

PUNJAB & SIND BANK

Head Office: 21, Rajendra Place, New Delhi 110 008
Reviewed Financial Results For the Quarter ended 30th June, 2012

(Rupees in Lacs)

Sl. No.	Particulars	QUARTER ENDED			YEAR ENDED
		30.06.2012 Reviewed	31.03.2012 Audited	30.06.2011 Reviewed	31.03.2012 Audited
1	INTEREST EARNED (a+b+c+d)	175826	170609	150101	647450
	a).Interest/ discount on advances/bills	134313	129759	115207	495243
	b) Income on Investments	40012	37666	34524	146965
	c) Interest on Balances with RBI & Other Inter Bank Funds	1500	1014	364	3061
	d) Others	1	2170	6	2181
2	Other Income	8589	12547	9368	41746
3	TOTAL INCOME (1+2)	184415	183156	159469	689196
4	Interest Expended	138939	128803	115021	497344
5	Operating Expenses (i)+(ii)	27761	30541	27720	115853
	i) Employees Cost	20256	21308	19080	83243
	ii) Other Operating Expenses	7505	9233	8640	32610
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	166700	159344	142741	613197
7	Operating Profit before Provisions & Contingencies (3-6)	17715	23812	16728	75999
8	Provisions (other than tax) and Contingencies	8553	6762	6819	14573
9	Exceptional Items	0	0	0	0
10	Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	9162	17050	9909	61426
11	Tax Expense	6759	2270	3500	16298
12	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	2403	14780	6409	45128
13	Extraordinary items (net of tax expense)	0	0	0	0
14	Net Profit (+)/ Loss (-) for the period (12-13)	2403	14780	6409	45128
15	Paid-up Equity Share Capital (Face Value Rs.10/-)	23421	23421	22306	23421
16	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)				308523
17	Analytical Ratios				
	(i). Percentage of shares held by Government of India	78.16	78.16	82.07	78.16
	(ii) Capital Adequacy Ratio: Basel-I	12.67	12.81	12.51	12.81
	Basel-II	13.11	13.26	13.34	13.26
	(iii) Earning per share (of Rs.10/- each) (Not Annualized) (Rs.)				
	(a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (not annualized)	1.03	5.63	2.87	19.24
	(b) Basic and diluted EPS after Extraordinary items for the year to date and for the previous year (not annualized)	1.03	5.63	2.87	19.24
	(iv) (a) Amount of Gross Non Performing Assets	82340	76344	53081	76344
	(b) Amount of Net Non Performing Assets	58341	54756	33072	54756
	(c) % of Gross NPAs	1.73	1.65	1.23	1.65
	(d) % of Net NPAs	1.23	1.19	0.77	1.19
	(v) Return on Assets (Annualized)	0.13	0.84	0.37	0.65
18	Public Shareholding:				
	No. of Shares	51152000	51152000	40000000	51152000
	Percentage of Shareholding	21.84	21.84	17.93	21.84



19	Promoters and promoter group Share holding				
	(a) Pledged/ Encumbered				
	Number of shares	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total share capital of the Bank)	Nil	Nil	Nil	Nil
	(b) Non-encumbered				
	Number of shares	183056000	183056000	183056000	183056000
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
	Percentage of Shares (as a % of the total share capital of the Bank)	78.16	78.16	82.07	78.16

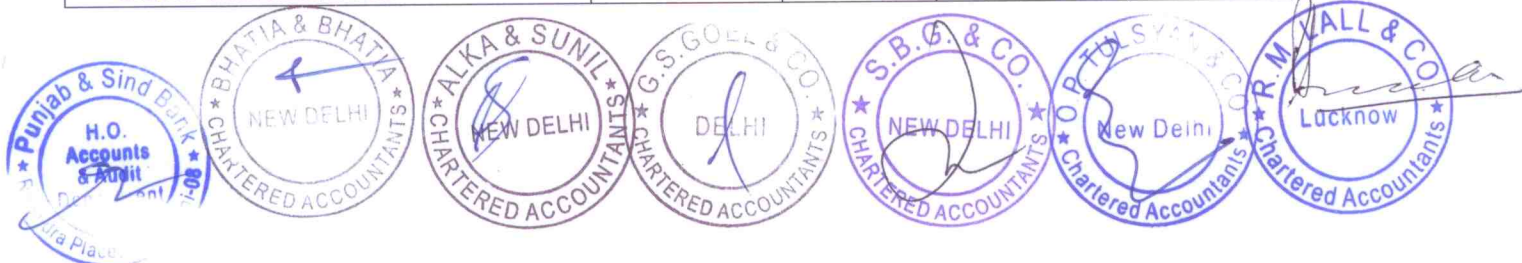
Segment Reporting:

