

Ref :: MD&CEO:SD:66/67/11/12::2019

January 28 , 2019

<b>The Vice President</b> <b>The Bombay Stock Exchange Ltd.</b> <b>Phiroze Jeejeebhoy Towers</b> <b>Dalal Street,</b> <b>MUMBAI – 400 001</b>	<b>The Vice President</b> <b>Listing Department</b> <b>National Stock Exchange of India Ltd</b> <b>EXCHANGE PLAZA</b> <b>Bandra-Kurla Complex, Bandra [E]</b> <b>MUMBAI 400051</b>
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Dear Sir/Madam,

**Subject: Reviewed Financial Results for the Third Quarter ended on 31.12.2018**

**Ref: Regulation 33 of the SEBI (LODR) Regulations, 2015**

With reference to our intimation letter MD&CEO:SD:44 /45/11/12::2019 dated 17/01/2019, the Reviewed Financial Results of the Bank for the Third Quarter ended 31.12.2018 were approved by the Board of Directors at its Meeting held on 28<sup>th</sup> January,2019. A copy of the same is enclosed along with Limited Review Report of the Auditors.

The meeting of the Board of Directors commenced at 12.00p.m. and concluded at 1.05 p.m.

The above is for your information and record.

फूते केनरा बैंक  
For CANARA BANK  
Yours faithfully,

  
सहायक महा प्रबन्धक और कंपनी सचिव  
Assistant General Manager & Company Secretary

VINAY MOHTA  
COMPANY SECRETARY



सचिवालय विभाग  
प्रबंध निदेशक व मुख्य कार्यकारी अधिकारी सचिवालय  
प्रधान कार्यालय  
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**REVIEWED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31<sup>ST</sup> DECEMBER 2018**

