ੴ ਸ੍ਰੀ ਵਾਹਿਗੁਰੂ ਜੀ ਕੀ ਫ਼ਤਹ ।।

पंजाब एण्ड सिंध बैंक
Punjab & Sind Bank
ਪੰਜਾਬ ਐਂਡ ਸਿੰਧ ਬੈਂਕ

पी.एस.बी. (भारत सरकार का उपक्रम/A Govt. of India Undertaking)

प्र.का. लेखा एवं लेखा परिक्षा विभाग
"शेयर कक्ष" बैंक हाऊस, प्रथम तल,
21, राजेन्द्र प्लेस, नई दिल्ली-110008

H.O. Account & Audit Department
"SHARES CELL" Bank House, 1st Floor
21, Rajendra Place, New Delhi-110008

Phone : 011-25782926, 25812922, 25817353, 25728930, Telefax : 25781639, 15728919, Email : complianceofficer@psb.co.in

संदर्भ/Ref. No.

दिनांक/Dated: .....

Dated: 22-11-2018

The Manager
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex,
Bandra East,
Mumbai - 400 051.

Dear Sir / Madam,

Sub:- Half Yearly Communication for the Period ended 30.09.2018.

Pursuant to Regulation 52 (5) of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, we are enclosing half yearly communication for the following Listed Debt Securities issued by the Bank.

Yours faithfully

Company Secretary

IDBI Trusteeship Services Ltd
CIN : U65991MH2001GOI131154

No. 7810/ITSL/OPR/2018-19
November 19, 2018

To,
Punjab & Sindh Bank,
H.O. Account & Audit Department,
Bank House, 1st Floor,
21, Rajendra Place, New Delhi - 110125

Kind Attn: Mr. Ajit Singh Ahuja – Dy. General Manager

Dear Sir,

Sub: Letter from Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR 2015)

This has reference to the privately placed Unsecured, Non-Convertible Debentures issued by **Punjab & Sindh Bank,** (**"Issuer"**) wherein IDBI Trusteeship Services Limited is acting as the Debenture Trustee and listed on the National Stock Exchange of India Ltd. (NSE) and/or Bombay Stock Exchange (BSE) (**"Listed Debt Securities"**).

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Issuer is required to submit the documents required there along with its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (IDBI Trusteeship Services Limited) that the Debenture Trustee has noted the contents furnished by the Issuer as per Regulation 52(4).

In pursuance thereof we hereby confirm that we have received the aforesaid information through your letter dated November 15, 2018 and we have noted the contents provided therein.

Thanking you,

Yours faithfully
For **IDBI Trusteeship Services Limited**

(Authorised Signatory)

November 19, 2018

To,
A.S Ahuja ,
Dy. General Manager,
Punjab & Sind Bank
21,Rajendra place,
New Delhi – 110 008

Dear Sir,

Sub: Certificate of Debenture Trustee under Regulation 52(5) of SEBI (LODR) Regulations, 2015 for September 30, 2018

In compliance of the requirements of Chapter V, Regulation 52, Sub – Regulation (4) and (5) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for Non – Convertible Debt Securities we would like to state as under:

We, Vistra ITCL (India) Limited, are acting as a Debenture Trustee for the Rated, Listed, Unsecured, NCT Bond aggregating to Rs.1000 crores of Punjab & Sind Bank. ('Company')

With reference to above, we have received the half yearly communication to exchanges/Debenture holders/Bond holders pursuant to Regulation 52(4) of SEBI (LODR) Regulations, 2015 and have noted its contents without verification

This certificate has been signed and issued by us based on document (mentioned above) provided by you.

Thanking You

Sincerely,
For Vistra ITCL (India) Limited

Jatin Chonani
Compliance Officer

Place: Mumbai

Registered office:
The IL&FS Financial Centre
Plot No. C-22, G Block, 7th Floor
Bandra Kurla Complex, Bandra (East)
Mumbai 400051, India

Tel: +91 22 2659 3535
Fax: +91 22 2653 3297
Email: mumbai@vistra.com
www.vistraitcl.com

AXIS TRUSTEE

ATSL/CO/18-19/ 6324
November 15, 2018

Punjab and Sind Bank
H.O. Accounts and Audit Dept.
1st Floor, Bank House
21, Rajendra Place
New Delhi – 110008

Dear Sir/Madam,

Kind Attn: V.K. Mehrotra

Sub: Letter of Debenture Trustee pursuant to Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015)

This has reference to the Privately Placed, Unsecured Redeemable, Non-Convertible Bonds issued by Punjab and Sind Bank ("Company") and listed on the National Stock Exchange ("**Listed Debt Securities**").