A: BUSINESS SEGMENT:

For the purpose of segment reporting in terms of AS-17 of ICAI and as prescribed in RBI guidelines, the business of the Bank has been classified into four segments i.e. a) Treasury Operations b) Corporate/wholesale Banking, c) Retail Banking and d) Other Banking Operations. Segmental Revenue, Results, Assets & Liabilities in respect of Corporate / Wholesale and Retail Banking segment have been bifurcated on the basis of exposure to these segments. Assets and Liabilities, wherever directly related to segments have been accordingly allocated to segments and wherever not directly related have been allocated on the basis of pro-rata segment revenue

(Rupees in lacs)

Particulars	QUARTER ENDED			Year ended
	30.06.12 (Reviewed)	31.03.12 (Audited)	30.06.11 (Reviewed)	31.03.12 (Audited)
1. Segment Revenue				
a) Treasury	41284	38166	36696	152443
b) Corporate/ Wholesale Banking	109744	109665	95771	407496
c) Retail Banking	33230	34258	26806	127299
d) Other Banking Operations	157	1067	196	1958
Total	184415	183156	159469	689196
2. Segment Result				
a) Treasury	485	-729	2716	5199
b) Corporate/ Wholesale Banking	23619	29567	22382	97725
c) Retail Banking	7152	9237	6265	30528
d) Other Banking Operations	157	1067	196	1958
Total	31413	39142	31559	135410
3. Unallocated Expenses	13698	15330	14831	59411
4. Operating Profit	17715	23812	16728	75999
5. Provisions & Contingencies	8553	6762	6819	14573
5. Income Tax	6759	2270	3500	16298
6. Extra Ordinary Profit/ Loss	0	0	0	0
7. Net Profit	2403	14780	6409	45128
Other Information:				



8. Segment Assets				
a) Treasury	2108938	2040891	1979797	2040891
b) Corporate/ Wholesale Banking	4030777	3933992	3815856	3933992
c) Retail Banking	1220520	1228949	1068032	1228949
d) Other Banking Operations	0	0	0	0
e) Unallocated Assets	82381	86695	99203	86695
Total Assets	7442616	7290527	6962888	7290527
9. Segment Liabilities				
a) Treasury	2001243	1939606	1892785	1939606
b) Corporate/ Wholesale Banking	3824941	3738756	3648150	3738756
c) Retail Banking	1158192	1167959	1021092	1167959
d) Other Banking Operations	0	0	0	0
e) Unallocated Liabilities	31516	19311	14725	19311
Total Liabilities	7015892	6865632	6576752	6865632

B: GEOGRAPHIC SEGMENT:

Since the Bank does not have any overseas branch, reporting under Geographic Segment is not applicable.

NOTES FORMING PART OF THE LIMITED REVIEW:

- The above results have been taken on record by the Board of Directors at the meeting held on July 28, 2012 and have been reviewed by the Statutory Central Auditors.
- During the period there is no change in the Accounting Policy of the Bank.
- Steps are in progress for reconciliation of entries under inter-branch/ inter-bank transactions, nominal accounts and old entries, the impact of which is not ascertainable and in the opinion of the management; the consequential impact thereof on revenue is not material. However, provision there against has been made as per RBI guidelines.
- The working Results have been arrived at after considering provisions for Non-Performing Assets, Standard Assets, Amortization of premium relating to Investment under 'Held to Maturity' category, Depreciation on Investments and Diminution in respect of Restructured Accounts as per RBI norms. Provision for Depreciation on Fixed Assets, applicable taxes and other usual and necessary provisions have been made on estimated basis and are subject to adjustment, if any, at the year end.
- In accordance with the Reserve Bank of India Circular No DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011:
 - A sum of Rs.36.53 crore has been charged to Profit and Loss Account during the quarter on proportionate basis towards outstanding un-amortized liability of Rs.438.38 crore as on 31.03.2012 (being amortized over five years beginning from 31st March 2011) on account of reopening of pension option for existing employees, who had not opted for pension earlier. The balance amount Rs.401.85 crore will be dealt with as per guidelines of Reserve Bank of India.
 - A sum of Rs.6.64 crore has been charged to Profit & Loss Account during the quarter on proportionate basis towards outstanding unamortized liability of Rs.79.72 crore as on 31.03.2012 (being amortized over five years beginning from 31st March 2011) on account of the enhancement of Gratuity limit. The balance amount of Rs.73.08 crore will be dealt with as per guidelines of Reserve Bank of India.
- The figures for the quarter ended March 31, 2012 are the balancing figure between audited figures in respect of the full financial year 2011-12 and the published figures for nine months ended December 31, 2011.
- Bank has further provided Rs.29 crore & Rs.5 crore on estimated basis towards incremental liability of pension and gratuity respectively in respect of existing employees & employees retired/ separated during the quarter ended 30.06.2012.
- The figures of previous period have been regrouped and reclassified wherever necessary in order to make them comparable with the figures of the current period.