		(Rs. in Crore)					
Sl. No.	PARTICULARS	QUARTER ENDED			NINE MONTHS PERIOD ENDED		YEAR ENDED
		(REVIEWED)			(REVIEWED)		(AUDITED)
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
<b>1</b>	<b>INTEREST EARNED (a)+(b)+(c)+(d)</b>	<b>12188.56</b>	<b>11123.75</b>	<b>10774.64</b>	<b>34671.86</b>	<b>31028.68</b>	<b>41252.09</b>
	(a) Interest/discount on advances/bills	9162.16	8201.22	7319.23	25689.36	21843.97	29096.44
	(b) Income on Investments	2780.09	2719.67	2531.27	8118.17	7859.74	10412.10
	(c) Interest on balances with Reserve Bank of India & Other Inter-Bank Funds	216.56	170.38	150.02	544.12	480.45	646.99
	(d) Others	29.75	32.48	774.12	320.21	844.52	1096.56
<b>2</b>	<b>Other Income</b>	<b>1324.79</b>	<b>1555.31</b>	<b>1566.45</b>	<b>4713.01</b>	<b>5611.15</b>	<b>6942.85</b>
<b>3</b>	<b>TOTAL INCOME (1+2)</b>	<b>13513.35</b>	<b>12679.06</b>	<b>12341.09</b>	<b>39384.87</b>	<b>36639.83</b>	<b>48194.94</b>
<b>4</b>	<b>Interest Expended</b>	<b>8374.76</b>	<b>7842.48</b>	<b>7095.51</b>	<b>23693.89</b>	<b>21852.94</b>	<b>29088.76</b>
<b>5</b>	<b>Operating Expenses (i)+(ii)</b>	<b>2781.35</b>	<b>2509.20</b>	<b>2414.19</b>	<b>8073.57</b>	<b>7003.30</b>	<b>9557.94</b>
	(i) Employees Cost	1565.95	1552.40	1408.37	4635.24	4137.41	5444.12
	(ii) Other Operating Expenses ( All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	1215.40	956.80	1005.82	3438.33	2865.89	4113.82
<b>6</b>	<b>TOTAL EXPENSES ((4+5) excluding Provisions &amp; Contingencies)</b>	<b>11156.11</b>	<b>10351.68</b>	<b>9509.70</b>	<b>31767.46</b>	<b>28856.24</b>	<b>38646.70</b>
<b>7</b>	<b>Operating Profit before Provisions and Contingencies (3-6)</b>	<b>2357.24</b>	<b>2327.38</b>	<b>2831.39</b>	<b>7617.41</b>	<b>7783.59</b>	<b>9548.24</b>
<b>8</b>	<b>Provisions (Other than Tax) and Contingencies</b>	<b>1977.34</b>	<b>2835.14</b>	<b>2673.64</b>	<b>7394.78</b>	<b>7034.06</b>	<b>16109.10</b>
	of which provisions for Non-performing assets	2732.71	2403.06	1900.32	7601.97	6120.13	14882.70
<b>9</b>	<b>Exceptional items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>10</b>	<b>Profit (+) / Loss (-) from Ordinary Activities before tax (7-8-9)</b>	<b>379.90</b>	<b>(507.76)</b>	<b>157.75</b>	<b>222.63</b>	<b>749.53</b>	<b>(6,560.86)</b>
<b>11</b>	<b>Tax expense</b>	<b>62.38</b>	<b>(807.30)</b>	<b>32.00</b>	<b>(675.92)</b>	<b>112.00</b>	<b>(2,338.62)</b>
<b>12</b>	<b>Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)</b>	<b>317.52</b>	<b>299.54</b>	<b>125.75</b>	<b>898.55</b>	<b>637.53</b>	<b>(4,222.24)</b>
<b>13</b>	<b>Extraordinary items (net of tax expense)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>14</b>	<b>Net Profit (+) / Loss (-) for the period (12-13)</b>	<b>317.52</b>	<b>299.54</b>	<b>125.75</b>	<b>898.55</b>	<b>637.53</b>	<b>(4,222.24)</b>
<b>15</b>	<b>Paid up Equity Share Capital (Face Value of each share-Rs.10/-)</b>	<b>733.24</b>	<b>733.24</b>	<b>597.29</b>	<b>733.24</b>	<b>597.29</b>	<b>733.24</b>
<b>16</b>	<b>Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)</b>						<b>28346.86</b>
<b>17</b>	<b>Analytical Ratios</b>						
	(i) Percentage of shares held by Government of India	72.55%	72.55%	66.30%	72.55%	66.30%	72.55%
	(ii) Capital Adequacy Ratio - Basel III	12.21%	12.62%	12.49%	12.21%	12.49%	13.22%
	(a) Common Equity Tier I Ratio	8.81%	9.11%	8.75%	8.81%	8.75%	9.51%
	(b) Additional Tier 1 Ratio	0.73%	0.75%	0.82%	0.73%	0.82%	0.79%
	(iii) Earnings per Share (EPS) (Not Annualised)						
	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	4.33	4.08	2.11	12.25	10.67	(70.47)
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	4.33	4.08	2.11	12.25	10.67	(70.47)
	(iv) NPA Ratios						
	a) Amount of Gross Non Performing Assets	44621.27	45233.22	40311.98	44621.27	40311.98	47468.47
	b) Amount of Net Non-Performing Assets	26591.07	26777.64	25295.26	26591.07	25295.26	28542.40
	c) Percentage of Gross Non Performing Assets	10.25%	10.56%	10.38%	10.25%	10.38%	11.84%
	d) Percentage of Net Non-Performing Assets	6.37%	6.54%	6.78%	6.37%	6.78%	7.48%
	(v) Return on Assets (Annualised)	0.21%	0.20%	0.09%	0.20%	0.15%	(0.75%)



