



DRUK PNB BANK LTD
CO: THIMPHU

BALANCE SHEET
AS ON
31.03.2019



AUDITORS' REPORT

1. We have audited the attached Balance Sheet of Druk PNB Bank Ltd as at **31st March, 2019** and Profit & Loss account for the year ended on that date in which we incorporated transactions of Thimphu, Phuentsholing, Wangdue, Gelephu, Paro, Dangdung (Trongsa) and Samtse Branches. We have also examined the cash flow annexed to the Balance Sheet for the year on that date. The financial statements are the responsibility of the Bank management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement(s). An audit includes examining on test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation.
3. We report that:
 - (i) The Balance Sheet read with the significant Accounting Policies and the notes thereon is a full and fair Balance Sheet containing all necessary particulars and is properly drawn up on so as to exhibit a true and fair view of the affairs of the bank as at 31st March, 2019.
 - (ii) The Profit & Loss account read with the significant Accounting Policies and the notes thereon shows a true and fair view of the affairs of the bank as at 31st March, 2019 and
 - (iii) The Cash Flow statement gives a true and fair view of the cash flow for the period ended 31st March, 2019



4. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit and have found them to be satisfactory.
5. The transactions of the bank, which have come to our notice, have been within the powers of the Bank.
6. The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit.

**For , M.P.Sureka & Co.
Chartered Accountants (FR No.322097E)**

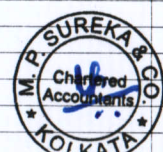



**(M.P.Sureka) (Membership No.050560)
PARTNER**

**Date: 03.05.2019
Place: Thimphu , Bhutan**

NAME OF SUBSIDIARY:-		Druk PNB Ltd	
		AS ON 31.03.2019	
		(' Rs in Thousand)	
	Schedule	'As on 31.03.2019	'As on 31.03.2018
CAPITAL & LIABILITIES			
Capital	1	700,000.00	450,000.00
Reserves & Surplus	2	1,057,668.00	740,104.00
Minority Interest	2A	-	-
Deposits	3	12,270,501.00	10,797,320.00
Borrowings	4	150,000.00	150,000.00
Other Liabilities and Provisions	5	888,163.00	844,747.00
TOTAL		15,066,332.00	12,982,171.00
ASSETS			
Cash and Balances with Reserve Bank of India	6	2,066,855.00	2,377,421.00
Balances with Banks & Money at call & short notice	7	760,815.00	1,003,062.00
Investments	8	2,824,498.00	2,910,121.00
Loans & Advances	9	9,141,463.00	6,459,858.00
Fixed Assets	10	73,964.00	56,564.00
Other Assets	11	198,737.00	175,145.00
TOTAL		15,066,332.00	12,982,171.00
Contingent Liabilities	12	3,694,033.00	2,853,938.00
Bills for Collection			

NAME OF SUBSIDIARY:-		Druk PNB Ltd	
		FOR THE PERIOD ENDED 31st March 2019	
		(' Rs in Thousand)	
	Schedule	Period ended 31.03.2019	Period ended 31.03.2018
I. INCOME			
Interest earned	13	947,331.00	750,435.00
Other Income	14	129,180.00	144,654.00
TOTAL		1,076,511.00	895,089.00
II. EXPENDITURE			
Interest expended	15	482,203.00	425,600.00
Operating expenses	16	181,490.00	147,131.00
Provisions and Contingencies		137,428.00	132,468.00
TOTAL		801,121.00	705,199.00
Consolidated Net Profit for the year of the parent & subsidiaries before Minority Interest		275,390.00	189,890.00
Less : Minority Interest		-	-
Consolidated Net Profit for the year of the parent & subsidiaries after Minority Interest		275,390.00	189,890.00
Share of earnings in Associates (net)	17	-	-
Consolidated Net Profit for the year attributable to Add : Brought forward consolidated profit attributable to the group		275,390.00	189,890.00
Add: Transferred from Capital Reserve		-	-
Profit available for Appropriation		275,390.00	189,890.00

	B	C	D	E	F	G
654						
655	APPROPRIATIONS					
656	Transfer to Reserves (Net) :					
657	Statutory Reserve		188,770.00		133,211.00	
658	Capital Reserve - Others		-		-	
659	Investment Fluctuation Reserve		-		-	
660	Other Reserve		-		-	
661	Special Reserve*		3,495.00		2,679.00	
662	Dividend Including Dividend Tax					
663	Proposed Dividend for 2018-19		83,125.00		54,000.00	
664	Interim Dividend		-		-	
665						
666	Balance carried over to consolidated Balance Sheet					
667			-----		-----	
668		TOTAL	275,390.00		189,890.00	
669			=====		=====	
670						
671	Earnings per Share (In Rs.) Non-Annualised		4.67		4.22	
672						
673	Accounting Policy & Notes on Accounts	18				
674						
675						
676	Signed in terms of our report of even date					
677						
678						
679	For Druk PNB Bank Ltd		For M.P Sureka & Co.			
680			Chartered Accountants (FR No. 322097E)			
681						
682						
683						
684						
685	(D.K. Gupta)					
686	Chief Executive Officer					
687						
688	Date:- 03 MAY 2019					
689	Place:- Thimphu					



M.P. Sureka

M.P.Sureka (Membership No.050560)
Partner



DRUK PNB BANK , CORPORATE OFFICE , THIMPHU			
SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-		Druk PNB Ltd	
SCHEDULE 1 - CAPITAL		(' Rs in Thousand)	
		As on 31.03.2019	As on 31.03.2018
Authorised Capital		1,000,000.00	1,000,000.00
Issued & Subscribed		700,000.00	450,000.00
Paid up		700,000.00	450,000.00
TOTAL		700,000.00	450,000.00
SCHEDULE 2 - RESERVES & SURPLUS			
I. Statutory Reserve			
Opening Balance		700,904.00	567,693.00
Addition during the year		189,069.00	133,211.00
Add/(Less) : Adjustment during the year			
		889,973.00	700,904.00
II. Capital Reserve			
a). Revaluation Reserve			
Opening Balance			
Addition during the year			
Deduction during the year			
(being Depreciation on revalued portion of Property)			
Add/(Less) : Adjustment during the year			
Total			
b. Others			
Opening Balance			
Addition during the year			
Total			
Total (a+b)			
IIA.Capital Reserve on consolidation			
IIB.Capital Reserve on consolidation (Goodwill)			
Total (II A +IIB)			



SCHEDULES TO THE CONSOLIDATED ACCOUNTS

NAME OF SUBSIDIARY:-

Druk PNB Ltd

(' Rs in Thousand)

III. Revenue and Other Reserve

'As on 31.03.2019

As on 31.03.2018

a. Investment Fluctuation Reserve

Opening Balance

Addition during the year

Less: Trf to P & L Account

b. Other Reserve

Opening Balance

Addition during the year

Less: Transferred to Special Reserve

Less: Adjustment related to Prior years

Less: Transitory Liability (AS-15)

Less: Payment for Interblocked accounts

Add/(Less) : Adjustment during the year

c. Exchange Fluctuation Reserve

Opening Balance

Add: Addition during the year (Net)

Less: Withdrawn during the year (Net)

