

CONSOLIDATED FINANCIAL RESULTS (AUDITED) FOR THE YEAR ENDED 31ST MARCH 2013
(₹ in Crore)

S.No.	PARTICULARS	YEAR ENDED		YEAR ENDED	
		CONSOLIDATED		PARENT	
		31.03.2013	31.03.2012	31.03.2013	31.03.2012
1	INTEREST EARNED (a+b+c+d)	34069.87	30815.64	34077.93	30850.62
	a) Interest/discount on advances/bills	24339.47	23382.12	24379.91	23443.42
	b) Income on Investments	9142.29	7065.42	9112.42	7044.73
	c) Interest on Balances with RBI & Other Inter-Bank Funds	585.53	362.69	585.23	362.21
	d) Others	2.58	5.41	0.37	0.26
2	Other Income	3307.65	3104.51	3153.01	2927.60
3	TOTAL INCOME (1+2)	37377.52	33920.15	37230.94	33778.22
4	Interest Expended	26197.75	23159.47	26198.94	23161.31
5	Operating Expenses (i)+(ii)	5180.35	4818.88	5141.99	4673.75
	(i) Payments to and provisions for employees	3285.44	3003.74	3253.56	2973.09
	(ii) Other Operating Expenses	1894.91	1815.14	1888.43	1700.66
6	TOTAL EXPENSES (4+5)(excluding Provisions & Contingencies)	31378.10	27978.35	31340.93	27835.06
7	Operating Profit before Provisions & Contingencies (3-6)	5999.42	5941.80	5890.01	5943.16
8	Provisions (Other than Tax) and Contingencies	2228.03	1875.59	2217.91	1860.45
9	Exceptional items	0.00	0.00	0.00	0.00
10	Profit (+)/Loss(-) from Ordinary Activities before tax (7-8-9)	3771.39	4066.21	3672.10	4082.71
11	Tax Expenses	819.56	818.94	800.00	800.00
12	Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)	2951.83	3247.27	2872.10	3282.71
13	Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00
14	Net Profit (+)/Loss(-) for the year (12-13)	2951.83	3247.27	2872.10	3282.71
15	Add: Share of Earnings from Associates	42.94	58.85	-	-
16	Less: Minorities' Interest (Net Loss)	25.06	(35.57)	-	-
17	Consolidated Profit for the Year attributable to the Group	2969.71	3341.69	-	-
18	Paid up Equity Share Capital	443.00	443.00	443.00	443.00
19	Reserves excluding Revaluation Reserves	22700.19	20535.26	22401.55	20181.82
20	Analytical Ratios				
	(i) Percentage of Shares held by Government of India	67.72%	67.72%	67.72%	67.72%
	(ii) Capital Adequacy Ratio	12.61%	14.02%	12.40%	13.76%
	(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	67.04	75.43	64.83	74.10
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	67.04	75.43	64.83	74.10
	(iv) NPA Ratios				
	(a) Amount of Gross Non Performing Assets	6355.92	4121.67	6260.16	4031.75
	(b) Amount of Net Non Performing Assets	5324.42	3417.39	5278.07	3386.31
	(c) Percentage of Gross Non Performing Assets	2.60%	1.76%	2.57%	1.73%
	(d) Percentage of Net Non Performing Assets	2.19%	1.46%	2.18%	1.46%
	(v) Return on Assets (Annualised)	0.78%	0.96%	0.77%	0.95%
21	Public shareholding				
	- Number of Shares	143000000	143000000	143000000	143000000
	- Percentage of shareholding	32.28%	32.28%	32.28%	32.28%
22	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
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	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%

S.S. & C.A.
 Section
 Bangalore

CONSOLIDATED SEGMENT REPORTING (AUDITED) FOR THE YEAR ENDED 31ST MARCH 2013

(₹ in Crore)

