

ੴ ਸ੍ਰੀ ਵਾਹਿਗੁਰੂ ਜੀ ਕੀ ਫਤਹ ॥



ਪੰਜਾਬ ਏਂਡ ਸਿੰਧ ਬੈਂਕ
Punjab & Sind Bank
ਪੰਜਾਬ ਐਂਡ ਸਿੰਧ ਬੈਂਕ

ਪੀ.ਏਸ.ਬੀ. (ਭਾਰਤ ਸਰਕਾਰ ਕਾ ਉਪਕਰਮ/A Govt. of India Undertaking)

Phone : 011-25782926, 25812922, 25817353, 25728930, Email:complianceofficer@psb.co.in

ਪ੍ਰ. ਕਾ. ਲੇਖਾ ਏਂਡ ਲੇਖਾ ਪਰੀਖਾ ਵਿਭਾਗ
"ਸ਼ੇਅਰ ਕੱਖ", ਬੈਂਕ ਹਾਊਸ, ਪ੍ਰਥਮ ਤਲ,
21, ਰਾਜੇਂਦ੍ਰਾ ਪਲੇਸ, ਨਵੀਂ ਦਿੱਲੀ-110 008
H.O. Accounts & Audit Department
"Shares Cell", Bank House, 1st Floor,
21, Rajendra Place, New Delhi - 110008

ਸੰਦਰਭ:.....

Ref: PSB/HO/Shares Cell/ /2018-19

ਦਿਨਾਂਕ /Dated:.....

8th August, 2018

To,

Bombay Stock Exchange Limited, Department of Corporate Services, 25 th floor, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001. SCRIP ID : PSB SCRIP CODE : 533295	National Stock Exchange of India Ltd., Exchange Plaza, C – 1, Block – G, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051. SYMBOL: PSB SERIES: EQ
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Dear Sir,

Reg: Punjab & Sind Bank – Board Meeting dated 08.08.2018:
Reporting pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform that the Board of Directors of Punjab & Sind Bank at its meeting held on 08.08.2018 has considered and taken on record unaudited, reviewed financial results for the quarter (Q1) ended June 30, 2018.

We are forwarding a copy of Reviewed Un-audited financial results, segment reporting and limited review by auditors.

You are requested to take a note of the above, pursuant to clause 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The information may kindly be uploaded on your website.

Yours faithfully,

[Ajit Singh Ahuja]
Company Secretary

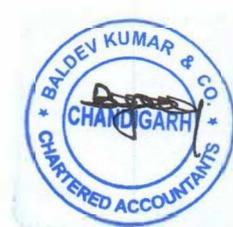
PUNJAB & SIND BANK

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

Reviewed Un-audited Financial Results for the Quarter ended 30th June, 2018

(Rupees in lacs)

Sl. No.	Particulars	QUARTER ENDED			YEAR ENDED
		30.06.2018	31.03.2018	30.06.2017	31.03.2018
		Reviewed	Audited	Reviewed	Audited
1	INTEREST EARNED (a+b+c+d)	218479	196630	193992	794875
	a).Interest/ discount on advances/bills	150932	128416	129558	523152
	b) Income on Investments	62408	63305	55336	245084
	c) Interest on Balances with RBI & Other Inter Bank Funds	912	808	5623	11704
	d) Others	4227	4101	3475	14935
2	Other Income	15125	15575	12265	58120
3	TOTAL INCOME (1+2)	233604	212205	206257	852995
4	Interest Expended	147406	149292	137413	571356
5	Operating Expenses (i)+(ii)	45384	50158	38300	167168
	i) Employees Cost	31075	33854	25360	112300
	ii) Other Operating Expenses	14309	16304	12940	54868
6	TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)	192790	199450	175713	738524
7	Operating Profit before Provisions & Contingencies (3-6)	40814	12755	30544	114471
8	Provisions (other than tax) and Contingencies	102535	60403	25217	173955
	Of Which Provisions for Non Performing Assets	79538	76836	25920	172243
9	Exceptional Items	0	0	0	0
10	Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)	-61721	-47648	5327	-59484
11	Tax Expense	-21919	4814	2790	14896
12	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	-39802	-52462	2537	-74380
13	Extraordinary items (net of tax expense)	0	0	0	0
14	Net Profit (+)/ Loss (-) for the period (12-13)	-39802	-52462	2537	-74380
15	Paid-up Equity Share Capital (Face Value Rs. 10/-)	56491	56491	40041	56491
16	Reserves excluding Revaluation Reserve (as per Balance Sheet of previous accounting year)				477073
17	Analytical Ratios				
	(i). Percentage of shares held by Government of India	85.56	85.56	79.62	85.56
	(ii) Capital Adequacy Ratio (Basel III)	10.46	11.25	12.43	11.25
	a). CET 1 Ratio	7.56	8.37	9.05	8.37
	b). Additional Tier 1 Ratio	1.52	1.48	1.63	1.48
	(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)	-7.05	-12.87	0.63	-18.49
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	-7.05	-12.87	0.63	-18.49
	(iv) (a) Amount of Gross Non Performing Assets	736341	780165	669336	780165
	(b) Amount of Net Non Performing Assets	392881	460787	451140	460787
	(c) % of Gross NPAs	10.55	11.19	11.33	11.19
	(d) % of Net NPAs	5.92	6.93	7.94	6.93
	(v) Return on Assets (Annualised)	-1.40	-1.85	0.10	-0.69