Add/(Less) : Adjustment during the year

Total

IV. Share Premium

Opening Balance

Addition during the year

Add/(Less) : Adjustment during the year

Total

V. Special Reserve

Opening Balance

Addition during the year

Add Transfer from other reserve

Add/(Less) : Adjustment during the year

Total

VI. Foreign Currency Translation Reserve

Opening Balance

Addition during the year

Deduction during the year

Total

VII. Balance in Profit & Loss Account

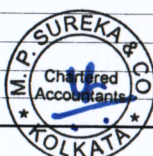
Total I,II,III,IV,V,VI, VII

Schedule 2A - Minority Interest

Minority Interest at the date on which the parent subsidiary relationship came into existence

Subsequent increase

Minority Interest at the date of balance sheet



SCHEDULES TO THE CONSOLIDATED ACCOUNTS

NAME OF SUBSIDIARY:-

Druk PNB Ltd

(' Rs in Thousand)

SCHEDULE 3 - DEPOSITS

'As on 31.03.2019

As on 31.03.2018

A. I DEMAND DEPOSITS

(i) From Banks	53,317.00	130,788.00
(ii) From Others	1,331,159.00	1,781,307.00
	1,384,476.00	1,912,095.00

II SAVINGS BANK DEPOSITS

3,559,364.00 **3,254,411.00**

III TERM DEPOSITS

(i) From Banks	1,265,828.00	553,858.00
(ii) From Others	6,060,833.00	5,076,956.00
	7,326,661.00	5,630,814.00

TOTAL of I, II, III

12,270,501.00 **10,797,320.00**

- B. (i) Deposits of branches in Bhutan
(ii) Deposits of branches outside India

12,270,501.00 10,797,320.00

TOTAL of i, ii

12,270,501.00 **10,797,320.00**

SCHEDULE 4 - BORROWINGS

I. Borrowings in India

- (i) Reserve Bank of India
(ii) Other Banks
(iii) Other Institutions and Agencies
(iv) Unsecured redeemable Bonds
a) Tier-1 Bonds (Perpetual Debt Instruments)
b) Upper Tier II Bonds
c) Subordinated Debts for Tier II Capital

150,000.00 150,000.00

II. Borrowings Outside India

TOTAL of I, II

150,000.00 **150,000.00**

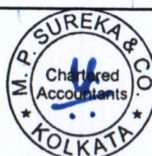
Secured Borrowings included in I & II above

SCHEDULE 5 - OTHER LIABILITIES AND PROVISIONS

I. Bills payable	121,584.00	58,375.00
II. Inter-office adjustments (net)	31,886.00	
III. Interest accrued	223,909.00	217,015.00
IV. Defferd Tax Liability		
V. Others (including Provisions)	510,784.00	569,357.00

TOTAL OF I, II, III, IV

888,163.00 **844,747.00**



SCHEDULES TO THE CONSOLIDATED ACCOUNTS

NAME OF SUBSIDIARY:-

Druk PNB Ltd

SCHEDULE 6 - CASH AND BALANCES WITH RESERVE BANK OF INDIA

(` Rs in Thousand)

'As on 31.03.2019

As on 31.03.2018

I. Cash in hand (including Foreign Currency Notes)

103,430.00

131,671.00

II. Balance with Reserve Bank of India

(i) in Current account

1,963,425.00

2,245,750.00

(ii) in Other Accounts

1,963,425.00

2,245,750.00

TOTAL OF I, II

2,066,855.00

2,377,421.00

SCHEDULE 7- BALANCES WITH BANKS & MONEY AT CALL & SHORT NOTICE

I. In Bhutan

(i) Balance with Banks:

(a) In Current accounts

76,588.00

117,150.00

(b) In Other Deposit accounts

76,588.00

117,150.00

(ii) Money at Call and Short Notice:

(a) with Banks

(b) with Other Institutions

TOTAL (i & ii)

76,588.00

117,150.00

II. Outside Bhutan

(i) In Current accounts

684,227.00

885,912.00

(ii) In Other Deposit accounts

(iii) Money at Call & Short Notice

TOTAL

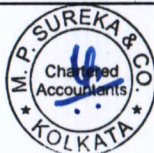
684,227.00

885,912.00

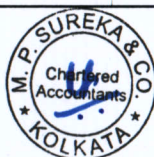
GRAND TOTAL (I & II)

760,815.00

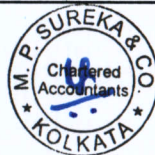
1,003,062.00



SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-	Druk PNB Ltd		
			(Rs in Thousand)
SCHEDULE 8 - INVESTMENTS	'As on 31.03.2019	As on 31.03.2018	
I. Investments in India in			
(i) Government Securities			
(ii) Other approved securities			
(iii) Shares			
(iv) Debentures and Bonds			
(v) Investment in Associates (on equity method)			
(vi) Others			
(Initial Capital in UTI and its units- 64 :			
(Various Mutual Funds & Commercial Paper etc.)			
TOTAL of I			
II. Investments outside India			
(i) Government Securities			
(ii) Investment in Subsidiaries & JVs abroad			
(iii) Other investments			
TOTAL of II			
III. Investments in India			
I) Gross value of Investments			
ii) Less: Aggregate of Provisions for Depreciation			
iii) Net Investment			
IV. Investments outside India			
I) Gross value of Investments	2,824,498.00		2,910,121.00
ii) Less: Aggregate of Provisions for Depreciation			
iii) Net Investments	2,824,498.00		2,910,121.00
GRAND TOTAL of (I), (II)	2,824,498.00		2,910,121.00



SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-		Druk PNB Ltd	
		(' Rs in Thousand)	
SCHEDULE 9 - ADVANCES		As on 31.03.2019	As on 31.03.2018
A. i) Bills Purchased and discounted		-	
ii) Cash Credits, overdrafts and loans repayable on demand		3,540,884.00	2,138,527.00
iii) Term Loans		5,600,579.00	4,321,331.00
Total		9,141,463.00	6,459,858.00
B. i) Secured by Tangible Assets (including advances against book debts)		9,019,382.00	6,443,339.00
ii) Covered by Bank/Govt. Guarantees			
iii) Unsecured		122,081.00	16,519.00
Total		9,141,463.00	6,459,858.00
C. (I) Advances in India			
i) Priority Sector			
ii) Public Sector			
iii) Banks			
iv) Others			
Total		-	-
C. (II) Advances outside India			
i) Due from banks			
ii) Due from others			
(a) Bills purchased & discounted		-	
(b) Term Loans		5,051,371.00	4,321,331.00
(c) Others		2,784,334.00	2,138,527.00
Total		7,835,705.00	6,459,858.00
GRAND TOTAL of C (I) & C (II)		9,141,463.00	6,459,858.00



SCHEDULES TO THE CONSOLIDATED ACCOUNTS

NAME OF SUBSIDIARY:-

Druk PNB Ltd

(' Rs in Thousand)

SCHEDULE 10 - FIXED ASSETS

'As on 31.03.2019

As on 31.03.2018

I. Premises (including Land)

-At cost as on 1st April of the year
-Additions during the year
Less: Deductions during the year
-Revaluation
Less: Depreciation to date

-

-

II. Other Fixed Assets (including furniture & fixtures)

-At cost as on 1st April of the year
-Revaluation due to exchange rate fluctuation
-Additions during the year
Less: Deductions during the year
Less: Depreciation to date

171,929.00

153,817.00

33,760.00

24,797.00

983.00

4.00

133,689.00

122,046.00

71,017.00

56,564.00

III. Computer Software

-At cost as on 1st April of the year
-Revaluation due to exchange rate fluctuation
- Additions during the year
- Deductions during the year
Less: Amortised to date

6,681.00

553.00

3,181.00

2,947.00

-

IV. Leased Assets

-At cost as on 1st April of the year
-Additions during the year
-Deductions during the year
Less: Amortised to date

