

PUNJAB & SIND BANK

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

Reviewed Financial Results For the Quarter/ Nine Months ended 31st December, 2011

(Rupees in Lacs)

Sl. No.	Particulars	QUARTER ENDED			9 Months ended		YEAR ENDED
		31.12.2011 Reviewed	30.09.2011 Reviewed	31.12.2010 Reviewed	31.12.2011 Reviewed	31.12.2010 Reviewed	31.03.2011 Audited
1	INTEREST EARNED (a+b+c+d)	166087	160653	126038	476841	356700	493251
	a).Interest/ discount on advances/bills	126642	123635	93320	365484	258500	360571
	b) Income on Investments	38430	36345	32113	109299	94781	127856
	c) Interest on Balances with RBI & Other Inter Bank Funds	1013	670	249	2047	1236	1637
	d) Others	2	3	356	11	2183	3187
2	Other Income	9357	10474	9210	29199	31705	43708
3	TOTAL INCOME (1+2)	175444	171127	135248	506040	388405	536959
4	Interest Expended	128575	124945	87414	368541	240016	337206
5	Operating Expenses (i)+(ii)	28389	29203	24623	85312	76036	98403
	i) Employees Cost	21030	21825	19209	61935	59576	75585
	ii) Other Operating Expenses	7359	7378	5414	23377	16460	22818
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	156964	154148	112037	453853	316052	435609
7	Operating Profit before Provisions & Contingencies (3-6)	18480	16979	23211	52187	72353	101350
8	Provisions (other than tax) and Contingencies	2809	-1817	6090	7811	17381	24386
9	Exceptional Items	0	0	0	0	0	0
10	Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	15671	18796	17121	44376	54972	76964
11	Tax Expense	6508	4020	3591	14028	15382	24347
12	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	9163	14776	13530	30348	39590	52617
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	Net Profit (+)/ Loss (-) for the period (12-13)	9163	14776	13530	30348	39590	52617
15	Paid-up Equity Share Capital (Face Value Rs.10/-)	22306	22306	22306	22306	22306	22306
16	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)						262636
17	Analytical Ratios						
	(I). Percentage of shares held by Government of India	82.07	82.07	82.07	82.07	82.07	82.07
	(ii) Capital Adequacy Ratio: Basel-I	12.71	12.79	12.85	12.71	12.85	11.94
	Basel-II	12.99	13.33	14.13	12.99	14.13	12.94
	(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)	4.11	6.62	7.32	13.61	21.56	26.40
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	4.11	6.62	7.32	13.61	21.56	26.40
	(iv) (a) Amount of Gross Non Performing Assets	54393	45041	34356	54393	34356	42428
	(b) Amount of Net Non Performing Assets	37392	29746	16414	37392	16414	23794
	(c) % of Gross NPAs	1.28	1.06	0.91	1.28	0.91	0.99
	(d) % of Net NPAs	0.88	0.71	0.44	0.88	0.44	0.56
	(v) Return on Assets (Annualised)	0.52	0.85	0.90	0.58	0.92	0.90
18	Public Shareholding:						
	No. of Shares	40000000	40000000	40000000	40000000	40000000	40000000
	Percentage of Shareholding	17.93	17.93	17.93	17.93	17.93	17.93
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	183056000	183056000	183056000	183056000	183056000	183056000
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)	82.07	82.07	82.07	82.07	82.07	82.07

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

Particulars	Quarter ended			9 Months ended		Year ended
	31.12.11 (Reviewed)	30.09.11 (Reviewed)	31.12.10 (Reviewed)	31.12.11 (Reviewed)	31.12.10 (Reviewed)	31.03.11 (Audited)
1. Segment Revenue						
a) Treasury	40020	37561	33563	114277	100975	135372
b) Corporate/ Wholesale Banking	102390	101630	77418	297466	215037	310182
c) Retail Banking	32593	31682	24089	93406	71833	89604
d) Other Banking Operations	441	254	178	891	560	1801
Total	175444	171127	135248	506040	388405	536959
2. Segment Result						
a) Treasury	1848	1306	6267	5855	22934	27989
b) Corporate/ Wholesale Banking	23215	23065	22037	68130	65354	92177
c) Retail Banking	7390	7190	6857	21392	21885	26628
d) Other Banking Operations	441	254	178	891	560	1801
Total	32894	31815	35339	96268	110733	148595
3. Unallocated Expenses	14414	14836	12128	44081	38380	47245
4. Operating Profit	18480	16979	23211	52187	72353	101350
5. Provisions & Contingencies	2809	-1817	6090	7811	17381	24386
6. Income Tax	6508	4020	3591	14028	15382	24347
7. Extra Ordinary Profit/ Loss	0	0	0	0	0	0
8. Net Profit	9163	14776	13530	30348	39590	52617
Other Information:						
9. Segment Assets						
a) Treasury	2002804	2097748	1774317	2002804	1774317	1894602
b) Corporate/ Wholesale Banking	3664285	3712856	3214595	3664285	3214595	3766604
c) Retail Banking	1166428	1157451	1000246	1166428	1000246	1088084



d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Assets	92907	97066	35892	92907	35892	105724
Total Assets	6926424	7065121	6025050	6926424	6025050	6855014
10. Segment Liabilities						
a) Treasury	1901041	1994357	1674977	1901041	1674977	1814620
b) Corporate/ Wholesale Banking	3478101	3529861	3034618	3478101	3034618	3607594
c) Retail Banking	1107162	1100404	944245	1107162	944245	1042150
d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Liabilities	31268	40198	24270	31268	24270	10311
Total Liabilities	6517572	6664820	5678110	6517572	5678110	6474675