Pursuant to Regulation 52(4) read with Regulation 52 (5) of the SEBI (Listing Obligations and Disclosure Requirements) 2015, the Company is required to submit its half yearly/annual financial results to the Stock Exchange, with a letter of the Debenture Trustee (Axis Trustee Services Limited) that the Debenture Trustee has noted the contents furnished by the Company as per Regulation 52(4).

In pursuance thereof we hereby confirm that we have received the said aforesaid information vide your email dated November 15, 2018 (enclosed herewith) along with the relevant/necessary supporting and we have noted the contents in respect of the Listed Debt Securities issued by the Company.

Thanking You,

Yours Faithfully
For **Axis Trustee Services Limited**

Mangalagowri Bhat
Senior Manager
Encl : a/a

पंजाब एण्ड सिंध बैंक
(भारत सरकार का उपक्रम)
PUNJAB & SIND BANK
(A Government of India Undertaking)
प्र.का. लेखा एवं लेखा परीक्षा विभाग,
प्रथम तल, बैंक हाऊस,
21, राजेंद्र प्लेस, नई दिल्ली-110125
H.O. Account & Audit Department,
Bank House, I st. Floor,
21, Rajendra Place, New Delhi-110125
Phone: 25765519, 25728987, 25728930, and 25817353 Fax: 25781639, 25728919 email: ho.accts@psb.org.in

Dated: 15-11-2018

The Senior Manager,
Axis Trustee Services Limited
Axis House, Wadia International Centre,
Pandurang Budhkar Marg,
Worli, Mumbai-400025

Kind Attn:- Swati Borkar

Madam,

Reg: Half yearly communication to Exchanges / Debenture holders / Bond holders w.r.t. our Debentures / Bonds.

We are forwarding you the Half yearly communication in terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half year ended 30.09.2018.

You are requested to issue us letter pursuant to Regulation 52(5) of the SEBI (LODR) Regulations, 2015 for onward submission to Stock Exchange.

Yours faithfully,

Ajit Singh Ahuja
Dy. General Manager

S.No.	Particulars	Reply / Comments
i)	ISIN No	INE608A08017
ii)	Credit Rating	CRISIL :- CRISIL AA/ Stable. CARE :- CARE AA (Stable)
iii)	Asset covers available	Not Applicable as Bonds are Unsecured
iv)	Debt-Equity Ratio	0.75:1
v)	Previous due date for the payment of interest / principal and whether the same has been paid or not.	Annual Interest Payment previously due on 19.10.2018 was paid on 20.10.2018, as 19.10.2018 was holiday on account of Dussehra.
vi)	Next due date for the payment of interest / principal	Next Annual interest payment falls due on 19.10.2019.
vii)	Debt Service Coverage Ratio	Not Applicable to Banks
viii)	Interest Service Covcrage Ratio	Not Applicable to Banks
ix)	Outstanding Redeemable Preference Shares (Quantity & Value)	NIL
x)	Capital Redemption Reserve / Debenture Redemption Reserve	Not Applicable to Banks
xi)	Earnings Per Share (Not Annualized)	Rs (8.98)
xii)	Net Worth	Rs 3866.55 Crore
xiii)	Net Profit After Tax	Rs (507.25) Crore

Punjab and Sind Bank

October 6, 2017

Ratings

Facilities	Amount (Rs. crore)	Rating[1]	Rating Action
Lower Tier II Bonds	875 (Rupees Eight Hundred and Seventy Five Crore Only)	**CARE AA; Stable (Double A; Outlook: Stable)**	Reaffirmed
Tier II Bonds (Basel-III)	1,000 (Rupees One Thousand Crore Only)	**CARE AA; Stable (Double A; Outlook: Stable)**	Reaffirmed
Basel III Compliant Tier I Bonds	1,000 (Rupees One Thousand Crore Only)	**CARE A+; Stable (Single A Plus; Outlook: Stable)**	Reaffirmed
Total	**2,875 (Rupees Two Thousand Eight Hundred Seventy Five Crore Only)**		

Details of instruments/facilities in Annexure-1

CARE has rated the aforesaid Basel III Compliant Tier-I Perpetual Bonds after taking into consideration its key features as below:

- The bank has full discretion at all times to cancel coupon payments.
- The coupon is to be paid out of current year profits. However, if the current year's profits are not sufficient, the coupon may be paid through profits of the previous years and reserves representing appropriation of net profits, including statutory reserves, but excluding reserves created through share premium, revaluation reserve, foreign currency translation reserve, investment reserve and amalgamation, provided the bank meets the minimum regulatory requirements for Common Equity Tier I [CET I], Tier I and Total Capital Ratios at all times and capital buffer frameworks as prescribed by the Reserve Bank of India [RBI].
- The instrument may be written-down upon CET I breaching the pre-specified trigger of 5.5% before March 31, 2019, and 6.125% on and after March 31, 2019, or written-off / converted into common equity shares on occurrence of trigger event called point of non-viability (PONV). The PONV trigger shall be determined by RBI.