4,461.00

4,461.00

-

-

4,461.00

4,461.00

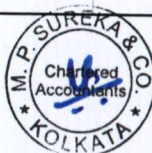
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TOTAL OF I, II, III, IV

73,964.00

56,564.00



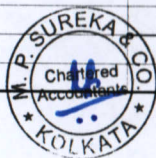
SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-	Druk PNB Ltd		
			(` Rs in Thousand)
SCHEDULE 11 - OTHER ASSETS	As on 31.03.2019	As on 31.03.2018	
I. Interest accrued	55,214.00	113,409.00	
II. Tax paid in advance/tax deducted at source (net of provisions)			
III. Stationery and Stamps	3,190.00	2,860.00	
IV. Non Banking assets acquired in satisfaction of claims			
V. Deferred Tax asset (net)	536.00	237.00	
VI. Others	139,797.00	58,639.00	
TOTAL of I, II, III, IV, V, VI	198,737.00	175,145.00	
SCHEDULE 12 - CONTINGENT LIABILITIES			
I.(i) Claims against the Bank(Group) not acknowledged as debts			
I (ii). Disputed income tax and interest tax demands under appeal, references, etc.			
II. Liability for partly paid investments			
III. Liability on account of outstanding forward exchange contracts			
IV. Guarantees given on behalf of constituents			
(a) In India	665,199.00	846,315.00	
(b) Outside India	2,506,042.00	1,731,791.00	
V. Acceptance, Endorsements and Other obligations	522,792.00	275,832.00	
VI. Other items for which the Bank (Group) is contingently liable			
TOTAL of I, II, III, IV, V, VI	3,694,033.00	2,853,938.00	



SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-		Druk PNB Ltd	
		(' Rs in Thousand)	
SCHEDULE 13 - INTEREST AND DIVIDENDS EARNED		Period Ended	Period Ended
		'As on 31.03.2019	31.03.2018
I. Interest/discount on Advances/Bills		829,839.00	632,540.00
II. Income on Investments		117,492.00	117,895.00
III. Intt on balances with Reserve Bank of India & other inter-bank funds			
IV. Others			
TOTAL of I, II, III, IV		947,331.00	750,435.00
		=====	=====
SCHEDULE 14 - OTHER INCOME			
I. Commission, Exchange & Brokerage		114,453.00	124,894.00
II. Profit on sale of land, buildings and other assets			
Less: Loss on sale of land, buildings and other assets			
		114,453.00	124,894.00
III. Dividend Income from Mutual Fund			
IV. Profit on Exchange Transaction		13,823.00	19,302.00
Less: Loss on Exchange Transaction			
		13,823.00	19,302.00
V. Profit on sale of Investments			
Less: Loss on sale of investments			
		-	-
VI. Profit on Revaluation of Investments			
Less: Loss on Revaluation of Investments			
		-	-
VII. Income earned by way of dividends etc. from subsidiaries/companies and or /joint ventures in india or abroad			
VIII. Miscellaneous Income		904.00	458.00
TOTAL of I, II, III, IV, V, VI,VII,VIII		129,180.00	144,654.00
		=====	=====

M. P. SUREKA & CO.

Chartered Accountants



SCHEDULES TO THE CONSOLIDATED ACCOUNTS			
NAME OF SUBSIDIARY:-		Druk PNB Ltd	
		(Rs in Thousand)	
		Period Ended	Period Ended
SCHEDULE 15 - INTEREST EXPENDED		'As on 31.03.2019	31.03.2018
I. Interest on Deposits		482,203.00	425,600.00
II. Interest on Reserve Bank of India/ inter-bank borrowings			
III. Others			
TOTAL of I, II, III		482,203.00	425,600.00
SCHEDULE 16 - OPERATING EXPENSES			
I. Payment to and provisions for employees		83,953.00	63,536.00
II. Rent, Taxes and Lighting		15,169.00	14,450.00
III. Printing & Stationery		2,135.00	1,680.00
IV. Advertisement & Publicity		1,909.00	356.00
V. Depreciation on bank's property Less: Adjusted with Revaluation Reserve		19,877.00	12,357.00
		19,877.00	12,357.00
VI. Directors' Fees, allowances and expenses		270.00	375.00
VII. Auditors' fees and expenses (including statutory auditor of subsidiaries, branch auditors' fees & expenses)		275.00	275.00
VIII. Law charges		894.00	1,239.00
IX. Postage, Telegrams, Telephones, etc.		13,180.00	13,170.00
X. Repairs & Maintenance		10,430.00	6,577.00
XI. Insurance		1,482.00	1,483.00
XII. Other expenditure		31,916.00	31,633.00
TOTAL of I to XII		181,490.00	147,131.00
SCHEDULE 17 - SHARE OF EARNINGS/LOSS IN ASSOCIATES			
(a) Share of Earnings in Associates in India			
(b) Share of Earnings in Associates outside India			
TOTAL of (a & b)		-	-



SCHEDULE 18:NOTES ON ACCOUNTS

1. Druk PNB Bank Limited was incorporated under the Companies Act of Bhutan 2000 jointly by the Punjab National Bank, a Commercial Bank registered in India and Bhutanese promoters, wherein Punjab National Bank participated in Equity Share capital to the extent of 51% as per the Joint Venture Agreement.

- Druk PNB Bank Limited does not have any subsidiary.
- Druk PNB Bank Limited does not have any associates.

2. The break-up of Capital Reserve/Goodwill:

Particulars	As on 31.03.2019
Goodwill	NIL
Capital Reserve	175.77Crore
Goodwill (Net)	NIL
Capital Reserve on consolidation	175.77Crore

- 2.1 Perpetual bonds / subordinated debt raised as Tier I and Tier II Capital –Bank has received Nu. 150 million from the Ministry of Finance, RGoB on 9th April, 2014 in the form of subordinated debt (1,50,000 scripts of subordinated bonds at face value of Nu. 1,000/- each) having maturity of 10 years and coupon rate of 6%, payable annually. These perpetual bonds / subordinated debts were raised as Tier II Capital by the Bank during 2014.

3. The Accounting Year of the Bank is from January to December as per provisions of the Bhutan laws. Figures pertaining to Income & Expenditure for the period 1st April'18 to 31st March'19 have been derived from books of accounts of the year 2018 and 2019(up to 31st March) for the purpose of preparation of these accounts. No significant discrepancies, which may have consequential impact on profitability, arose in course of such derivation process.

4. Disclosure:

- 4.1(a) AS 5 – There were no material prior period income / expenditure items that required disclosure.

- (b) AS 5 – There have been no changes in the accounting policies during the year.



4.2 AS 10 – Depreciation accounting – break up of total depreciation for the year

Particulars (Class of Assets)	Year ended 31.03.2019 (Amt. in INR – Crore)
Premises	0.00
Other Fixed Assets	1.34
Leased Assets	0.00
Computer Software	0.00
Total	1.34

4.3AS 9 – Revenue Recognition:–

- Income / Expenditure (other than items referred to in paragraph 11.3) are generally accounted for on accrual basis.
- Income on non-performing assets is recognized on realization as per RBI guidelines.
Commission (excluding on Government business), interest on overdue bills, exchange, locker rent, income from merchant banking transactions, dividend income and insurance claims are accounted for on realization / settlement.