**SEGMENT REPORTING FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31<sup>ST</sup> DECEMBER 2018** (Rs in Crore)

BUSINESS SEGMENT	QUARTER ENDED			NINE MONTHS PERIOD ENDED		YEAR ENDED
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(REVIEWED)			(REVIEWED)		(AUDITED)
<b>(1) Segment Revenue</b>						
a Treasury Operations	2960.32	2903.53	3043.51	8698.02	10205.09	12876.12
b Retail Banking Operations	4858.59	5856.04	4631.12	14671.05	13076.33	17782.12
c Wholesale Banking Operations	5616.62	3885.73	3898.53	15462.77	12561.39	16480.64
d Unallocated	77.82	33.76	767.93	553.03	797.02	1056.06
<b>Total</b>	<b>13513.35</b>	<b>12679.06</b>	<b>12341.09</b>	<b>39384.87</b>	<b>36639.83</b>	<b>48194.94</b>
Less: Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00	0.00
<b>Income from operations</b>	<b>13513.35</b>	<b>12679.06</b>	<b>12341.09</b>	<b>39384.87</b>	<b>36639.83</b>	<b>48194.94</b>
<b>(2) Segment Results</b>						
a Treasury Operations	749.44	610.74	835.16	2454.07	3498.60	4009.59
b Retail Banking Operations	591.49	961.46	880.52	2130.85	2022.03	3561.81
c Wholesale Banking Operations	849.80	851.51	347.78	2520.86	1465.94	920.78
d Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>2190.73</b>	<b>2423.71</b>	<b>2063.46</b>	<b>7105.78</b>	<b>6986.57</b>	<b>8492.18</b>
Unallocated Income/Expenses (including Provisions and contingencies)	(1810.83)	(2931.47)	(1905.71)	(6,883.15)	(6237.04)	(15,053.04)
<b>Total Profit Before tax</b>	<b>379.90</b>	<b>(507.76)</b>	<b>157.75</b>	<b>222.63</b>	<b>749.53</b>	<b>(6560.86)</b>
Income tax	62.38	(807.30)	32.00	(675.92)	112.00	(2338.62)
<b>Net Profit</b>	<b>317.52</b>	<b>299.54</b>	<b>125.75</b>	<b>898.55</b>	<b>637.53</b>	<b>(4,222.24)</b>
<b>(3) Segment Assets</b>						
a Treasury Operations	172300.53	170728.23	161906.48	172300.53	161906.48	161990.29
b Retail Banking Operations	194572.72	186392.54	175453.68	194572.72	175453.68	178009.24
c Wholesale Banking Operations	265790.84	261603.51	234338.20	265790.84	234338.20	240866.78
d Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e Unallocated Assets	39466.31	32097.83	28074.74	39466.31	28074.74	36019.79
<b>Total Assets</b>	<b>672130.40</b>	<b>650822.11</b>	<b>599773.10</b>	<b>672130.40</b>	<b>599773.10</b>	<b>616886.10</b>
<b>(4) Segment Liabilities</b>						
a Treasury Operations	171359.78	169808.77	157985.35	171359.78	157985.35	151133.43
b Retail Banking Operations	184077.56	171682.90	158318.43	184077.56	158318.43	159268.33
c Wholesale Banking Operations	249735.95	246180.90	218100.63	249735.95	218100.63	240011.28
d Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e Unallocated Liabilities	30422.35	26849.17	31148.47	30422.35	31148.47	30868.23
<b>Total Liabilities</b>	<b>635595.64</b>	<b>614521.74</b>	<b>565552.88</b>	<b>635595.64</b>	<b>565552.88</b>	<b>581281.27</b>
<b>(5) Capital Employed</b>						
a Treasury Operations	940.75	919.47	3921.13	940.75	3921.13	10856.86
b Retail Banking Operations	10495.16	14709.66	17135.25	10495.16	17135.25	18740.91
c Wholesale Banking Operations	16054.89	15422.57	16237.57	16054.89	16237.57	855.50
d Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e Unallocated	9043.96	5248.67	(3073.73)	9043.96	(3073.73)	5,151.56
<b>Total Capital Employed</b>	<b>36534.76</b>	<b>36300.37</b>	<b>34220.22</b>	<b>36534.76</b>	<b>34220.22</b>	<b>35604.83</b>
GEOGRAPHICAL SEGMENT	QUARTER ENDED			NINE MONTHS PERIOD ENDED		YEAR ENDED
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(REVIEWED)			(REVIEWED)		(AUDITED)
<b>(1) Revenue</b>						
a Domestic	13153.28	12367.42	11995.24	38370.75	35715.70	46888.53
b International	360.07	311.64	345.85	1014.12	924.13	1306.41
<b>Total</b>	<b>13513.35</b>	<b>12679.06</b>	<b>12341.09</b>	<b>39384.87</b>	<b>36639.83</b>	<b>48194.94</b>
<b>(2) Assets</b>						
a Domestic	619567.67	604072.14	541175.36	619567.67	541175.36	560817.56
b International	52562.73	46749.97	58597.74	52562.73	58597.74	56068.54
<b>Total</b>	<b>672130.40</b>	<b>650822.11</b>	<b>599773.10</b>	<b>672130.40</b>	<b>599773.10</b>	<b>616886.10</b>