Sl. No.	Particulars	QUARTER ENDED			YEAR ENDED 31.03.2018 Audited
		30.06.2018	31.03.2018	30.06.2017	
		Reviewed	Audited	Reviewed	
18	Public Shareholding:				
	No. of Shares	81588252	81588252	81588252	81588252
	Percentage of Shareholding	14.44	14.44	20.38	14.44
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 promotor 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	483324032	483324032	318822775	483324032
	Percentage of Shares (as a % of the total shareholding of promoter and promotor group)	100.00	100.00	100.00	100.00
	Percentage of Shares (as a % of the total share capital of the Bank)	85.56	85.56	79.62	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			Year ended
	30.06.18 (Reviewed)	31.03.18 (Audited)	30.06.17 (Reviewed)	31.03.18 (Audited)
1. Segment Revenue				
a) Treasury	68412	69781	59981	271036
b) Corporate/ Wholesale Banking	109889	94821	93553	385956
c) Retail Banking	55250	47506	52682	195774
d) Other Banking Operations	53	97	41	229
Total	233604	212205	206257	852995
2. Segment Result				
a) Treasury	19939	26398	17352	76800
b) Corporate/ Wholesale Banking	23861	9459	14574	57976
c) Retail Banking	11997	4700	8207	29408
d) Other Banking Operations	53	97	41	229
Total	55850	40654	40174	164413



Particulars	Quarter ended			Year ended
	30.06.18 (Reviewed)	31.03.18 (Audited)	30.06.17 (Reviewed)	31.03.18 (Audited)
3. Unallocated Expenses	15036	27899	9630	49942
4. Operating Profit	40814	12755	30544	114471
5. Provisions & Contingencies	102535	60403	25217	173955
6. Income Tax	-21919	4814	2790	14896
7. Extra Ordinary Profit/ Loss	0	0	0	0
8. Net Profit	-39802	-52462	2537	-74380
Other Information:				
9. Segment Assets				
a) Treasury	3255769	3360208	3074777	3360208
b) Corporate/ Wholesale Banking	5158115	5264059	4375676	5264059
c) Retail Banking	2593394	2670168	2464077	2670168
d) Other Banking Operations	0	0	0	0
e) Unallocated Assets	84785	81489	63366	81489
Total Assets	11092063	11375924	9977896	11375924
10. Segment Liabilities				
a) Treasury	3108766	3198598	2902349	3198598
b) Corporate/ Wholesale Banking	4925218	5010883	4130296	5010883
c) Retail Banking	2476298	2541746	2325896	2541746
d) Other Banking Operations	0	0	0	0
e) Unallocated Liabilities	3314	6429	3227	6429
Total Liabilities	10513596	10757656	9361768	10757656

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 JUNE, 2018

(Rs. in Lacs)

	AS ON 30.06.2018	AS ON 31.03.2018		AS ON 30.06.2018	AS ON 31.03.2018
CAPITAL & LIABILITIES			ASSETS		
Capital	56491	56491	Cash & balance with		
Reserves & Surplus	521975	561777	Reserve Bank of India	435221	625638
Deposits	9974755	10172617	Balance with banks & money		
Borrowings	343283	368298	at call and short notice	79798	87631
Other Liabilities	195559	216741	Investments	3187375	3298176
			Advances	6640558	6656944
			Fixed Assets	107357	108260
			Other Assets	641754	599275
Total	11092063	11375924	Total	11092063	11375924



NOTES FORMING PART OF THE LIMITED REVIEW:

1. 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 August 08, 2018. 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 and as per the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The above reviewed financial results for the quarter ended June 30, 2018 have been prepared, following the same accounting policies as those followed in the annual financial statements for the year ended March 31, 2018.
3. The financial results for the quarter ended June 30, 2018 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.
4. Provision for Depreciation on Fixed Assets, Provision for 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. Pending finalization of Wage Settlement, Bank has provided Rs.30 crore on ad-hoc basis during the quarter ended June, 2018 towards wage revision due from November, 2017.
6. The Reserve Bank of India, vide its letter DBR No. BP.BC. 9730/21.4.018/2017-18 dated April 27, 2018, has given the option to Banks to spread additional liability on account of the enhancement of gratuity limits from Rs. 10 Lakh to Rs. 20 Lakh from 29.03.2018 under the Payment of Gratuity Act, 1972, over four quarters beginning with the quarter ended March 31, 2018. The Bank has exercised the said option and has charged Rs.18 crore in the quarter ended March 31, 2018 and Rs.18 crore for the quarter ended 30.06.2018, the remaining amount of Rs.36 crore has been deferred to subsequent two quarters of this financial year.
7. The Reserve Bank of India, vide its circular DBR.No.BP.BC.102/21.04.048/2017-18 dated April 2, 2018, granted an option to spread provisioning for Mark to Market (MTM) losses on investments held in Available for Sale (AFS) and Held for Trading (HFT) for the quarters ended December 31, 2017 and March 31, 2018. Accordingly, during the quarter ended June 30, 2018, the Bank has charged Rs.38.25 crore and Rs.15.99 crore for the quarter ended December 31, 2017 and March 31, 2018 respectively. The remaining losses of Rs.38.25 crore of December 31, 2017 quarter and Rs.31.98 crores of March 31, 2018 quarter are spread to the subsequent quarters of the Financial Year 2018-19.

The Reserve Bank of India (RBI), vide its circular DBR No.BP.BC.113/21.04.048/2017-18 dated June 15, 2018, grants banks an option to spread provisioning for Mark to Market (MTM) losses on investments held in Available for Sale (AFS) and Held for Trading (HFT) for the quarter ended June 30, 2018 equally over upto four quarters, commencing from quarter ended June 30, 2018. The Bank has availed the option to spread provisioning over four quarters and accordingly, Bank has charged depreciation on investments of Rs.6.25 crore during the quarter ended June 30, 2018 and spread the remaining MTM losses to the tune of Rs.18.76 crore to subsequent quarters.

8. In accordance with the Reserve Bank of India guidelines, the Bank has shifted the securities from Held to Maturity (HTM) to Available for Sale (AFS) category amounting to Rs.2603.95 crore (Book Value of Rs.2549.29 crore) and from Available for Sale (AFS) to Held to Maturity (HTM) category amounting to Rs.1626.43 crore (Book Value of Rs.1721.14 crore) during the quarter ended June 30, 2018 and the resultant depreciation of Rs.137.79 crore on shifting from Available for Sale (AFS) to Held to Maturity (HTM) category has been accounted for.
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 subsequent instructions / circulars, Bank was required to make provision over and above Income Recognition and Asset Classification (IRAC) norms in respect of borrower's accounts referred to the National Company Law Tribunal (NCLT). Accordingly, Bank



has made an additional provision of Rs.321.50 crore during the quarter ended June 30, 2018 in respect of these selected borrowal accounts.

10. The Reserve Bank of India, vide circular No.DBR.No.BP.BC.108/21.04.048/2017-18 dated June 06, 2018, permitted banks to continue its exposure to the Micro, Small and Medium Enterprises (MSME) borrower to classify as Standard Assets where the dues between September 01, 2017 and December 31, 2017 are paid, not later than 180 days from their respective due dates. Accordingly, the Bank has retained such advances amounting to Rs.597.83 crore as Standard Assets as on June 30, 2018. Further, in accordance with the provision of the circular, Bank has not recognized interest income of Rs.16.64 crore and is maintaining Standard Assets Provision of Rs.29.89 crore as on June 30, 2018 in respect of such borrowers.
11. In compliance of Reserve Bank of India direction, Bank is maintaining provisions of Rs.36.35 crore under Food Credit availed by state Government of Punjab.
12. In view of reasonable certainty of future taxable profits against which timing differences arising on account of provision for bad and doubtful debts (NPAs), provision for non-performing investments, provision for wage revision, brought forward taxable losses etc. can be realized and accordingly, the Bank has recognized deferred tax assets (net) of Rs.219.19 crore for the quarter ended June 30,2018.
13. 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.
14. The Provision Coverage Ratio as at 30.06.2018 works out to 61.50%.
15. The Bank has recognized Treasury operations, Corporate/ Wholesale Banking and Retail Banking as primary reporting segments. There are no secondary reporting segments.
16. 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.
17. Details of Investors complaint for the quarter ended 30.06.2018:

Beginning	Received	Disposed off	Lying unresolved
Nil	02	02	Nil


E.M.SINGH
CHIEF MANAGER


A.S.AHUJA
DY.GEN. MANAGER


DALJIT SINGH GROVER
GENERAL MANAGER


RAJIV RAWAT
GENERAL MANAGER


JAYANTA KUMAR NAYAK
GENERAL MANAGER


NETRANAND SETHI
GENERAL MANAGER


HARVINDER SACHDEV
GENERAL MANAGER

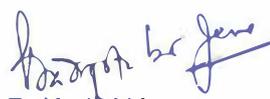

HARSH BIR SINGH
DIRECTOR


T. R. MENDIRATTA
DIRECTOR


M. S. DADU
DIRECTOR


S. R. GHEDIA
DIRECTOR


ATANU SEN
DIRECTOR


P. K. JENA
DIRECTOR


GOVIND N DONGRE
EXECUTIVE DIRECTOR


FAREED AHMED
EXECUTIVE DIRECTOR


CHARAN SINGH
CHAIRMAN (NON-EXECUTIVE)

For Dhawan & Co.
Chartered Accountants


(Sunil Gogia)
Partner
M. No. 073740
FRN : 002864N



For Davinder Pal Singh & Co.
Chartered Accountants

(Davinder Pal Singh)
Partner
M. No. 086596
FRN : 007601N



For S.Mann & Co.
Chartered Accountants


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



For Baldev Kumar & Co.
Chartered Accountants


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



Dated: August 8, 2018
Place: New Delhi.

DHAWAN & CO. Chartered Accountants 312-Wegmans House, 21-Veer Savarkar Block, Vikas Marg, Shakarpur, <u>Delhi-110092</u>	DAVINDER PAL SINGH & CO. Chartered Accountants House No. 933 HIG Independent, Sector 70, SAS Nagar, <u>Mohali 160071</u>
S. MANN & CO. Chartered Accountants 1006, 10th Floor, Vikrant Tower, Rajendra Place, <u>New Delhi 110008</u>	BALDEV KUMAR & CO. Chartered Accountants 3570, Sector 35-D, <u>Chandigarh – 160022</u>

Limited Review Report

**The Board of Directors
Punjab & Sind Bank
New Delhi**

1. We have reviewed the accompanying statements of unaudited financial results of **Punjab & Sind Bank** (the "Bank") for the quarter ended 30th June, 2018. 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 August 08, 2018. 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, 395 branches reviewed by concurrent auditors and un-reviewed returns of 1099 branches. In the conduct of our Review, we have relied on the review reports in respect of non-performing assets submitted by concurrent auditors of 395 branches to the bank management. These review reports cover 81.17 % of the advances portfolio of the bank excluding the advances of asset recovery branches and outstanding food credit of the bank and



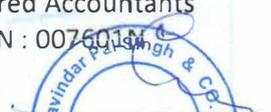
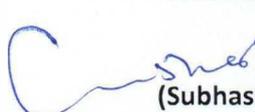
81.64 % of Gross NPA as on 30th June, 2018. Apart from these review reports and certificates, in the conduct of our review, we have also relied upon various informations and returns received from the unreviewed branches/other offices of the Bank.

4. Without qualifying our conclusion, we draw attention to:

a. Note No. 6 regarding exercise of the option by the Bank, as permitted by the Reserve Bank of India for spreading additional liability on account of enhancement in Gratuity limit over four quarters resulting into carry forward of unamortized Gratuity Liability of Rs. 36.00 crore as at June 30, 2018 for amortization in remaining quarters

b. Note No. 7 regarding exercise of the option by the Bank, as permitted by the Reserve Bank of India for spreading the mark to market(MTM) losses over four quarters resulting into carry forward of unamortized MTM losses of Rs. 88.99 crore as at June 30, 2018 for amortization in remaining quarters.

5. Based on our review conducted as above, subject to the limitation in scope as mentioned in foregoing para, 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 read with RBI circular (2016-17/29-DBS.ARS.No.BC.2/08.91.001/2016-17 dated 28.07.2016 w.r.t. quarterly review of accounts of Public Sector Banks) 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 DHAWAN & CO. Chartered Accountants FRN : 002864N</p>  <p>(Sunil Gogia) Partner M. No. 073740</p> 	<p>for DAVINDER PAL SINGH & CO. Chartered Accountants FRN : 007601M</p>  <p>(Davinder Pal Singh) Partner M. No. 086596</p> 
<p>for S.MANN & CO. Chartered Accountants FRN : 000075</p>  <p>(Subhash Mann) Partner M. No.080500</p> 	<p>for BALDEV KUMAR & CO. Chartered Accountants FRN : 013148N</p>  <p>(Baldev Garg) Partner M. No.092225</p> 

Place of Signature: New Delhi

Dated: August 08, 2018