4.4AS 11 – Movement of Exchange Fluctuation Reserve

Particulars	Amount (Rs. In Crore)
Balance as at 01.04.2018	1.11
Created during the period 01.04.2018 to 31.03.2019	0.34
Withdrawn during the period	0.00
Balance as at 31.03.2019	1.45

4.5 AS 15 – Employee benefits(Provident Fund, Gratuity & Other benefits) :

- Provident fund is a defined contribution scheme as the Bank pays fixed contribution at pre-determined rates. The obligation of the Bank is limited to such fixed contribution. The contributions are charged to Profit & Loss account.
- Gratuity liability with respect to national employees only provided for on the basis of assumption that all employees cease to be employed on 31st March'2019. The scheme is not funded by the Bank.
- Other employee benefits such as Leave Travel concession (LTC), Leave Encashment etc. are provided on cash basis.

4.6AS 19- No Financial Leases as at 31st March 2019.

- Operating Leases paid during the FY 2018-19: Rs. 121.12 lakhs.



4.7 AS 22- Provision for income tax has been made as per the Income Tax Act of the kingdom of Bhutan (@ 30% of the profit). The actual tax liability with reference to the profit earned in the accounting year ended 31st December 2018 has been ascertained and paid. Tax liability which may accrue as per Income Tax Act of India has not been considered. Deferred tax assets/liabilities have not been ascertained.

4.8 AS 28 –Impairment of Assets - In the opinion of the Bank, there is no impairment of its assets as on 31st March'2019.

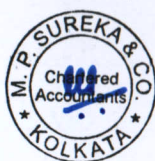
5. These accounts have been prepared as per practices and procedures followed by Punjab National Bank except otherwise stated elsewhere.
6. Advances are classified as performing and non-performing assets; provisions are made in accordance with prudential norms prescribed by RBI, advances are stated at total outstanding.
7. Financial assets sold are recognized as under:
 - a) In case the sale is at lower than the net book value (NBV) the shortfall is charged to the Profit & Loss account.
 - b) The case the sale is at a price higher than the NBV, the surplus provision is retained to meet shortfall/loss on account of sale of other non-performing financial assets.
8. Fixed Assets have been marked by specific identification number and noted in the Fixed Assets register.
9. Physical verification of the Fixed Assets has been done during the year.

10. Management expenses include:

Managerial remuneration paid/payable to the Managing Director (Chief Executive Officer) for the period 1st April, 2018 to 31st March, 2019

	Particulars	Amount (In local currency – Nu)
1	Remuneration	2718160.04
2	Other benefits (Income tax, Health contribution and sitting fees)	819623.06

11. Statutory Liquidity ratio as at 31/03/2019 – 31.81 %



12. Capital

(Rs. In crores)

	Items	31.03.2019	31.03.2018
i)	CRAR (%) (BASEL – I)	17.37 %	20.13 %
ii)	CRAR – Tier – I Capital (%) (BASEL – I)	15.63 %	17.85 %
iii)	CRAR – Tier – II Capital (%) (BASEL – I)	1.74 %	2.28 %
iv)	CRAR (%) (BASEL – II)	16.82 %	17.11 %
v)	CRAR – Tier – I Capital (%) (BASEL – II)	15.14 %	15.17 %
vi)	CRAR – Tier – II Capital (%) (BASEL – II)	1.69 %	1.93 %
vii)	% of shareholding of GOI in the Bank	NIL	NIL
viii)	Amount of subordinated debts raised as Lower Tier – II Capital during the year	NIL	NIL
ix)	Amount of subordinated debts raised as Upper Tier – II Capital during the year	NIL	NIL
x)	Amount of perpetual bonds raised as Tier – I Capital during the year	NIL	NIL

13. Asset Quality (Non-performing Assets)

(Rs. In crores)

	Items	31.03.2019	31.03.2018
i)	Net NPAs to net Advances (%)	1.26%	1.85%
ii)	Movement of NPAs (Gross)		
	Opening balance as on (01.04.2018/2017)	23.35	17.21
	Additions during the year	13.33	10.148
	Reductions during the year	13.93	4.008
	Closing balance as on (31.03.2019/2018)	22.75	23.35
iii)	Movement of net NPAs		
	Opening balance as on (01.04.2018/2017)	11.71	10.20
	Additions during the year	4.79	4.87
	Reductions during the year	5.10	3.36
	Closing balance as on (31.03.2019/2018)	11.40	11.71
iv)	Movement of provision for NPAs		
	Opening balance as on (01.04.2018/2017)	11.64	7.00
	Additions during the year	8.55	5.27
	Reductions during the year	8.84	0.64
	Closing balance as on (31.03.2019/2018)	11.35	11.64
v)	Provisioning Coverage Ratio	50.07 %	49.85%

14. Provisions on Standard Assets

(Rs. in crores)

Items	31.03.2019	31.03.2018
Provided during the year	2.02	0.47
Cumulative Balance (included under – “Other Liabilities & Provisions”	4.56	2.54



15. Business Ratios

	Items	31.03.2019	31.03.2018
I	Interest income as a percentage to working funds	7.09 %	8.01%
II	Non-interest income as a percentage to working funds	0.96 %	1.54%
III	Operating profit as a percentage to working funds	4.96%	2.90%
IV	Return on Assets	1.83%	1.46%
V	Business per employee (Rs. In Lacs)	1964.40 Lac	1487.69 Lac
VI	Profit per employee (Rs. In Lacs)	25.26 Lac	15.93 Lac

16. Exposure to Real Estate Sector

(Rs. in crores)

	Category	31.03.2019	31.03.2018
(A)	Direct Exposure		
	i. Residential Mortgages	10.78	9.41
	ii. Commercial Real Estate	207.92	181.01
	iii. Investment in mortgage backed securities and other securities exposures	Nil	Nil
(B)	Indirect Exposure	Nil	Nil

17. Exposure to Capital Market

(Rs. in crores)

	Particulars	31.03.2019	31.03.2018
i)	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debts	NIL	NIL
ii)	Advances against shares/Bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPO/ESOPs) convertible bonds, convertible debentures and units of equity oriented mutual funds	NIL	NIL
iii)	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary securities	31.30	37.30
iv)	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds where the primary securities other than shares/convertible	NIL	NIL



	Particulars	31.03.2019	31.03.2018
	bonds/convertible debentures/units of equity oriented mutual funds does not fully cover the advances		
v)	Secured and unsecured advances to stock brokers and guarantees issued on behalf of stock brokers and market makers	NIL	NIL
vi)	Loans sanctioned to corporate against the security of shares/bonds/debentures or other securities or on clean basis for meeting promoters contribution to the equity of new companies in anticipation of raising resources	NIL	NIL
vii)	Bridge loans to companies against expected equity flows/issues	NIL	NIL
viii)	Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	NIL	NIL
ix)	Financing to stock brokers for margin trading	NIL	NIL
x)	All exposures to Venture Capital funds (both registered and unregistered) will be deemed to be on par with equity and hence will be reckoned for compliance with the Capital market exposure ceilings (both direct and indirect)	NIL	NIL
	Total exposure to Capital market	31.30	37.30

18. Details of Single borrower limit exceeded by the bank

The bank has not exceeded prudential exposure ceiling in respect of any group exposure account. However, the exposure ceiling stipulated for individual borrowers at 25% of capital fund has been exceeded in the following individual account by crores

Position as on 31.03.2019

Sl	Name of borrower	Limit Sanctioned Fund Base	Limit Sanctioned NFB	O/s FB	O/s NFB
NIL					

19. Unsecured advances

Total amount of unsecured advances aggregate to Rs. 12.21Crores

20. Previous figures are regrouped and rearranged wherever deemed necessary



Additional Informamtion (Annex-II)