**Notes on Segment Reporting:**

1. As per guidelines of RBI on compliance with Accounting Standards, the Bank has adopted "Treasury Operations", Wholesale, Retail and "Other Banking Operations" as Primary business segments and "Domestic" and international as secondary / geographic segments for the purpose of compliance with AS-17 on Segment Reporting issued by ICAI.
2. Segment revenue represents revenue from external customers.
3. Capital employed for each segment has been allocated proportionate to the assets of the segment.
4. The figures of the previous period/year have been regrouped and/or restated wherever necessary so as to make them comparable with those of the current period.



**STATEMENT OF ASSETS AND LIABILITIES**

(Rs in Crore)

PARTICULARS	As on	As on	As on
	31.12.2018 (REVIEWED)	31.12.2017 (REVIEWED)	31.03.2018 (AUDITED)
<b>CAPITAL AND LIABILITIES</b>			
CAPITAL	733.24	597.29	733.24
RESERVES AND SURPLUS	35801.52	33622.93	34871.59
DEPOSITS	575524.74	503887.80	524771.86
BORROWINGS	41906.75	47137.97	38808.51
OTHER LIABILITIES AND PROVISIONS	18164.15	14527.11	17700.90
<b>TOTAL</b>	<b>672130.40</b>	<b>599773.10</b>	<b>616886.10</b>
<b>ASSETS</b>			
CASH & BALANCES WITH RESERVE BANK OF INDIA	27077.02	22720.99	22100.04
BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE	31014.67	28853.72	27812.29
INVESTMENTS	152694.52	141826.03	144053.67
ADVANCES	417227.39	373122.61	381702.99
FIXED ASSETS	8254.05	7088.34	8318.64
OTHER ASSETS	35862.75	26161.41	32898.47
<b>TOTAL</b>	<b>672130.40</b>	<b>599773.10</b>	<b>616886.10</b>

**Notes:**

1. The above Financial Results were reviewed by the Audit Committee of the Board and approved by the Board of Directors in the meeting held on 28<sup>th</sup> January 2019. The results have been subjected to a "Limited Review" by the Statutory Central Auditors of the Bank.
2. There has been no change in the accounting policies followed during the quarter and period ended 31<sup>st</sup> December 2018, as compared to those followed in the preceding year ended 31<sup>st</sup> March 2018.
3. The Financial results for the quarter and period ended 31<sup>st</sup> December 2018 have been arrived at after considering provision for Loan Losses in accordance with the extant guidelines and directions of RBI on Prudential Norms for 'Income Recognition, Asset Classification and Provisioning' and Provision for Income Tax and Deferred Tax, Depreciation on Investments and Fixed Assets, Provision for Employees benefits, provision for exposure to entities with un-hedged foreign currency and other necessary provisions.
4. The RBI had permitted Banks vide its Circular DBR.No.BP.BC.113/21.04.048/2017-18 dated 15<sup>th</sup> June, 2018, to spread MTM losses on investments held in AFS and HFT category for the quarter ended 30<sup>th</sup> June 2018, over four quarters commencing from that quarter, in which loss has been incurred. The bank had incurred such loss amounting to Rs.603.84 Crore during the quarter ended 30<sup>th</sup> June, 2018 and provided 1/4<sup>th</sup> of such loss each in June and September 2018 quarters by availing the benefit permitted for staggering of provision and un-amortised balance was Rs.301.92 Crore. Since the Bond rate has eased as on 31<sup>st</sup> December, 2018, deferred provision was not required to be made and it resulted in retrieval of provision of Rs.860.57 Crore for the quarter ended 31<sup>st</sup> December, 2018.
5. Our Bank has sold 66,000 units under Priority Sector Lending Certificates (PSLCs) to the tune of Rs.16,500 Crore under Agriculture and Small and Marginal Farmers category and earned commission income of Rs.208.99 Crore as at 31<sup>st</sup> December 2018.
6. In terms of RBI Circular DBR. No. BP.BC.1/21.06.201/2015-16 July 1, 2015 Banks are required to make Pillar 3 disclosures under Basel III Capital Regulations. These details are being made available on our website "www.canarabank.com". These disclosures have not been subjected to audit by the auditors.
7. Provision Coverage Ratio as at 31<sup>st</sup> December 2018 is 62.54%.



