

PUNJAB & SIND BANK

Head Office: 21, Rajendra Place, New Delhi 110 008

Reviewed Un-audited Financial Results for the Quarter/Half year ended 30th September, 2019

(Rupees in lacs)

Sl. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED 31.03.2019 Audited
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	
1	INTEREST EARNED (a+b+c+d)	201366	207094	219999	408460	438478	855867
	a).Interest/ discount on advances/bills	148521	152359	153103	300880	304035	602972
	b) Income on Investments	48900	50335	60873	99235	123281	229775
	c) Interest on Balances with RBI & Other Inter Bank Funds	699	1188	2104	1887	3016	6026
	d) Others	3246	3212	3919	6458	8146	17094
2	Other Income	20891	16697	20942	37588	36067	82828
3	TOTAL INCOME (1+2)	222257	223791	240941	446048	474545	938695
4	Interest Expended	150434	150335	159470	300769	306876	627897
5	Operating Expenses (i)+(ii)	46754	46502	46420	93256	91804	171112
	i) Employees Cost	29932	32002	30980	61934	62055	117581
	ii) Other Operating Expenses	16822	14500	15440	31322	29749	53531
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	197188	196837	205890	394025	398680	799009
7	Operating Profit before Provisions & Contingencies (3-6)	25069	26954	35051	52023	75865	139686
8	Provisions (other than tax) and Contingencies	97262	33453	59373	130715	161908	225563
	Of Which Provisions for Non Performing Assets	94936	21113	40090	116049	119628	196225
9	Exceptional Items	0	0	0	0	0	0
10	Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	-72193	-6499	-24322	-78692	-86043	-85877
11	Tax Expense	-25320	-3471	-13399	-28791	-35318	-31529
12	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	-46873	-3028	-10923	-49901	-50725	-54348
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	Net Profit (+)/ Loss (-) for the period (12-13)	-46873	-3028	-10923	-49901	-50725	-54348
15	Paid-up Equity Share Capital (Face Value Rs.10/-)	60206	60206	56491	60206	56491	56491
16	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)						420668
17	Analytical Ratios						
	(I). Percentage of shares held by Government of India	80.28	80.28	85.56	80.28	85.56	85.56
	(ii) Capital Adequacy Ratio (Basel III)	11.68	11.35	10.66	11.38	10.66	10.93
	a). CET 1 Ratio	8.14	7.87	7.65	8.14	7.65	7.80
	b). Additional Tier 1 Ratio	1.73	1.71	1.62	1.73	1.62	1.70
	(iii) Earning per share (of Rs.10/- each) (Not Annualised) (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)	-7.79	-0.53	-1.93	-8.53	-8.98	-9.62
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	-7.79	-0.53	-1.93	-8.53	-8.98	-9.62
	(iv) (a) Amount of Gross Non Performing Assets	921822	888586	720217	921822	720217	860587
	(b) Amount of Net Non Performing Assets	444354	506236	358337	444354	358337	499423
	(c) % of Gross NPAs	13.64	12.88	10.02	13.64	10.02	11.83
	(d) % of Net NPAs	7.07	7.77	5.25	7.07	5.25	7.22
	(v) Return on Assets (Annualised)	-1.70	-0.11	-0.37	-0.91	-0.88	-0.47



Sl. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED 31.03.2019 Audited
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	
18	Public Shareholding:						
	No. of Shares	118735354	118735354	81588252	118735354	81588252	81588252
	Percentage of Shareholding	19.72	19.72	14.44	19.72	14.44	14.44
19	Promoters and promoter group Share holding						
	(a) Pledged/ Encumbered						
	Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total shareholding of promoter and promotor group)	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of Shares (as a % of the total share capital of the Bank)	Nil	Nil	Nil	Nil	Nil	Nil
	(b) Non-encumbered						
	Number of shares	483324032	483324032	483324032	483324032	483324032	483324032
	Percentage of Shares (as a % of the total shareholding of promoter and promotor group)	100.00	100.00	100.00	100.00	100.00	100.00
	Percentage of Shares (as a % of the total share capital of the Bank)	80.28	80.28	85.56	80.28	85.56	85.56

