16,329.66 crores as at 31st December, 2019 and total revenues of Rs 2004.68.crores for the quarter and Rs 6566.52 Crores for the period from April 1, 2019 to December 31, 2019, as considered in the respective standalone unaudited financial results of the entities included in the Group.

8. The Consolidated unaudited financial results includes the Group's share of net profit/(loss) after tax of Rs 90.75 crores for the quarter ended 31st December, 2019 and Rs 317.24 crores for the period from April 1, 2019 to December 31, 2019, as considered in the consolidated unaudited financial results, in respect of one associate, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditor whose reports have been furnished to us by the management and our conclusion on the Statement, in



so far as relates to the amounts and disclosures in respect of associates, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above..

9. The consolidated unaudited financial results includes the interim financial results of 5 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 19709.01 crores as at 31st December, 2019, revenue of Rs. 268.37 crores for the quarter ended 31st December, 2019 and revenue of Rs. 856.84 crores for the period from April 1 2019 to December 31st 2019, and total net profit/ (loss) after tax of Rs. (9.75) crores for the quarter ended 31st December, 2019, and net profit/(loss) after tax of Rs. (73.10) crores for the period from April 1, 2019 to December 31, 2019, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of net profit after tax of Rs. 33.90 crores for the quarter ended 31st December, 2019, and Rs. 124.87 crores for the period from April 1, 2019 to December 31, 2019, as considered in the consolidated unaudited financial results, in respect of 7 associates and 1 jointly controlled entity, based on their interim financial results which have not been reviewed by their auditors.

According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For HDSG & Associates
CHARTERED
ACCOUNTANTS
FRN 002871N



CA Dalbir Singh Gulati
PARTNER

(M.NO. 081024)

UDIN: 20081024AAAAAJ4173

For GS Mathur & Co.
CHARTERED
ACCOUNTANTS
FRN 008744N



CA S G Choudhary
PARTNER

(M.NO. 082023)

UDIN: 20082023AAAAAN5462

For MKPS & Associates
CHARTERED
ACCOUNTANTS
FRN 302014E



CA. Mahendra K Agrawala
PARTNER

(M.NO. 051764)

UDIN: 20051764AAAAAG7301

For M K Aggarwal & Co.
CHARTERED
ACCOUNTANTS
FRN 001411N



CA Atul Aggarwal
PARTNER

(M.NO. 099374)

UDIN: 20099374AAAAAC9940

For A John Moris & Co.
CHARTERED
ACCOUNTANTS
FRN 007220S



CA G Kumar
PARTNER

(M.NO.023082)

UDIN: 20023087AAAAACM6598

Place: New Delhi

Date: February 4, 2020