Name of Subsidiary/Associate/JV as on 31.03.2019

Rs. In '000

DRUK PNB BANK , BHUTAN

S.No.	Particulars	
1	Type of Business	Banking
2	Relationship with Parent	Subsidiary
3	Regulator	Royal Monetary Authority
4	Shareholding Pattern	PNB 51 % ,Others 49 %
5	Total Asset	15066333
6	Capital & Reserve	1757668
7	Risk Weighted Assets	
8	Capital Adequacy Ratio	
9	Total Deposit	12270501
10	Total Borrowing	0
11	Total Advances (Gross)	9141464
12	Total Non-performing Advances (Gross)	227569
13	Total Investment (Book Value)	2824498
14	Total Investment (Market Value)	2824498
15	Total Non-performing Investment (NPI)	0
16	Total Non- performing Asset (Adv+Inv)	227569
17	Total Debt Securities	0
18	Share & Other Equity	0
19	Provision held for NPA	113479
20	Provision held for NPI	0
21	Profit before tax	393414
22	Profit after tax	275390
23	Return on Assets	1.82%
24	Return on Equity	15.66%
25	Total off-balance sheet exposure	3702864
26	Total Dividend paid	




As at 31.03.2019

Details of Associates/Subsidiaries etc. :-

SN	Name of Subsidiary/Associates	Type of Business	Relation with Parent	Name of Regulator	Proportion of ownership percentage
1	DRUK PNB BANK LTD	Banking	Subsidiary	RMA	51%



	A	B	C	D	E	F	G	H	I
1	<p style="text-align: center;"> ਪੰਜਾਬ ਨੈਸ਼ਨਲ ਬੈਂਕ  punjab national bank ...बढ़ते हैं आपका! ...Be where you can BANK upon! </p>								
2									
3									
4									
5	CONSOLIDATED FINANCIAL STATEMENT								
6									
7	INDEX								
8	<u>Annexure-VI-A</u>		Intra Group Balances - ASSETS						
9	<u>Annexure-VI-B</u>		Intra Group Balances - LIABILITIES						
10	<u>Annexure-VII-A</u>		Intra Group Balances - INCOME						
11	<u>Annexure-VII-B</u>		Intra Group Balances - EXPENDITURE						
12	<u>Annexure-VIII</u>		Intra Group Balances - CONTINGENT LIABILITIES						
13	<u>Annexure-XI</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING						
14	<u>Annexure-XII</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES BALANCE SHEET FOR THE QUARTER ENDING						
15	<u>Annexure-XIIIA</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR VALUATION OF INVESTMENTS						
16	<u>Annexure-XIIIB</u>		ADDITIONAL INFORMATION REQUIRED FOR PRESENTATION IN SCHEDULE 8 OF THE CFS FORMAT						
17	<u>Annexure-XIIIC</u>		WORKSHEET FOR VALUATION OF INVESTMENT & PROVISION THERE AGAINST AS PER RBI NORMS						
18	<u>Annexure-XIV</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR DEPRECIATION ON FIXED ASSETS						
19	<u>Annexure-XV-A</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR PROVISION ON NON-PERFORMING ASSETS (ADVANCES)						
20	<u>Annexure-XV-B</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR LOANS AND ADVANCES						
21	<u>Annexure-XV-C</u>		ADDITIONAL INFORMATION REQUIRED FOR PRESENTATION IN SCHEDULE 9 OF THE CFS FORMAT						
22	<u>Annexure-XVI</u>		CONSOLIDATION ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES- WORK SHEET FOR ADJUSTMENT IN FOREIGN CURRENCY TRANSLATION						
23	<u>Annexure-XVII</u>		CONSOLIDATION ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES- WORK SHEET FOR ADJUSTMENT OF DIVIDEND INCOME						
24	<u>Annexure-XVIII</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR PROVISION ON STANDARD ASSETS						
25	<u>Annexure-XIX</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR RETIREMENT BENEFITS						
26	<u>Annexure-XX</u>		STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES FOR ANY OTHER PROVISION/ ADJUSTMENTS						
27	<u>Annexure-XXI</u>		DETAILS OF DEFERRED TAX ASSETS/LIABILITIES						
28	<u>Annexure-XXII</u>		DATA REQUIREMENT FOR ELIMINATION OF INTRA-GROUP INVESTMENTS						
29	<u>Annexure-XXIII</u>		DATA REQUIREMENT FOR COMPUTATION OF MINORITY INTEREST						
30	<u>Annexure-XXIV</u>		DATA REGARDING THE DETAILS OF EXPENDITURE – PROVISION & CONTINGENCIES						
31	<u>Annexure-XXV</u>		ACCOUNTING STANDARD 17 – FORMAT FOR DISCLOSURE UNDER SEGMENT REPORTING						
32	<u>Annexure-XXVI</u>		CASH FLOW STATEMENT FOR THE QUARTER ENDED						
33	<u>Annexure-XXVII</u>		DATA PERTAINING TO INVESTMENT AND ADVANCES AS ON						



PUNJAB NATIONAL BANK**Name of the Subsidiary:**

Druk PNB Ltd

Intra Group Balances:**ASSETS**

1

S.No	Name of the Particular Asset Head	Brief Description of the Assets	Amount as on 31.03.2019		Transaction with (member of the Group)
			Current Year 31.03.19	Last Year (31.03.2018)	
1	Balances with PNB in current a/c	PNB	164,961,515.03	281,384,448.59	
2	CA with PNBIL	GBP (73609.95)	6,641,825.79	2,606,155.57	
3		EURO (140122.30)	13,534,893.50	6,919,989.51	
4	CA with PNB Hongkong	USD (4360409.06)	301740307	521440000.00	
5					
6					
7					



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

Intra Group Balances:

LIABILITIES

S.No	Name of the Particular Asset Head	Brief Description of the Assets	Amount as on 31.03.2019		Transaction with (member of the
			Current Year	Last Year	
1	NIL	NIL	NIL	NIL	na
2					
3					



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

Intra Group Balances:

INCOME

S.No	Name of the Particular Asset Head	Brief Description of the Assets	Amount as on 31.03.2019		Transaction with (member of the
			Current Year	Last Year	
1	Nil	Nil	NIL	NIL	Nil
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

Intra Group Balances:

EXPENDITURE

S.No	Name of the Particular Asset Head	Brief Description of the Assets	Amount as on 31.12.2018		Transaction with (member of the Group)
			Current Year 31.03.19	Last Year 31.03.18	
1	Out Sourcing of Services	Payment to PNB for use of Data Cent	7,848,398.00	5,780,659.00	
2					
3					
4					
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15					
16					



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

Intra Group Balances:

CONTINGENT LIABILITIES

S.No	Contingent Liability Item in the Financial Statements of the Subsidiary	Brief Description	Amount as on 31.03.19	
			Current Year 31.03.19	Last Year 31.03.18
1	(i) Guarantees given on behalf of c In Bhutan		1,033,809,166.21	846,314,954.65
2				
3				
4				
5				
6				
7				