S.No	BUSINESS SEGMENT	YEAR ENDED		YEAR ENDED	
		CONSOLIDATED		PARENT	
		31.03.2013	31.03.2012	31.03.2013	31.03.2012
I	Segment Revenue				
a	Treasury Operations	10294.45	7826.50	10294.45	7826.50
b	Retail Banking Operations	9463.97	8338.57	9463.97	8338.57
c	Wholesale Banking Operations	17223.41	17272.11	17223.41	17272.11
d	Other Banking Operations	0.00	0.00	0.00	0.00
e	Unallocated	395.69	482.97	249.11	341.04
	Total	37377.52	33920.15	37230.94	33778.22
II	Segment Results				
a	Treasury Operations	1115.81	572.72	1115.81	572.72
b	Retail Banking Operations	1864.14	2031.47	1864.14	2031.47
c	Wholesale Banking Operations	2705.43	3036.11	2705.43	3036.11
d	Other Banking Operations	0.00	0.00	0.00	0.00
e	Unallocated	0.00	0.00	0.00	0.00
	Total	5685.38	5640.30	5685.38	5640.30
III	Unallocated Income/(Expenses)	314.04	301.50	204.63	302.86
IV	Operating Profit	5999.42	5941.80	5890.01	5943.16
V	Provisions and Contingencies	2228.03	1875.59	2217.91	1860.45
VI	Income Tax	819.56	818.94	800.00	800.00
VII	Extraordinary Items	0.00	0.00	0.00	0.00
VIII	Net Profit for the year	2951.83	3247.27	2872.10	3282.71
IX	Add:-Share of Earnings in Associates	42.94	58.85	-	-
X	Less:-Minority Interest (Net Loss)	25.06	(35.57)	-	-
XI	Consolidated Profit for the Year attributable to the Group	2969.71	3341.69	-	-
	Other Information				
XII	Segment Assets*				
a	Treasury Operations	150904.28	119619.18	150904.28	119619.18
b	Retail Banking Operations	78711.04	68458.60	78711.04	68458.60
c	Wholesale Banking Operations	171294.18	177113.82	171294.18	177113.82
d	Other Banking Operations	0.00	0.00	0.00	0.00
e	Unallocated Assets	16381.53	11826.57	9399.87	6903.46
	Total	417291.03	377018.17	410309.37	372095.06
XIII	Segment Liabilities				
a	Treasury Operations	28855.45	42572.21	28855.45	42572.21
b	Retail Banking Operations	156299.98	139940.75	156299.98	139940.75
c	Wholesale Banking Operations	180253.80	149166.13	180253.80	149166.13
d	Other Banking Operations	0.00	0.00	0.00	0.00
e	Unallocated Liabilities	28738.61	24360.82	22055.59	19791.15
f	Capital and Reserves *	23143.19	20978.26	22844.55	20624.82
	Total	417291.03	377018.17	410309.37	372095.06

(* Excluding Revaluation Reserve)

	GEOGRAPHICAL SEGMENT	YEAR ENDED		YEAR ENDED	
		CONSOLIDATED		PARENT	
		31.03.2013	31.03.2012	31.03.2013	31.03.2012
a	Domestic Operations				
	Revenue	36775.65	33394.96	36645.47	33264.31
	Assets	393092.93	359252.19	386312.09	354488.20
b	International Operations				
	Revenue	601.87	525.19	585.47	513.91
	Assets	24198.10	17765.98	23997.27	17606.86
c	Total				
	Revenue	37377.52	33920.15	37230.94	33778.22
	Assets*	417291.03	377018.17	410309.37	372095.06

(* Excluding Revaluation Reserve)



CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH 2013

(₹ in Crore)