8. Number of Investors Complaints received and disposed off during the quarter ended 31.12.2018.

i.	Pending at the beginning of the quarter	:	NIL
ii.	Received during the quarter	:	772
iii.	Disposed off during the quarter	:	772
iv.	Lying unresolved at the end of the quarter	:	NIL

9. Figures of the corresponding previous period have been regrouped and/or restated wherever considered necessary.

  
M. V. RAO  
EXECUTIVE DIRECTOR

  
P. V. BHARATHI  
EXECUTIVE DIRECTOR



  
T. N. MANOHARAN  
CHAIRMAN

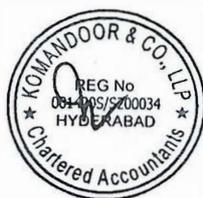
PLACE: BENGALURU  
DATE: 28.01.2019

<b>DAGLIYA &amp; CO.</b> Chartered Accountants FRN : 000671S	<b>KOMANDOOR &amp; CO. LLP</b> Chartered Accountants FRN: 001420S / S200034	<b>D K CHHAJER &amp; CO.</b> Chartered Accountants FRN : 304138E	<b>S N K &amp; CO.</b> Chartered Accountants FRN : 109176W
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### Limited Review Report

**To**  
**The Board of Directors**  
**Canara Bank**  
**Bangalore**

1. We have reviewed the accompanying statement of unaudited financial results of Canara Bank (the "Bank") for the Quarter and period ended December 31, 2018. The disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage Ratio" and "Liquidity Coverage Ratio" as have been disclosed on the Bank's website and in respect of which a link have been provided in the aforesaid financial results have not been reviewed by us. This statement of unaudited financial results is the responsibility of the Bank's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these 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 Auditor 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 financial statements are free from material mis-statement. A review of Interim Financial Information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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 statement of unaudited financial results incorporate the relevant returns of 20 branches reviewed by us, 2 foreign branches reviewed by other auditors specially appointed for this purpose and un-reviewed returns in respect of 6071 branches. In the conduct of our review, we have taken note of the review reports in respect of non-performing assets submitted by the Inspection Officials of bank of 220 branches to the bank management. These review reports cover 55.71 percent of the advances portfolio of the bank.



<b>DAGLIYA &amp; CO.</b> Chartered Accountants FRN : 000671S	<b>KOMANDOOR &amp; CO. LLP</b> Chartered Accountants FRN: 001420S / S200034	<b>D K CHHAJER &amp; CO.</b> Chartered Accountants FRN : 304138E	<b>S N K &amp; CO.</b> Chartered Accountants FRN : 109176W
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4. Based on our review as aforesaid, subject to limitations in scope as mentioned in Para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results together with the notes thereon, prepared in accordance with applicable accounting standards and other prevailing recognised 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 dt. 28/07/2016 w.r.t half-yearly/quarterly review of the account of public sector banks) including the manner in which it is to be disclosed, or that it contains any material mis-statement 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.

**DAGLIYA & CO.**  
Chartered Accountants  
FRN : 000671S

**KOMANDOOR & CO. LLP**  
Chartered Accountants  
FRN : 001420S / S200034

**D K CHHAJER & CO.**  
Chartered Accountants  
FRN : 304138E

**S N K & CO.**  
Chartered Accountants  
FRN : 109176W

*P. Manohara Gupta*

*T. Nagendranadh*

*Jagannath P Mohapatro*

*Ankit D. Danawala*

(P. Manohara Gupta)  
Partner  
Membership No 016444

(T. Nagendranadh)  
Partner  
Membership No 226246

(Jagannath P Mohapatro)  
Partner  
Membership No 217012

(Ankit D. Danawala)  
Partner  
Membership No 119972



Place: Bangalore  
Date: January 28, 2019