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31.03.19

		Adjustment in other Income	Adjustment in Operating Expenses	Adjustment in Provision & Contingencies	Direct Adjustment to Reserve (Opening)
		Consolidation Adjustments			
a.	Provision for Depreciation on Investments	XXXXXX	XXXXXX	NIL	NIL
b.	Depreciation on Fixed Assets	XXXXXX		XXXXXX	NIL
c.	Provision for Bad debts	XXXXXX	XXXXXX	113,479,804.90	NIL
d.	Foreign Currency Translation	13,822,774.69	XXXXXX	XXXXXX	NIL
e.	Dividend Income	NIL	XXXXXX	XXXXXX	NIL
f.	Provision for Standard Assets	XXXXXX	XXXXXX	45,616,587.30	NIL
g.	Retirement Benefits	XXXXXX	10,464,450.00	XXXXXX	NIL
h.	Any other Provision/adjustment due to change in Significant accounting policies of the subsidiary & parent	XXXXXX	XXXXXX	NIL	NIL
i.	Total CFS Adjustments (sum of rows from a to h)	13822774.69	10464450	159096392.2	NIL



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

BALANCE SHEET FOR THE YEAR ENDING

		Adjustment in Reserves & Surplus	Adjustment in Other Liabilities	Adjustment in Investments	Adjustment in Fixed Assets	Adjustment in Advances	Adjustment in *
		Consolidation Adjustments					
a.	Provision for Depreciation on Investments	NIL	XXXXXX	NIL	XXXXXX	XXXXXX	XXXXXX
b.	Depreciation on Fixed Assets	NIL	XXXXXX	XXXXXX	NIL	XXXXXX	XXXXXX
c.	Provision for Bad debts	NIL	XXXXXX	XXXXXX	XXXXXX	NIL	XXXXXX
d.	Foreign Currency Translation	NIL	XXXXXX	XXXXXX	XXXXXX	NIL	XXXXXX
e.	Dividend Income	NIL	XXXXXX	XXXXXX	XXXXXX	XXXXXX	NIL
f.	Provision for Standard Assets	NIL	NIL	XXXXXX	XXXXXX	XXXXXX	XXXXXX
g.	Retirement Benefits	NIL	XXXXXX	XXXXXX	XXXXXX	XXXXXX	NIL
h.	Any other Provision/adjustment due to change in Significant accounting policies of the subsidiary & parent	NIL	XXXXXX	XXXXXX	XXXXXX	XXXXXX	NIL
i.	Total CFS Adjustments (sum of rows from a to h)						



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

WORK SHEET FOR VALUATION OF INVESTMENTS

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Carrying Value of Investments (including securities held as stock in Trade) as per audited Balance sheet of the Subsidiary			
i.	Under the head Investments		NIL	NIL
ii.	As "stock in Trade" or any other head		NIL	NIL
	Total of A	(i+ii)		
B.	Carrying value of Investment for CFS (as per Significant Accounting Policy of the PNB)			
B1.	Investments in India in:			
	i) Govt. Securities		NIL	NIL
	ii) Other approved Securities		NIL	NIL
	iii) Shares		NIL	NIL
	iv) Debentures and Bonds		NIL	NIL
	v) Subsidiaries and/or Joint ventures		NIL	NIL
	vi) Others (Units, Mutual funds etc.)		NIL	NIL
	Total of B-1	(i+ii+iii+iv+v+vi)		
B2.	Investments outside India in:			
	i) Govt. Securities including Local Authorities		NIL	NIL
	ii) Subsidiaries and/or Joint ventures abroad		NIL	NIL
	iii) Other investments (shares, debenture etc.)		NIL	NIL
	Total of B-2	(i+ii+iii)		
	Total of B	B1 + B2		
C	CFS Impact on Investments & Reserves	A-B		
D	CFS Impact on P& L A/c for 2006-07	Col 2. minus Col 1. of Row C		



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

ADDITIONAL INFORMATION REQUIRED FOR PRESENTATION IN SCHEDULE 8 OF THE CFS FORMAT

			Amount as on	
			Current Year	Last Year
A.	INVESTMENTS IN INDIA:			
i.	Gross Value of Investments		NIL	NIL
ii.	Aggregate of Provision for Depreciation		NIL	NIL
iii.	Net Investment	(i-ii)		
B.	INVESTMENTS OUTSIDE INDIA:			
i.	Gross Value of Investments		NIL	NIL
ii.	Aggregate of Provision for Depreciation		NIL	NIL
iii.	Net Investment	(i-ii)		



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

WORKSHEET FOR VALUATION OF INVESTMENT & PROVISION THERE AGAINST AS PER RBI NORMS

	CATEGORY	VALUATION AS PER BOOKS OF SUBSIDIARY		VALUATION AS PER RBI NORMS	
		Current Year	Last Year	Current Year	Last Year
A.	HELD TO MATURITY				
1		0	0	0	0
2		0	0	0	0
3		0	0	0	0
B.	HELD FOR TRADING				
1		0	0	0	0
2		0	0	0	0
3		0	0	0	0
C.	AVAILABLE FOR SALE				
1		0	0	0	0
2		0	0	0	0
3		0	0	0	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR DEPRECIATION ON FIXED ASSETS

		Amount as on 31.03.2019	
		Current Year	Last Year 31.3.19
		Col 1.	Col 2.
1	PREMISES (LAND & BUILDING)		
A.	Total Depreciation to date as per audited balance sheet of Subsidiary (accumulated depreciation)		-
B.	CFS Depreciation (Accumulated) (as per Significant Accounting Policy of the PNB)		-
C.	CFS impact on Fixed Assets & Reserve	A-B	0
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	0
2	OTHER FIXED ASSETS (INCLUDING FURNITURE & FIXTURES)		
E.	Total Depreciation to date as per audited balance sheet of Subsidiary (accumulated depreciation)		136,870,354.79
F.	CFS Depreciation (Accumulated) (as per Significant Accounting Policy of the PNB)		122,045,982.23
G.	CFS impact on Fixed Assets & Reserve	E-F	136,870,354.79
H.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row G	122,045,982.23
3	LEASED ASSETS		
I.	Total Depreciation to date as per audited balance sheet of Subsidiary (accumulated depreciation)		4,461,530.00
J.	CFS Depreciation (Accumulated) (as per Significant Accounting Policy of the PNB)		4,461,530.00
K.	CFS impact on Fixed Assets & Reserve	I-J	0.00
L.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row K	0.00
4	SOFTWARE CAPITALIZED		
M.	Total Depreciation to date as per audited balance sheet of Subsidiary (accumulated depreciation)		
N.	CFS Depreciation (Accumulated) (as per Significant Accounting Policy of the PNB)		
O.	CFS impact on Fixed Assets & Reserve	M-N	0
P.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row O	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR PROVISION ON NON-PERFORMING ASSETS (ADVANCES)

			Amount as on 31.03.2019	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Total Provision held, if any, in the audited balance sheet of the Subsidiary			
B.	CFS Provision for Bad Debts (As per Master Circular issued by RBI on Income Recognition dated 02.07.2007)			
C.	CFS impact on Advances	A-B	0	0
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	0	



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

WORK SHEET FOR LOANS AND ADVANCES

			Amount as on 31.03.2019	
			Current Year	Last Year 31.03.18
			Col 1.	Col 2.
A.	i) Bills Purchased and Discounted		0	0
	ii) Cash Credits, Overdrafts and loans repayable on demand		3,540,884,074.88	2,138,527,566.83
	iii) Term Loan		5,600,579,504.37	4,321,331,087.41
	Total	(i+ii+iii)	9141463579.25	6459858654.24
B.	i) Secured by Tangible Assets (Includes advances against Book Debts)		9014416311.48	6443339171.47
	ii) Covered by Bank/Govt. Guarantee			
	iii) Unsecured		127047267.77	16519482.77
	Total	(i+ii+iii)	9141463579.25	6459858654
C.	I. Advances in India		0	0
	i) Priority Sector		0	0
	ii) Public Sector		0	0
	iii) Banks		0	0
	iv) Others		0	0
	C(I) Total	(i+ii+iii+iv)	0	0
	II. Advances outside India			
	a) Due from Banks			
	b) Due from Others	(i+ii+iii)	9141463579	6459858654
	i) Bills Purchased & Discounted		0	
	ii) Term Loans		5600579504.4	4321331087
	iii) Others		3,540,884,074.88	2,138,527,566.83
	C(II) Total	(a)+(b)	9141463579	6459858654
	GRAND TOTAL	C(I)+C(II)	9141463579	6459858654



