

केनरा बैंक  Canara Bank

Ref :: CMD:SD:3767/3768/11/12:BNB:2012

November 06, 2012

The Manager
The Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street MUMBAI - 400
001
Fax: 022-22722037/39/2041/2061
2041/2061 / 3719

The Manager
Listing Department
National Stock Exchange of India Ltd
EXCHANGE PLAZA
Bandra-Kurla Complex
Bandra [E] MUMBAI 400051
Fax: 022-26598237 / 238
/26598347 / 348

प्रिय महोदय/ Dear Sir,

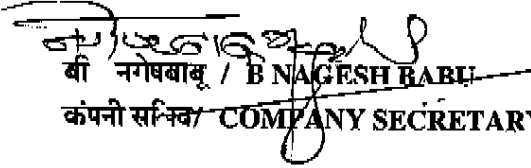
विषय/ Subject: Reviewed Financial Results - 30.09.2012

Ref : Clause No. 41 of the Listing Agreement

The Reviewed Financial Results of the Bank for the Second Quarter and Half-year ended 30th September, 2012 were approved by the Board of Directors at its Meeting of 06.11.2012. A copy of the same is enclosed.

धन्यवाद / Thanking you,

भवदीय/ Yours faithfully,


बी नगेशबाबु / B NAGESH BABU
कंपनी सचिव/ COMPANY SECRETARY

सचिवालय विभाग

अध्यक्ष व प्रबंध निदेशक का सचिवालय

प्रधान कार्यालय

112 जे सी रोड, बेंगलूर - 560002

Secretarial Department

C&MD's Secretariat

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REVIEWED FINANCIAL RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2012

SL No.	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		(₹ in Crore)
		(REVIEWED)			(REVIEWED)		YEAR ENDED
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	(AUDITED)
1	INTEREST EARNED (a)+(b)+(c)+(d)	8595.54	8472.86	7614.47	17068.40	14771.04	30850.62
	(a) Interest/discount on advances/bills	6120.65	6229.07	5825.60	12349.72	11308.43	23443.42
	(b) Income on Investments	2306.07	2039.89	1721.31	4345.96	3326.65	7044.73
	(c) Interest on balances with Reserve Bank of India & Other Inter-Bank Funds	168.82	203.90	67.47	372.72	135.77	362.21
	(d) Others	0.00	0.00	0.09	0.00	0.19	0.20
2	Other Income	608.07	692.61	822.80	1300.68	1373.82	2927.60
3	TOTAL INCOME (1+2)	9203.61	9165.47	8437.27	18369.08	16144.86	33778.22
4	Interest Expended	6638.74	6629.32	5652.78	13268.06	11040.45	23161.31
5	Operating Expenses (i)+(ii)	1282.78	1142.38	1184.62	2425.16	2234.14	4673.74
	(i) Employees Cost	791.09	742.97	766.96	1534.06	1434.64	2973.08
	(ii) Other Operating Expenses	491.69	399.41	417.66	891.10	799.50	1700.66
6	TOTAL EXPENSES ((4)+5) excluding Provisions & Contingencies	7921.52	7771.70	6837.40	15693.22	13240.59	27835.05
7	Operating Profit before Provisions and Contingencies (3-6)	1282.09	1393.77	1599.87	2675.86	2870.27	5943.17
8	Provisions (Other than Tax) and Contingencies	421.12	418.53	547.65	839.65	892.20	1860.45
9	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
10	Profit (+) / Loss (-) from Ordinary Activities before tax (7-8-9)	860.97	975.24	1052.22	1836.21	1978.07	4082.72
11	Tax expense	200.00	200.00	200.00	400.00	400.00	800.00
12	Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	660.97	775.24	852.22	1436.21	1578.07	3282.72
13	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
14	Net Profit (+) / Loss (-) for the period (12-13)	660.97	775.24	852.22	1436.21	1578.07	3282.72
15	Paid up Equity Share Capital (Face Value of each share-Rs.10/-)	443.00	443.00	443.00	443.00	443.00	443.00
16	Reserves excluding Revaluation Reserves						20181.82
17	Analytical Ratios						
	(i) Percentage of shares held by Government of India	67.72%	67.72%	67.72%	67.72%	67.72%	67.72%
	(ii) Capital Adequacy Ratio	13.07%	13.27%	12.78%	13.07%	12.78%	13.70%
	(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	14.92	17.50	19.24	32.42	35.62	74.10
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	14.92	17.50	19.24	32.42	35.62	74.10
	(iv) NPA Ratios						
	(a) Amount of Gross Non Performing Assets	5609.53	4496.55	3828.22	5609.53	3828.22	4031.75
	(b) Amount of Net Non Performing Assets	4568.57	3755.61	3099.56	4568.57	3099.56	3386.31
	(c) Percentage of Gross Non Performing Assets	2.58%	1.98%	1.75%	2.58%	1.75%	1.73%
	(d) Percentage of Net Non Performing Assets	2.12%	1.66%	1.42%	2.12%	1.42%	1.46%
	(v) Return on Assets (Annualised)	0.71%	0.83%	1.01%	0.77%	0.94%	0.95%
18	Public shareholding						
	- Number of Shares	143000000	143000000	143000000	143000000	143000000	143000000
	- Percentage of shareholding	32.28%	32.28%	32.28%	32.28%	32.28%	32.28%
19	Promoters and promoter group shareholding						
	a) Pledged / Encumbered						
	- Number of shares						
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)						
	- Percentage of shares (as a % of the total share capital of the Company)						
	b) Non-encumbered						
	- Number of shares	300000000	300000000	300000000	300000000	300000000	300000000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter 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 Company)	67.72%	67.72%	67.72%	67.72%	67.72%	67.72%