9. Details of Investors complaint for the quarter ended 30.06.2012:

Beginning	Received	Disposed off	Lying unresolved
Nil	7	7	Nil

[I.S. BHATIA]
GENERAL MANAGER

[P.K. ANAND]
EXECUTIVE DIRECTOR

[D.P. SINGH]
CHAIRMAN & MANAGING DIRECTOR

For Bhatia & Bhatia
Chartered Accountants

(R. Bhatia)
Partner
M. No.017572
FRN : 003202N

For Alka & Sunil
Chartered Accountants

(Sunil Gupta)
Partner
M. No. 084119
FRN : 006739N

For G.S. Goel & Co.
Chartered Accountants

(G.S. Goel)
Partner
M. No. 014428
FRN : 001415N

For S.B.G. & Co.
Chartered Accountants

(S.B. Gupta)
Partner
M. No. 089415
FRN : 001818N

For O.P. Tulsyan & Co.
Chartered Accountants

(Rakesh Agarwal)
Partner
M. No. 081808
FRN : 500028N

For R.M. Lall & Co.
Chartered Accountants

(Parveen Kumar)
Partner
M. No. 071609
FRN : 000932C

Dated: July 28, 2012
Place: New Delhi

To
The Board of Directors,
Punjab & Sind Bank
New Delhi

LIMITED REVIEW REPORT FOR THE QUARTER ENDED 30TH JUNE 2012

We have reviewed the accompanying statement of unaudited financial results of Punjab & Sind Bank for the quarter ended 30th June 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than 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, 367 branches reviewed by concurrent auditors specifically appointed for this purpose and unreviewed returns in respect of 647 branches. In the conduct of our Review, we have relied on the review reports in respect of non-performing assets and other areas received from concurrent auditors of 367 branches specially appointed for this purpose. These review reports cover 91.73 % of the advances portfolio of the Bank. Further, these Review Reports also cover 88.36% of Gross NPA as on 30 June 2012. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the Bank.

Based on our review as aforesaid and without qualifying our opinion, attention is invited to –

- i) Note No. 3 regarding adjustments required on account of non reconciliation of balances and clearance/ identification of outstanding items in respect of various accounts of income, expenditure, assets and liabilities, the impact of which is not ascertainable
- ii) Non creation of Deferred Tax Liability of Rs.2.14 crore for the quarter ended 30.06.2012 (cumulative Rs.283.93 crore up to 30.06.2012) in respect of differences on account of variation in the value of investment as per books of accounts and for income tax computation considering the difference to be permanent and of Rs.0.42 crore for the quarter ended 30.06.2012 (cumulative Rs.15.24 crore up to 30.06.2012) in respect of Special Reserve created and maintained u/s 36(1)(viii) on the basis of management decisions not to withdraw the same.



- iii) Capital Adequacy as per Basel-I and Basel-II, Earning Per Share and other ratios disclosed by the Bank is subject to adjustments arising out of the Notes on Accounts, Accounting Policies and our remarks in para (i) & (ii) above.
- iv) Note No. 5 regarding deferment of pension and gratuity liability of the bank to the extent of Rs. 474.93 crore, pursuant to the exemption granted by the Reserve Bank of India to the public sector banks from of application of the provisions of Accounting Standard (AS) 15, Employee Benefits vide its circular no. DBOD. BP.BC/80/21.04.018/2010-11 dated 09/02/2011 on Re-opening of Pension Option to Employees of Public Sector Banks and Enhancement in Gratuity Limits – Prudential Regulatory Treatment.

Nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For Bhatia & Bhatia
Chartered Accountants




(R. Bhatia)
Partner
M. No.017572
FRN : 003202N

For Alka & Sunil
Chartered Accountants




(Sunil Gupta)
Partner
M. No. 084119
FRN : 006739N

For G.S. Goel & Co.
Chartered Accountants




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(Rakesh Agarwal)
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For R.M.Lall & Co.
Chartered Accountants




(Parveen Kumar)
Partner
M. No. 071609
FRN : 000932C

Place: New Delhi
Dated: July 28,2012