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

ADDITIONAL INFORMATION REQUIRED FOR PRESENTATION IN SCHEDULE 9 OF THE CFS FORMAT

ADDITIONAL INFORMATION REQUIRED FOR PRESENTATION IN SCHEDULE 9 OF THE CFS FORMAT			
		Amount as on	
		Current Year	Last Year
		Col 1.	Col 2.
As per Balance Sheet of the Subsidiary			
Schedule No.	Item Description	0	0
	Total (X)	0	0
Less:	i) Provision as per BS of the Subsidiary (if not netted above)		
	ii) CFS Adjustment for Provision (as per Row C of Annexure XV-A)		
	Total (Y)	0	0
	Net Advances as per Schedule 9 of the CFS format (X – Y) (Should Tally with the Grand Total of Annexure XV-B)	0	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

CONSOLIDATION ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

WORK SHEET FOR ADJUSTMENT IN FOREIGN CURRENCY TRANSLATION

A.	Net Translation gains taken to P&L A/c by Subsidiaries till 31.03.(Current Year)	0
B.	Net Translation gains taken to P&L A/c by Subsidiaries till 31.03. (Last Year)	0
C	CFS Adjustment to Reserve	0
D	CFS Adjustment to Other Liabilities	0
E	CFS Adjustment to P&L Account	0



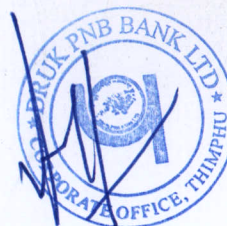
PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

CONSOLIDATION ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR ADJUSTMENT OF DIVIDEND INCOME

		Current Year
A.	Dividend income accounted during the year as per the audited P&L	0
B.	Add: Accrued Dividend as at March (Last Year)	0
C.	Less: Accrued dividend as at March (Current Year)	0
D.	Dividend Income as per CFS Policy i.e. on cash basis	0
E.	CFS Adjustment to P&L Account	0
F.	CFS adjustment to Reserves & Surplus	0
G.	CFS adjustment to Assets (*)	0



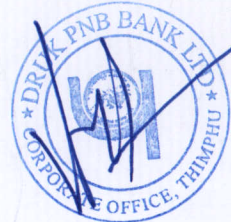
PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES WORK SHEET FOR PROVISION ON STANDARD ASSETS

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Total Provision held, if any, in the audited balance sheet of the Subsidiary		45616587.3	25445096.59
B.	CFS Provision for Standard Assets (As per Master Circular issued by RBI on Income Recognition)		45616587.3	25445096.59
C.	CFS impact on Other Liabilities	B-A	0	0
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	0	



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES

WORK SHEET FOR RETIREMENT BENEFITS

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Total expenditure booked on accounting of Retirement Benefits if any, in the audited balance sheet of the Subsidiary		10464450	8316234
B.	CFS accounting of Retirement Benefits as per Revised AS-15			
C.	CFS impact on Liabilities (*)	B-A	10464450	8316234
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	2148216	



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES FOR ANY OTHER PROVISION/ ADJUSTMENTS

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Total provision/adjustments due to change in Significant accounting policies of the subsidiary & parent		0	0
B.	CFS amount		0	0
C.	CFS impact on Liabilities/Assets (*)	B-A	0	0
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	0	



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

STATEMENT OF ADJUSTMENTS FOR NON-UNIFORM ACCOUNTING POLICIES FOR ANY OTHER PROVISION/ ADJUSTMENTS

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
A.	Total provision/adjustments due to change in Significant accounting policies of the subsidiary & parent		0	0
B.	CFS amount		0	0
C.	CFS impact on Liabilities/Assets (*)	B-A	0	0
D.	CFS impact on P&L account for the year	Col. 2 minus Col 1 of Row C	0	



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

DETAILS OF DEFERRED TAX ASSETS/LIABILITIES

We certify that Accounting Standard-22 (AS-22) on accounting for Income Taxes issued by the Institute of Chartered Accountants of India (ICAI), have been followed. The amount of Deferred Tax Assets, Deferred Tax Liabilities for the year are given below:-

			Amount as on 31.03.2019	
			Current Year	Last Year 31.03.18
			Col 1.	Col 2.
A.	Deferred Tax Assets			
i.	Provision for Bad & Doubtful Debts		113,479,804.90	116395443.3
ii.	Provision for Restructured Account		0	0
iii.	Statutory Liability		118,024,315.73	81,381,606.33
iv.	Provision for leave encashment		0	0
v.	Provision for Pension & Gratuity		10464450	8316234
vi.	Others			
vii.	Total		241968570.6	206093283.7
B.	Deferred Tax Liabilities			
i.	Depreciation on Fixed Assets		0	0
ii.	Software Expenditure		0	0
iii.	Others		0	
iv.	Total		0	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

DATA REQUIREMENT FOR ELIMINATION OF INTRA-GROUP INVESTMENTS

Details of investments in the equity of PNB Group members as on last of the financial year (as per Audited Balance Sheet)

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
1			0	0
2			0	0
3			0	0
4			0	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

DATA REQUIREMENT FOR COMPUTATION OF MINORITY INTEREST

			Amount as on	
			Current Year	Last Year
			Col 1.	Col 2.
1	PNB/PNB GROUP		0	0
2	OTHERS		0	0
	TOTAL		0	0



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

ACCOUNTING STANDARD 17 - FORMAT FOR DISCLOSURE UNDER SEGMENT REPORTING

Business Segments	Treasury		Corporate/		Retail Banking		Other Banking		Total	
Particulars	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Revenue	0	0	0	0	0	0	0	0		
Result	0	0	0	0	0	0	0	0		
Unallocated Expenses	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Operating Profit	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Provision for Tax	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Extra- ordinary Profit/ Loss	0	0	0	0	0	0	0	0		
Net Profit	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Other Information:										
Segment Assets	0	0	0	0	0	0	0	0		
Unallocated Assets	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Total Assets	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Segment Liabilities	0	0	0	0	0	0	0	0		
Unallocated Liabilities	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
Total Liabilities	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		



PUNJAB NATIONAL BANK

Name of the Subsidiary:

Druk PNB Ltd

DATA PERTAINING TO INVESTMENT AND ADVANCES AS ON 31st March 2019

Sno	Particulars	Amount
1	Total Investments (Book Value)	2824498169
2	Total Investments (Market Value)	2824498169
3	Total Non-Performing Investments	0
4	Provisions held for Non-Performing Investments	0
5	Total Advances (Gross)	9141463579.25
6	Total Non-Performing Advances (Gross)	227569477.48
7	Provisions held for Non-Performing Advances	113479804.90