	As at 31.03.2013 (AUDITED)	As at 31.03.2012 (AUDITED)
<u>CAPITAL AND LIABILITIES</u>		
CAPITAL	443.00	443.00
RESERVES AND SURPLUS	24733.43	22600.40
MINORITY INTEREST	232.16	161.48
DEPOSITS	355684.63	326894.04
BORROWINGS	20355.09	15614.42
OTHER LIABILITIES AND PROVISIONS	17875.96	13369.97
TOTAL	419324.27	379083.31
<u>ASSETS</u>		
CASH & BALANCES WITH RESERVE BANK OF INDIA	15414.99	17813.02
BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE	19364.22	10433.72
INVESTMENTS	127533.53	106496.62
ADVANCES	242435.76	232728.74
FIXED ASSETS	2884.00	2887.97
OTHER ASSETS	11691.77	8723.24
TOTAL	419324.27	379083.31

Notes:

- 1 The above results have been taken on record by the Board of Directors of the Bank at its meeting held on 29th May 2013.
- 2 There has been no change in the accounting policies and practices followed during the year ended 31st March 2013 as compared to those followed in the preceding financial year ended 31st March 2012.
- 3 The financial results of 7 subsidiaries are consolidated in the above result. Further, the financial statements of the Joint Venture has been proportionately consolidated and 3 associates have been considered for computation of investments under Equity method and parent's share of profit.
- 4 Applicable Accounting Standards have been complied with.
- 5 In accordance with the RBI Circular No.DBOD.BP.BC.80/21.04.018/2010-11 dated 09.02.2011:
 - i) a sum of ₹370.71 Crore has been charged to Profit & Loss Account during the year ended 31st March 2013 on proportionate basis towards unamortised liability of ₹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 ₹741.44 Crore will be dealt with as per guidelines of Reserve Bank of India.
 - ii) a sum of ₹135.90 Crore has been charged to Profit & Loss Account during the year ended March 2013 on proportionate basis towards unamortised liability of ₹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 ₹271.82 Crore will be dealt with as per guidelines of Reserve Bank of India.
- 6 Previous Year figures have been regrouped / rearranged, wherever considered necessary.

DATE : MAY 29 , 2013
PLACE: NEW DELHI

V S KRISHNA KUMAR
EXECUTIVE DIRECTOR

R K DUBEY
CHAIRMAN & MANAGING DIRECTOR

**INDEPENDENT AUDITORS' REPORT
ON THE CONSOLIDATED FINANCIAL STATEMENTS**

To

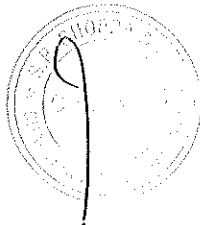
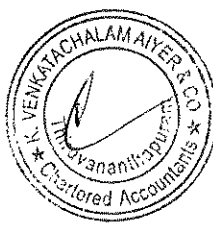
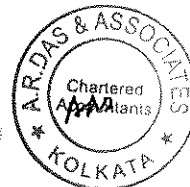
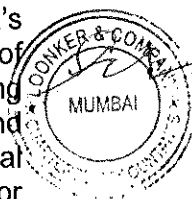
The Board of Directors
Canara Bank

Report on the Financial Statements:

1. We have examined the attached Consolidated Balance Sheet of Canara Bank, its Subsidiaries, Associates and Joint Venture (collectively known as 'the Group') as at 31st March, 2013, the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the Year ended on that date, and a summary of significant accounting policies and other explanatory information. Incorporated in the financial statements are:
 - i. Audited Accounts of Canara Bank (herein after referred to 'Bank') audited by us.
 - ii. Audited Accounts of Seven (7) Subsidiaries, Three (3) Associates and One (1) Joint Venture audited by other auditors.
2. We did not audit the financial statements of Seven (7) Subsidiaries, Three (3) Associates and One (1) Joint Venture of the Bank and other financial information which reflects total assets of Rs. 25664.20 Crore as at 31st March, 2013, total revenues of Rs.1964.28 Crore and net cash flows of Rs.251.50 Crore for the year then ended as considered in the Consolidated Financial Statements. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of other entities, are based solely on the report of the other auditors.
3. We report that the Consolidated Financial Statements have been prepared by the Bank in accordance with the requirement of the Accounting Standard (AS) 21 - "Consolidated Financial Statements", Accounting Standard (AS) 23 - "Accounting for Investments in Associates in Consolidated Financial Statements" and Accounting Standard (AS) 27 - "Financial Reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountants of India and the requirements of the Reserve Bank of India.