B: GEOGRAPHIC SEGMENT:

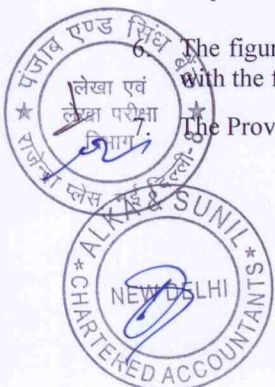
Since the Bank does not have any overseas branch, reporting under Geographic Segment is not applicable.

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 January 30, 2012 and have been reviewed by the Statutory Central Auditors.
- During the period there is no change in the Accounting Policy of the Bank.
- 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 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.40.59 crore has been charged to Profit and Loss Account during the quarter on proportionate basis aggregating Rs.121.77 crore for the nine months period ended 31.12.2011 towards un-amortized liability of Rs.649.42 crore (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 of Rs.527.65 crore will be dealt with as per guidelines of Reserve Bank of India.
 - A sum of Rs.6.99 crore has been charged to Profit & Loss Account during the quarter on proportionate basis aggregating Rs.20.97 crore for the nine months period ended 31.12.2011 towards unamortized liability of Rs.111.85 crore (being amortized over five years beginning from 31st March 2011) on account of the enhancement of Gratuity limit. The balance amount of Rs.90.88crore will be dealt with as per guidelines of Reserve Bank of India.
- Bank has further provided Rs.12 crore & Rs.3 crore on estimated basis towards incremental liability of pension and gratuity respectively in respect of employees retired during the quarter ended 31.12.2011 aggregating Rs.36 crore & Rs.12 crore respectively for the nine months period ended 31.12.2011.

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.

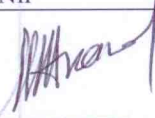
The Provision Coverage Ratio (including technical write off) is 70.34% as on 31.12.2011

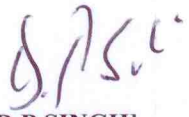


8. Details of Investors complaint for the quarter ended 31st December, 2011:

Beginning	Received	Disposed off	Lying unresolved
	74	78	Nil


[G.S. ARORA]
GENERAL MANAGER [ACCOUNTS]


[P.K. ANAND]
EXECUTIVE DIRECTOR



[D.P. SINGH]
CHAIRMAN & MANAGING DIRECTOR

For ALKA & SUNIL
Chartered Accountants
FRN 006739N


[SUNIL GUPTA]
Partner
M. No. 084119



For BHATIA & BHATIA
Chartered Accountants
FRN 003202N


[UMA R. WADHWA]
Partner
M. No. 500198




For G.S. GOEL & CO
Chartered Accountants
FRN 001415N


[G.S. GOEL]
Partner
M. No. 014428



For S.B.G. & CO
Chartered Accountants
FRN 001818N


[SHRI BHAGWAN GUPTA]
Partner
M.No. 089415



For R.M. LALL & CO
Chartered Accountants
FRN 000932C


[R.P. TIWARI]
Partner
M.No. 071448



For O.P. TULSYAN & CO
Chartered Accountants
FRN 500028N


[RAKESH AGARWAL]
Partner
M.No. 081808



Place: New Delhi

Dated: January 30, 2012

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

LIMITED REVIEW REPORT FOR THE QUARTER ENDED 31st DECEMBER 2011

We have reviewed the accompanying statement of unaudited financial results of Punjab & Sind Bank for the quarter ended 31st December, 2011. This statement is the responsibility of the Bank'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, 368 branches reviewed by concurrent auditors specifically appointed for this purpose and un-reviewed returns in respect of 616 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 368 branches specially appointed for this purpose. These review reports cover 92.29 % of the advances portfolio of the Bank. Further, these Review Reports also cover 88.60 % of Gross NPA as on 31 December 2011. 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, attention is invited to :

- i) *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.295.64 crore 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.12.38 crore 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 our remarks in para (i) above.*
- iv) *Note No. 4 regarding deferment of pension and gratuity liability of the bank to the extent of Rs.618.53 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 recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For ALKA & SUNIL
Chartered Accountants
FRN 006739N



[SUNIL GUPTA]
Partner
M. No. 084119

For BHATIA & BHATIA
Chartered Accountants
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[UMA R. WADHWA]
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For G.S. GOEL & CO
Chartered Accountants
FRN 001415N



[G.S. GOEL]
Partner
M. No. 014428

For S.B.G. & CO
Chartered Accountants
FRN 001818N



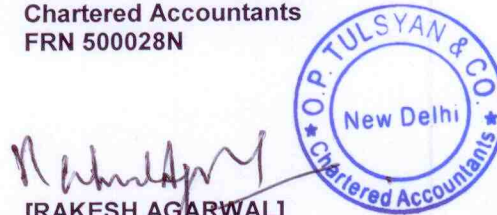
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For O.P. TULSYAN & CO
Chartered Accountants
FRN 500028N



[RAKESH AGARWAL]
Partner
M.No. 081808

Place: New Delhi
Dated: January 30, 2012