Any delay in the payment of interest/principal (as the case may be) due to invocation of any of the features mentioned above would constitute as an event of default as per CARE's definition of default and as such these instruments may exhibit a somewhat sharper migration of the rating compared with the conventional subordinated debt instruments.

Tier II Bonds under Basel III are characterized by a 'Point of Non-Viability' (PONV) trigger due to which the investor may suffer a loss of principal. PONV will be determined by the Reserve Bank of India (RBI) and is a point at which the bank may no longer remain a going concern on its own unless appropriate measures are taken to revive its operations, and thus enable it to continue as a going concern. In addition, the difficulties faced by a bank should be such that these are likely to result in financial losses and raising the Common Equity Tier I capital of the bank should be considered as the most appropriate way to prevent the bank from turning non-viable.

In CARE's opinion, the parameters considered to assess whether a bank will reach the PONV are similar to the parameters considered to assess the rating of Tier II instruments even under Basel II. CARE has rated the Tier II Bonds under Basel III after factoring in the additional feature of PONV.

Detailed Rationale& Key Rating Drivers

The ratings assigned to the instruments of Punjab & Sind Bank (PSB), factors in the majority ownership of the Government of India (GoI), moderate liquidity position and average capitalization levels. These strengths are, however, partially offset by PSB's deteriorating asset quality indicators, relatively small size of operations and low proportion of low-cost CASA deposits. The ratings also factor in the modest financial performance in FY17 (refers to the period April 01 to March 31).

Going forward, the continued ownership and support from the Government of India and sustaining profitable operations while improving its asset quality would be the key rating sensitivities.

[1] *Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications*

Detailed description of the key rating drivers

Key Rating Strengths

Majority ownership of GoI: The bank has a majority ownership with Government of India holding (GoI) 79.62% stake as on June 30, 2017. The GoI has been supporting public sector banks including PSB with regular capital infusions.

Moderate liquidity profile: According to Structural Liquidity Statement as on June 30, 2017, the bank profile has positive cumulative mismatches up to 6 months' time bucket while there are negative cumulative mismatches upto 5 years. However, these mismatches continue to remain within the limits set up by the bank's Board. As on June 30, 2017, Statutory Liquidity Ratio (SLR) of PSB stood at 23.73% (as against the regulatory requirement of 20%). Further the bank was maintaining a liquidity coverage ratio of 92.54% as on June 30, 2017 as against the statutory limit of 80% mandated by Reserve Bank of India (RBI).

Average Capitalization Levels: PSB's capitalization is average with total CAR at 12.43% as on June 30, 2017 under Basel III. Tier-I CAR and CET 1 stood at 10.68% and 9.32% respectively as on June 30, 2017. The Capital Adequacy of the bank has improved due to decline in advances and raising of Additional Tier-I Bonds of Rs. 1000 crore in Q1FY18.

Key Rating Weaknesses

Modest financial performance in FY17:

During FY17, deposits and net advances de-grew by 6.26% and 8.73% to Rs. 85,540 crore (P.Y. Rs. 91250 crore) and Rs. 58,335 crore (P.Y. Rs. 63916 crore) as on March 31, 2017 respectively. Consequently, the total income declined from Rs. 9,240 crore during FY16 to Rs. 8,780 crore in FY17. Also, net profit of the bank declined by 40% from Rs. 336 crore during FY16 to Rs. 201 crore in FY17. This was mainly on account of higher credit cost and increase in operating expenses although Net Margin Margin (NIM) remained stable at 2.19% during FY17 (P.Y. 2.19%). The increase in expenses was offset to some extent due to 87% increase in treasury income (part of non-interest income) from Rs. 140 crore during FY16 to Rs. 262 crore during FY17 on account of initiation in secondary market trading in Non-SLR bonds. PSB has also diversified its revenue base by participating in Equity IPOs. ROTA for FY17 stood at 0.20% as compared to 0.34% during FY16. During Q1FY18, the bank reported PAT of Rs.25 crore on a total income of Rs.2063 crore.