Management's Responsibility for the Financial Statements:

4. These Consolidated Financial Statements are the responsibility of the Bank's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. This responsibility includes the design, implementation, and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.



Auditors' Responsibility:

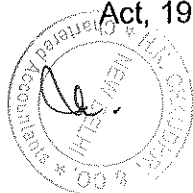
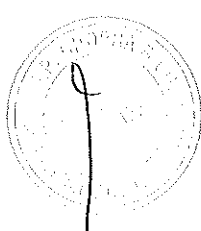
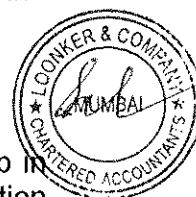
5. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements. The procedures selected depend upon the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

8. Based on our audit and on consideration of reports of other auditors on separate financial statements and other financial information of the Subsidiaries, Associates and Joint Venture as referred in para (2) above, and to the best of our information and according to the explanations given to us, we are of the opinion that:
 - i) the Consolidated Balance Sheet, read with the notes thereon is a full and fair Balance Sheet containing all the necessary particulars, is properly drawn up so as to exhibit a true and fair view of state of affairs of the Group as at 31st March, 2013 in conformity with accounting principles generally accepted in India;
 - ii) the Consolidated Profit and Loss Account, read with the notes thereon shows a true balance of Profit of the Group, in conformity with accounting principles generally accepted in India, for the year ended on that date; and
 - iii) the Consolidated Cash Flow Statement gives a true and fair view of the cash flows of the Group for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

9. The Balance Sheet and the Profit and Loss Account have been drawn up in Form "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949.



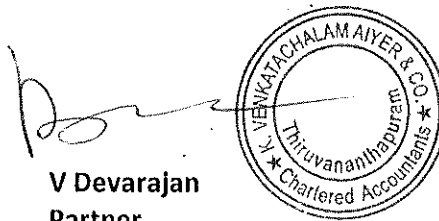
10. In our opinion, the Consolidated Balance Sheet, Profit and Loss Account and Cash Flow Statement of the Group comply with the applicable Accounting Standards.

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



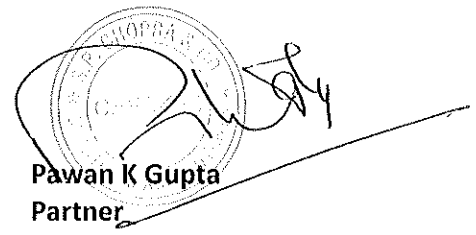
Inderjit Soni
Partner
Membership No. 088694

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



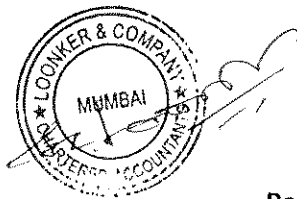
V Devarajan
Partner
Membership No. 018786

For S P Chopra & Co.
Chartered Accountants
Firm Registration No. 000346N



Pawan K Gupta
Partner
Membership No. 092529

For Loonker & Co.
Chartered Accountants
Firm Registration No. 000172W



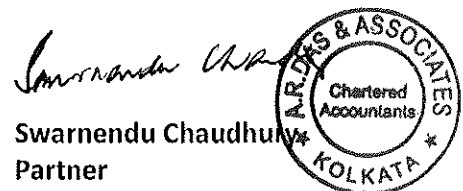
S C Loonker
Partner
Membership No. 010135

For P Chopra & Co.
Chartered Accountants
Firm Registration No. 004957N



Rakesh Jain
Partner
Membership No. 087925

For A R Das & Associates
Chartered Accountants
Firm Registration No. 306109E



Swarnendu Chaudhury
Partner
Membership No. 055439

Place: New Delhi

Date: 29th May, 2013