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			Half Year ended		Year ended
	30.09.19 (Reviewed)	30.06.19 (Reviewed)	30.09.18 (Reviewed)	30.09.19 (Reviewed)	30.09.18 (Reviewed)	31.03.19 (Audited)
1. Segment Revenue						
a) Treasury	58603	58391	65637	116994	134049	265611
b) Corporate/ Wholesale Banking	98918	106494	103473	205412	213362	439024
c) Retail Banking	64555	58829	71726	123384	126976	233739
d) Other Banking Operations	181	77	105	258	158	321
Total	222257	223791	240941	446048	474545	938695
2. Segment Result						
a) Treasury	16069	17885	16349	33954	36288	80528
b) Corporate/ Wholesale Banking	13121	15724	19659	28845	43520	73356
c) Retail Banking	8641	8686	13903	17327	25900	39056
d) Other Banking Operations	181	77	105	258	158	321
Total	38012	42372	50016	80384	105866	193261
3. Unallocated Expenses	12943	15418	14965	28361	30001	53575
4. Operating Profit	25069	26954	35051	52023	75865	139686



Particulars	Quarter ended			Half Year ended		Year ended
	30.09.19 (Reviewed)	30.06.19 (Reviewed)	30.09.18 (Reviewed)	30.09.19 (Reviewed)	30.09.18 (Reviewed)	31.03.19 (Audited)
5. Provisions & Contingencies	97262	33453	59373	130715	161908	225563
6. Income Tax	-25320	-3471	-13399	-28791	-35318	-31529
7. Extra Ordinary Profit/ Loss	0	0	0	0	0	0
8. Net Profit	-46873	-3028	-10923	-49901	-50725	-54348
Other Information:						
9. Segment Assets						
a) Treasury	2681899	2646242	3178931	2681899	3178931	2665888
b) Corporate/ Wholesale Banking	4738046	4945827	4966757	4738046	4966757	5277448
c) Retail Banking	2845965	2732133	2955813	2845965	2955813	2809743
d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Assets	180244	149824	129538	180244	129538	145126
Total Assets	10446154	10474026	11231039	10446154	11231039	10898205
10. Segment Liabilities						
a) Treasury	2588696	2534296	3050647	2588696	3050647	2560519
b) Corporate/ Wholesale Banking	4573386	4736600	4766327	4573386	4766327	5068858
c) Retail Banking	2747060	2616554	2836533	2747060	2836533	2698688
d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Liabilities	6794	9484	9988	6794	9988	0
Total Liabilities	9915936	9896934	10663495	9915936	10663495	10328065

B: GEOGRAPHIC SEGMENT:

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

STATEMENT OF ASSETS AND LIABILITIES AS ON 30TH SEPTEMBER, 2019

(Rs. in Lacs)

	AS ON 30.09.2019	AS ON 31.03.2019		AS ON 30.09.2019	AS ON 31.03.2019
CAPITAL & LIABILITIES			ASSETS		
Capital	60206	56491	Cash & balance with		
Reserves & Surplus	470013	513649	Reserve Bank of India	697863	494108
Share Application Money			Balance with banks & money		
Pending Allotment	78700	0	at call and short notice	100840	167714
Deposits	9397106	9855761	Investments	2635775	2617293
Borrowings	241905	271400	Advances	6285716	6917553
Other Liabilities	198224	200904	Fixed Assets	124480	123039
			Other Assets	601480	578498
Total	10446154	10898205	Total	10446154	10898205



CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2019

	Rs. in Lakhs		
	Half Year ended 30.09.2019 (Reviewed)	Year ended 31.03.2019 (Audited)	Half Year ended 30.09.2018 (Reviewed)
A>.Cash Flow from Operating Activities			
Net Profit as per Profit & Loss Account	-49901	-54348	-50725
Adjustments for:			
Provisions & Contingencies	103109	181873	93486
Depreciation on Fixed Assets	2714	-1472	3086
Depreciation on Investments	-1185	12161	33103
Profit on sale of Assets	-94	-980	-7
Interest on Bonds, PCPS and IPDI	10755	25606	12893
Operating Profit before working capital changes	65398	162840	91836
Adjustments for:			
Increase / (Decrease) in Deposits	-458655	-316856	-14673
Increase / (Decrease) in Borrowings	4275	-86899	-66902
Increase / (Decrease) in Other Liabilities	-887	-14008	-584
(Increase) / Decrease in Investments	-32623	655093	134936
(Increase) / Decrease in Advances	513470	-462210	-293382
(Increase) / Decrease in Other Assets	19628	74460	34723
Direct Taxes Paid (Net of refund)	-13819	-22153	-10270
Cash Flow from Operating Activities (A)	96787	-9733	-124316
B>.Cash Flow from Investing Activities			
Increase in Fixed Assets	-4155	-7087	-1378
Profit on sale of Assets	94	980	7
Cash Flow from Investing Activities (B)	-4061	-6107	-1371
C>.Cash Flow form Financing Activities			
Issue of Equity Shares (Face Value) for cash	3715	0	0
Share Premium received thereon	6285	0	0
Public Issue Expenses	-20	0	0
Issue of Subordinated Bonds	23730	0	0
Redemption of Subordinated Bonds	-57500	-10000	-10000
Interest on Bonds, PCPS and IPDI	-10755	-25606	-12893
Share Application Money Pending Allotment	78700	0	0
Cash Flow form Financing Activities (C)	44155	-35606	-22893
Cash from Operating Activities	96787	-9734	-124315
Cash from Investing Activities	-4061	-6107	-1371
Cash from Financing Activities	44155	-35606	-22893
Increase in Cash & Cash Equivalents	136881	-51447	-148579
Cash and Bank Balances (Opening)	661822	713269	713269
Cash and Bank Balances (Closing)	798703	661822	564690



NOTES FORMING PART OF THE REVIEWED FINANCIAL RESULTS OF THE BANK FOR QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019:

1. The financial results for the Quarter and Half-year ended September 30, 2019 have been prepared in accordance with Accounting Standard (AS) - 25 on Interim Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI), following the same accounting policies and practices as those followed in the annual financial statements for the year ended March 31, 2019.
2. The above Financial Results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors in the meeting held on November 11, 2019. The results have been subjected to a "Limited Review" by the Statutory Central Auditors of the Bank in line with the guidelines issued by Reserve Bank of India (RBI) and as per the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. The financial results for the Quarter and Half-year ended September 30, 2019 have been arrived at after considering provisions for Non-Performing Assets, Standard Assets, Restructured Advances, Depreciation on investments, and unhedged (foreign currency) on the basis of extant guidelines issued by RBI.
4. Provision for Depreciation on Fixed assets, Employee Benefits, Income Tax (Including Deferred Tax) and other usual and necessary provisions have been made on estimated basis, which are subject to adjustment, if any at the year end.
5. The Government of India, vide the Taxation Laws (Amendment) Ordinance 2019, inserted section 115BAA in the Income Tax Act 1961 w.e.f. April 1, 2019, which provides irrevocable option to domestic companies to pay corporate tax at reduced rates subject to certain conditions. The Bank is currently in the process of evaluating this option. Bank continues to recognize the Taxes on Income for the quarter and half year ended 30.09.2019 as per the earlier provisions.
6. Pending settlement of the Bipartite agreement on wage revision (due from November 2017), an adhoc amount of Rs.30.00 Crore (Previous quarter Rs 30.00 Crore) has been provided during the current quarter towards wage revision and cumulative provision held as on September 30, 2019 is Rs.230 Crore.
7. Bank has reported in one borrowal account in the Power & Steel Sector under borrowal fraud category to RBI during quarter II of Current Financial year having outstanding balance of Rs.238.29 Crore as on September 30, 2019. The account was already under NPA category since Financial year 2016-17 and provision of Rs.213.82 Crore held on September 30, 2019 and is referred to NCLT. During the Quarter ended June 30, 2019, Bank has availed dispensation for deferment of provision in respect of frauds amounting to Rs.24.47 Crore over and above provision held in the account, as per RBI circular no DBR No.BP.BC.92/21.04.048/2015-16 dated 18-04-2016. Accordingly, an amount of Rs.24.47 Crore has been charged to profit and loss account upto September 30, 2019 and Rs.24.47 Crore has been deferred to subsequent quarters.
8. In accordance with RBI Circular No.DBR.BP.BC.18/21.04.048/2018-19 dated 1st January 2019 on "Relief for MSME Borrowers Registered under Goods and Service Tax (GST)", the details of MSME restructured accounts as on September 30, 2019 are as under:



No. of Accounts Restructured	Amount (Rs. in Crores)
1622	70.03

9. As per the Reserve Bank of India directions for initiating Insolvency Process- Provisioning Norms, vide letter No.DBR.No.BP:15199/21.04.048/2016-17 dated June 23, 2017 and DBR.No.BP.1906/21.04.048/2017-18 dated August 28, 2017, the bank is holding the provisioning of Rs.881.55 Crore as against the balance outstanding of Rs.919.43 Crore as on September 30, 2019 in respect of borrowal accounts referred in aforesaid circular. Further, the provisions held in respect of total borrowal accounts referred to NCLT stood at Rs.1881.71 Crore as against the balance outstanding of Rs.2051.31 Crore as on September 30, 2019.
10. In view of reasonable certainty of future taxable profits against which timing differences arising on account of provision for non-performing investments, provision for wage revision, etc. can be realized and accordingly, the Bank has recognized deferred tax assets (net) of Rs.232.81 crore for the quarter ended September 30, 2019.
11. In terms of Hon`ble Supreme Court order and necessary guidelines issued by Reserve Bank of India (RBI), the Bank has kept Delhi Airport Metro Express Private Limited (DAMEPL) as standard account. However, the necessary provisions as per IRAC norms have been made which are as under:

(Rs. in crore)

Amount not treated as per NPA as per IRAC norms	Provisions required to be made as per IRAC norms	Provisions actually held
134.21	20.13	20.13

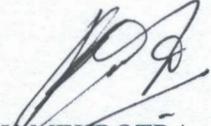
12. In terms of Reserve Bank of India (RBI) circular DBR.No.BP.BC.1/21.06.201/2015-16, dated July 1, 2015, on 'Basel III Capital Adequacy' and RBI circulars DBR.No.BP.BC.80/21.06.201/2014-15 dated March 31, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standard Amendments', Banks are required to make Pillar 3 disclosures including leverage ratio and liquidity coverage ratio under the Basel III framework which are being made available on the Bank's website. The Disclosures have not been subjected to review by Statutory Central Auditors of the Bank.
13. During the quarter, Government of India infused Rs.787 Crore by way of preferential allotment of equity shares and the amount was maintained under share application money pending allotment. Reserve bank of India though, vide their letter no.3083/21.01.002/2019-20 dated 17.10.2019 has allowed the Bank to include the above amount as a part of Common Equity Tier-1 (CET-1) Capital fund as on September 30, 2019.
14. The Provision Coverage Ratio and Liquidity Coverage Ratio as at 30.09.2019 work out to 65.52% and 166.66% respectively (Previous quarter 59.77% and 166.35% respectively).
15. The Bank is carrying a provision of Rs.11.62 crore as against the outstanding balance of Rs.232.40 Crore as at September 30, 2019 being 5% of outstanding food credit availed by the State Government of Punjab as per the RBI letter No. DBR (BP) No/720J/21.04.132/2017-18 dated 08.02.2018 issued to SBI, the lead bank.
16. The Bank has recognized Treasury operations, Corporate/ Wholesale Banking and Retail Banking as primary reporting segments. There are no secondary reporting segments.
17. 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.



18. Details of Investors complaint for the quarter ended September 30, 2019:

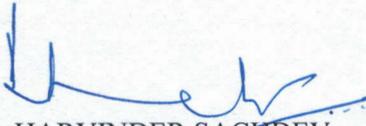
Beginning	Received	Disposed off	Lying unresolved
Nil	2	2	Nil

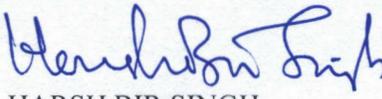

C.M.SINGH
ASSTT. GEN. MANAGER


V.K.MEHROTRA
DY.GEN. MANAGER


RAJIV RAWAT
GENERAL MANAGER


JAYANTA KUMAR NAYAK
GENERAL MANAGER

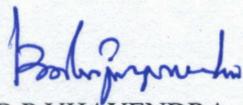

HARVINDER SACHDEV
GENERAL MANAGER


HARSH BIR SINGH
DIRECTOR

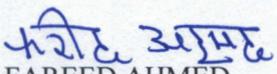

T. R. MENDIRATTA
DIRECTOR


M. S. DADU
DIRECTOR


S. R. GHEDIA
DIRECTOR


B.P.VIJAYENDRA
DIRECTOR


S. R. MEHAR
DIRECTOR


FAREED AHMED
EXECUTIVE DIRECTOR


S. HARISANKAR,
MANAGING DIRECTOR & CEO

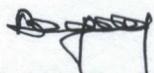

CHARAN SINGH
NON EXECUTIVE CHAIRMAN

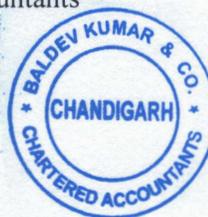
For S.Mann & Co.
Chartered Accountants


(Subhash Mann)
Partner
M. No. 080500
FRN : 000075N
UDIN:



For Baldev Kumar & Co.
Chartered Accountants


(Baldev Garg)
Partner
M. No. 092225
FRN : 013148N
UDIN:



For Suresh Chandra & Associates
Chartered Accountants

Madhur Gupta

(Madhur Gupta)
Partner
M. No. 090205
FRN : 001359N
UDIN:



For Raj Gupta & Co.
Chartered Accountants

Sandeep Gupta

(Sandeep Gupta)
Partner
M. No. 529774
FRN : 000203N
UDIN:



Dated: November 11, 2019
Place: New Delhi.

<p>S. MANN & CO. Chartered Accountants 1006, 10th Floor, Vikrant Tower, Rajendra Place, <u>New Delhi 110008</u></p>	<p>BALDEV KUMAR & CO. Chartered Accountants 3570, Sector 35-D, <u>Chandigarh - 160022</u></p>
<p>SURESH CHANDRA & ASSOCIATES Chartered Accountants 504 Prakash Deep Building, 7, Tolstoy Marg, <u>New Delhi - 110001</u></p>	<p>RAJ GUPTA & CO. Chartered Accountants 3049/1, Sector 38 - D, <u>Chandigarh - 160036</u></p>

Limited Review Report

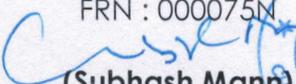
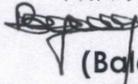
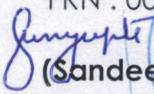
To
The Board of Directors
Punjab & Sind Bank
New Delhi

1. We have reviewed the accompanying statements of unaudited financial results (the statements) of **Punjab & Sind Bank** (the "Bank") for the Quarter and Half year ended 30th September 2019. The disclosures relating to "Pillar 3 under Basel III Capital Regulation", "Leverage Ratio" and "Liquidity Coverage Ratio", as have been disclosed on Bank's website and in respect of which a link has been provided in the aforesaid Statements have not been reviewed by us. These Financial statements are the responsibility of the Bank's Management and have been approved by the Board of Directors in their meeting held on November 11, 2019. Our responsibility is to issue a report on these interim financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information performed by the Independent Auditors 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 accompanying statement of unaudited financial results is free of material misstatement. A review of interim financial results consists principally of applying analytical procedures to financial data and making enquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing Standards, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
3. The financial results incorporate the relevant returns of 20 branches and Treasury Branch reviewed by us, 408 branches reviewed by concurrent auditors and un-



reviewed returns of 1092 branches. These review reports cover 79.62% of the advances portfolio of the bank excluding the advances of asset recovery branches and outstanding food credit of the bank and 76.20% of Gross NPA as on 30th September 2019. Apart from these review reports and certificates, in the conduct of our review, we have also relied upon various informations and returns received from the unreviewed branches/other offices of the Bank.

4. Based on our review conducted as above, subject to the limitation in scope as mentioned in Para 3 above and read with the Notes to unaudited financial results , nothing has come to our attention that causes us to believe that the accompanying statements of unaudited interim financial results together with 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 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.

<p>For S.MANN & CO. Chartered Accountants FRN : 000075N  (Subhash Mann) Partner M. No.080500 UDIN: 19080500AAAAEY3991</p> 	<p>For BALDEV KUMAR & CO. Chartered Accountants FRN : 013148N  (Baldev Garg) Partner M. No.092225 UDIN: 1909225AAAA CP5755</p> 
<p>For Suresh Chandra & Associates Chartered Accountants FRN : 001359N  (Madhur Gupta) Partner M. No.090205 UDIN: 19090205AAAAAN9024</p> 	<p>For Raj Gupta & Co. Chartered Accountants FRN : 000203N  (Sandeep Gupta) Partner M. No.529774 UDIN: 19529774AA AABS6L01</p> 

Place: New Delhi

Dated: 11TH November 2019