DRUK PNB BANK LTD.**Statement of Cash Flow for the year ended 31st March 2019**

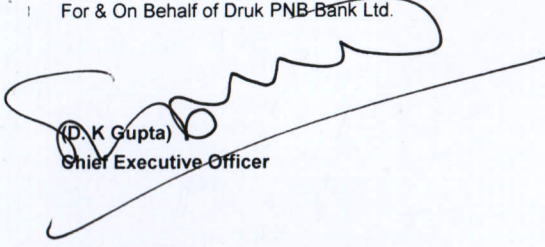
Particulars	31-Mar-19 Amounts(Nu.)	31-Mar-18 Amounts(Nu.)
A. Cash Flow from Operating Activities		
Profit before tax	393,414,385.78	271,272,021.10
Add: Depreciation	16,345,731.10	12,357,095.05
Add: Profit/Loss on Sales of Fixed Assets (Including adjustment)		
Decrease/(Increase) in Advances	409,760,116.88	283,629,116.15
Decrease/(Increase) in Other Assets	(2,681,604,925.01)	(1,248,836,502.87)
Increase/ (Deposits) in Deposits	62,029,368.11	(574,073,351.10)
Increase/ (Deposits) in Other liabilities and Provision	1,473,180,552.27	1,655,035,402.25
Cash generated from Operating	194,878,701.58	158,537,627.43
(Tax Paid)	(541,756,186.17)	274,292,291.86
Net Cash from Operating Activities	(659,780,501.90)	192,910,685.53
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(33,885,429.10)	(24,796,882.00)
Sale of Fixed Assets	2,777,865.43	3,687.00
Net cash used in investing activities	(31,107,563.67)	(24,793,195.00)
C. Cash Flow from Financing Activities		
Capital induction	250,000,000.00	
Dividend Paid	(83,125,000.00)	(54,000,000.00)
Subordinated Term Debts	(28,800,000.00)	(28,800,000.00)
Net cash flow from financial activities	138,075,000.00	(82,800,000.00)
D. Net changes in Cash and Cash equivalent (A+B+C)	(552,813,065.57)	85,317,490.53
Cash and cash equivalent at the beginning of the year	3,380,483,096.07	3,295,165,645.54
Cash and cash equivalent at the end of the year	2,827,670,030.50	3,380,483,096.07
	(552,813,065.57)	85,317,450.53

Signed in terms of our attached report of even date

For M.P. Sureka & Co.
Chartered Accountants (FR No. 322097E)

M.P. Sureka (Membership No. 050560)
Partner
Date: **03 MAY 2019**
Place: Thimphu, Bhutan

For & On Behalf of Druk PNB-Bank Ltd.


(D.K. Gupta)
Chief Executive Officer


Name of the Office : DRUK PNB BANK , BHUTAN

DETAIL OF INTRA-GROUP TRANSACTIONS*
As On 31.03.2019

Rs. In '000

PARTICULARS	Name of PNB Offices/Subsidiaries/Associates with which transaction made	Amt. In INR as on 31.03.2019 31.3.19	Schedule no along with item no of BS
LIABILITIES (Mention name of head) Deposits with PNB	Current account in PNB PNBIL (GBP A/c) PNBIL (Euro A/c) PNB HongKong (USD A/c)	164,962.00 6,642.00 13,535.00 301,740.00	
Borrowings of PNB			
Others (Pl. Specify the nature)			

e.g. If Term deposit is placed with PNB/Subsidiary/Associate then report as under

Sch. 3 , Item No. III
Sch. 4



[Signature]
INCUMBENT INCHARGE
SEAL DATE



Name of Institution:-DRUK PNB BANK, BHUTAN	
Provision & Contingencies	
As on 31.03.2019	INR
	Amt. in thousands
Bad & Doubtful Debts (Indian offices)	0.00
Bad & Doubtful Debts (Written Off)	0.00
Bad & Doubtful Debts (Recovery - Technical Write Off)	0.00
Bad & Doubtful Debts (Fresh - Tech Write off)	0.00
Bad & Doubtful Debts (Foreign offices)	-2316.00
Bad & Doubtful Debts (Credit Card)	0.00
Bad & Doubtful Debts (OTS) Sacrifice	0.00
Restructured NPA	0.00
SUB-TOTAL	-2316.00
Standard Restructured Accounts	0.00
Standard Assets	20172.00
Standard Assets - Foreign Offices	0.00
Standard Assets - Derivatives	0.00
SUB-TOTAL	20172.00
Floating Provisions	0.00
Exchange Fluctuation Reserve	0.00
Sale to ARCIL	0.00
SUB-TOTAL	0.00
Standard Others	0.00
SUB-TOTAL	0.00
Investment NPA	0.00
MTM on Derivative Deals	0.00
Loss on transfer from AFS to HTM	0.00
Depreciation on Investment	0.00
SUB-TOTAL	0.00
Income Tax on IBR	0.00
Income Tax	118024.00
Fringe Benefit Tax	0.00
Wealth Tax	0.00
Interest Tax	0.00
SUB-TOTAL	118024.00
Provision Against Exchange Revaluation	0.00
Other Assets (Investment)-Written Off	0.00
Other assets -- Written Off	0.00
Impersonal Heads	0.00
Others	2148.00
SUB-TOTAL	2148.00
TOTAL	137428.00



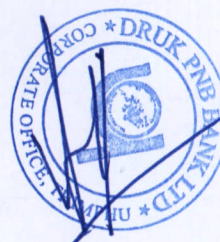
STATEMENT OF PROVISION AGAINST STANDARD ASSETS

Name of the Associate/Subsidiary DRUK PNB BANK LTD

Position as on 31.03.2019

(Rs. In '000)

SN	Assets type	Outstanding as on 31.03.2019	Provision held as at 31.12.2018
1	Standard Assets	45616	25445



NAME OF ENTITY : Druk PNB Bank

SEGMENT REPORTING FOR THE PERIOD ENDED 31st March 2019

SN	PARTICULARS	TREASURY OPERATIONS	Retail Banking	Corporate/wholesale Banking	Other Banking	in Thousands TOTAL
1	SEGMENT REVENUE (external revenue)	14725.00	557384.00	389547.00	114000.00	1076056.00
2	SEGMENT RESULTS	14725.00	320730.00	161472.00	-84109.00	412818.00
3	Unallocated Corporate Expenses	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX
4	Operating Profit (2-3)	XXXXX	XXXXX	XXXXX	XXXXX	412818.00
5	Income Tax (Including FBT)	XXXXX	XXXXX	XXXXX	XXXXX	118024.00
6	Exp. Provision & Contingencies Other Than Income tax	XXXXX	XXXXX	XXXXX	XXXXX	19404.00
7	Net Profit (4-5-6)	XXXXX	XXXXX	XXXXX	XXXXX	0.00
	Other Information					275390.00
8	Segment Assets	684227.00	5067315.00	4074148.00	5240642.00	15066332.00
9	Unallocated Assets	XXXXX	XXXXX			15066332.00
10	Total Assets		5916352.00	6354148.00	2795832.00	15066332.00
11	Segment Liabilities	XXXXX				
12	Unallocated Liabilities					
13	Total Liabilities					
14	Capital Employed (8-11)	684227.00	-849037.00	-2280000.00	2444810.00	15066332.00
						0.00

STATUTORY AUDITOR

SEAL

DATE

03 MAY 2019



NOTE :
Segment Revenue
Segment Results
Operating Profit
Segment Assets
Capital Employed

Sum total of Sch 13 and 14
Operating Profit PLUS Unallocated Corporate Expenses
Net Profit PLUS Exp. Provision & Contingencies
Total Assets of Balance Sheet
Capital PLUS Reserves & Surplus