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Crore)

	As on 30.09.2012 (REVIEWED)	As on 30.09.2011 (REVIEWED)	As on 31.03.2012 (AUDITED)
CAPITAL AND LIABILITIES			
CAPITAL	443.00	443.00	443.00
RESERVES AND SURPLUS	23687.28	21110.11	22246.95
DEPOSITS	336761.67	311857.91	327053.73
BORROWINGS	14882.53	15314.11	15525.39
OTHER LIABILITIES AND PROVISIONS	7914.20	8368.80	8891.12
TOTAL	383688.63	357093.93	374160.19
ASSETS			
CASH & BALANCES WITH RESERVE BANK OF INDIA	16398.84	22560.93	17795.13
BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE	15078.35	6983.37	10364.26
INVESTMENTS	121255.34	99083.50	102057.43
ADVANCES	215751.01	216085.42	232489.82
FIXED ASSETS	2861.31	2829.47	2857.54
OTHER ASSETS	12348.78	9551.24	8576.01
TOTAL	383688.63	357093.93	374160.19



BUSINESS SEGMENT		REVIEWED			REVIEWED		AUDITED
		Quarter ended			Half year ended		Year ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
(1)	Segment Revenue						
a	Treasury Operations	2537.54	2298.24	1932.62	4835.78	3597.15	7826.50
b	Retail Banking Operations	2487.18	2190.08	2345.30	4677.26	4019.03	8338.57
c	Wholesale Banking Operations	4133.04	4597.65	4000.80	8730.69	8246.90	17272.11
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated	45.85	79.50	158.55	125.35	281.78	341.04
	Total	9203.61	9165.47	8437.27	18369.08	16144.86	33778.22
(2)	Segment Results						
a	Treasury Operations	99.05	56.52	105.82	155.57	180.94	572.72
b	Retail Banking Operations	489.13	412.92	693.95	902.05	910.82	2031.47
c	Wholesale Banking Operations	646.43	866.81	728.23	1513.24	1673.20	3036.11
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
	Total	1234.61	1336.25	1528.00	2570.86	2764.96	5640.30
(3)	Unallocated Income/Expenses	47.48	57.52	71.87	105.00	105.31	302.87
(4)	Operating Profit	1282.09	1393.77	1599.87	2675.86	2870.27	5943.17
(5)	Provisions and Contingencies	421.12	418.53	547.65	839.65	892.20	1860.45
(6)	Income Tax	200.00	200.00	200.00	400.00	400.00	800.00
(7)	Net Profit	660.97	775.24	852.22	1436.21	1578.07	3282.72
(8)	Segment Assets*						
a	Treasury Operations	147789.90	142115.04	124665.54	147789.90	124665.54	119619.18
b	Retail Banking Operations	69971.86	67693.76	63127.40	69971.86	63127.40	68458.60
c	Wholesale Banking Operations	153480.03	164679.89	159398.77	153480.03	159398.77	177113.82
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated Assets	10397.79	8099.33	7820.47	10397.79	7820.47	6903.46
	Total Assets	381639.58	382588.02	355012.18	381639.58	355012.18	372095.06
(9)	Segment Liabilities						
a	Treasury Operations	40950.26	41649.28	39880.93	40950.26	39880.93	42572.21
b	Retail Banking Operations	148293.00	143736.41	132778.10	148293.00	132778.10	139940.75
c	Wholesale Banking Operations	151797.64	153576.28	144258.75	151797.64	144258.75	149166.13
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated Liabilities	18517.46	22175.98	18623.04	18517.46	18623.04	19791.15
f	Capital and Reserves *	22081.22	21450.07	19471.36	22081.22	19471.36	20624.82
	Total Liabilities	381639.58	382588.02	355012.18	381639.58	355012.18	372095.06

(* Excluding Revaluation Reserve)

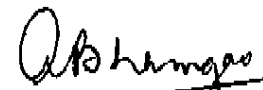
GEOGRAPHICAL SEGMENT		REVIEWED			REVIEWED		AUDITED
		Quarter ended			Half year ended		Year ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
(1)	Domestic Operations						
a	Revenue	9062.25	9011.76	8315.54	18074.01	15919.82	33264.31
b	Assets	362258.83	362503.11	337795.19	362258.83	337795.19	354488.20
(2)	International Operations						
a	Revenue	141.36	153.71	121.73	295.07	225.04	513.91
b	Assets	19380.75	20084.91	17216.99	19380.75	17216.99	17606.86
	Total						
a	Revenue	9203.61	9165.47	8437.27	18369.08	16144.86	33778.22
b	Assets	381639.58	382588.02	355012.18	381639.58	355012.18	372095.06



- 1 The above Financial Results were approved by the Board of Directors in the meeting held on 6th November 2012. 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 and practices followed during the quarter ended 30th September 2012 as compared to those followed in the preceding financial year ended 31st March 2012.
- 3 The working results for the quarter ended 30th September 2012 have been arrived at after considering provision for Loan Losses, Standard Assets, Depreciation on Investments and Fixed Assets on actual basis. Provision for Income Tax and Other Contingencies are on an estimated basis.
- 4 In accordance with the RBI Circular No.DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011:
 - i) a sum of Rs.92.68 Crore has been charged to Profit & Loss Account during the quarter ended September 2012 on proportionate basis towards unamortised liability of Rs.1482.86 Crore (being amortized over 5 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 of Rs.926.79 Crore will be dealt with as per guidelines of Reserve Bank of India.
 - ii) a sum of Rs.33.97 Crore has been charged to Profit & Loss Account during the quarter ended September 2012 on proportionate basis towards unamortised liability of Rs.543.62 Crore (being amortized over 5 years beginning from 31st March 2011) on account of the enhancement of gratuity limit. The balance amount of Rs.339.77 Crore will be dealt with as per guidelines of Reserve Bank of India.
- 5 Number of Investors Complaints received and disposed off during the quarter ended 30.09.2012.
 - i) Pending at the beginning of the quarter - Nil
 - ii) Received during the quarter - 564
 - iii) Disposed off during the quarter - 564
 - iv) Lying unresolved at the end of the quarter - Nil
- 6 Figures of the corresponding previous period have been regrouped/restated wherever considered necessary.

DATE: 06.11.2012

PLACE: BANGALORE

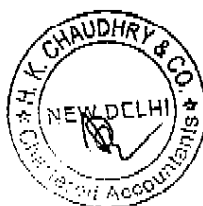

ASHOK KUMAR GUPTA
EXECUTIVE DIRECTOR

ARCHANA S BHARGAVA
EXECUTIVE DIRECTOR


Limited Review Report**To****The Board of Directors****Canara Bank****Bangalore**

We have reviewed the accompanying statement of unaudited financial results of Canara Bank for the quarter and half year ended September 30, 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 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.

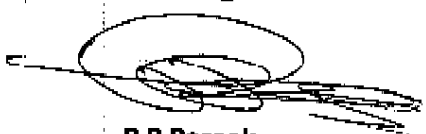
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of 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.

In the conduct of our review, we have relied upon the review reports of 130 branches reviewed by the Bank's Inspection team and the review reports of Two Foreign branches reviewed by the external auditor of those branches, besides carrying out the review of 20 branches by us. These review reports cover 57.88 percent of the advances portfolio of the Bank. Apart from these review reports, we have also relied upon various returns received from the branches of the Bank.



Based on our review conducted as above, 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 issued by the Institute of Chartered Accountants of India 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 S Bhandari & Co.
Chartered Accountants
Firm Registration No. 000560C


P P Pareek
Partner
Membership No. 071213

For Nandy Halder & Ganguli
Chartered Accountants
Firm Registration No. 302039E


R P Nandy
Partner
Membership No. 051027

Place: Bangalore
Date: November 6, 2012

For Manubhai & Co.
Chartered Accountants
Firm Registration No. 106041W


Hitesh M Potal
Partner
Membership No. 106137

For H K Chaudhry & Co.
Chartered Accountants
Firm Registration No. 006154N


Monish Baweja
Partner
Membership No. 087384

For R K Kumar & Co.
Chartered Accountants
Firm Registration No. 001595S


R Sundararajan
Partner
Membership No. 025400

For K Venkatachalam Aiyer & Co.
Chartered Accountants
Firm Registration No. 004610S


V Devarajan
Partner
Membership No. 018786