Low albeit improving Current and Savings account (CASA) deposits: Although the CASA ratio of the bank improved from 22.72% as on March 31, 2016 to 27.54% as on March 31, 2017, it has been lower as compared to most public sector banks. CASA of PSB was 26.13% as on June 30, 2017.

Deterioration in asset quality: As on March 31, 2017, Gross NPA ratio and Net NPA ratio stood at 10.45% and 7.51% respectively as whereas the overall stressed assets (Net NPA + Standard restructured assets)/Advances increased from 12.94% as on March 31, 2016 to 13.34% as on March 31, 2017. This was due to reduction in restructured accounts on account of slippages to NPA and majority of DISCOM portfolio converted to bonds under UDAY scheme. Thus, although the NPA ratio/Net Worth ratio increased from 58.20% during FY16 to 83.03% in FY17 (on account of increased in Net NPA from Rs. 2949 crore as on March 31, 2016 to Rs. 4375 crore as on March 31, 2017), the total stressed assets (Net NPA+ Restructured standard assets)/net worth ratio reduced from 137.90% as on March 31, 2016 to 111.25% as on March 31, 2017. The provision coverage ratio of PSB was at 46.69% as on March 31, 2017 (P.Y. 48.26%).

Moderate Industry Outlook: Bank credit has remained lackluster in FY17 with subdued growth of 4.4% in FY17 as against 8.7% growth of FY16. Credit growth witnessed by the banking sector during FY17 was one the lowest in the past few decades. The slowdown in bank credit mainly ascribed to subdued credit off-take by industry, increase in gross non-performing assets of banks and corporates opting for bond market funding given the competitive interest rates in these markets. In terms of sectoral off-take, credit growth in FY17continued to be driven by the services and retail segment. Corporates also resorted to mobilising funds for working capital from the commercial paper market instead of banks which also played a role in decreasing the growth rate. Asset quality pressure continued which led to increased provisioning and dampened profitability for the banking sector. Improvement in economic environment is expected to reduce the stress on the asset quality of banks and reduce the pace of NPA addition, which in turn is expected to improve profitability of the banks. However, the improvement would be gradual. Going forward, the revival in the banking sector hinges on economic revival which would lead to improvement in asset quality and profitability.

Analytical approach: Standalone

Applicable Criteria

Criteria on assigning Outlook to Credit Ratings

CARE's Policy on Default Recognition

Bank - CARE's Rating Methodology for Banks
Bank - Rating framework for Basel III instruments (Tier I & Tier II)
Financial Ratios (Financial Sector)

About the Company

Punjab & Sind Bank (PSB) was established at Amritsar, Punjab in 1908, by BhaiVir Singh, Sir Sunder Singh Majitha and Sardar Tarlochan Singh. It was nationalized in 1980. In December 2010, the Government of India (GoI) divested 17.93% stake through an IPO. GOI holding is 79.62% as on June 30, 2017. The bank operates through a network of 1,500 branches as on June 30, 2017. The bank has sponsored one Regional Rural Bank viz Satlej Gramin Bank (SGB).

Brief Financials (Rs. crore)	FY16 (A)	FY17 (A)
Total operating income	9240	8780
PAT	336	201
Interest coverage (times)	1.19	1.21
Total Assets	1,02,581	96,019
Net NPA (%)	4.62	7.51
ROTA (%)	0.34	0.20

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Analyst Contact:
Name: Mr Gaurav Dixit
Tel: 011 – 4533 3235
Mobile: +91 97170 70079
Email: gaurav.dixit@careratings.com

****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**

About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Lower Tier II Bonds – Series X	22-Sep-2008	11.05%	22-Apr-2019	400	CARE AA; Stable
Lower Tier II Bonds – Series XI	26-June-2009	8.70%	26-Apr-2019	175	CARE AA; Stable
Lower Tier II Bonds – Series XIII	24-June-2011	9.73%	24-Oct-2021	300	CARE AA; Stable
Tier II Bonds-Basel III – Series XIV	19-Oct-2016	7.99%	19-Oct-2026	500	CARE AA; Stable
Tier II Bonds-Basel III (Proposed)	-	-	-	500	CARE AA; Stable
AT 1 Bonds (Tier-I Bonds)	08-May-2017	10.90%	Perpetual	1000	CARE A+; Stable
Total				**2875**	

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016	Date(s) & Rating(s) assigned in 2014-2015
1.	Bonds-Lower Tier II	LT	400.00	CARE AA; Stable	-	1)CARE AA; Stable (12-Dec-16) 2)CARE AA (12-Oct-16)	1)CARE AA (16-Oct-15)	1)CARE AA (26-Dec-14)
2.	Bonds-Lower Tier II	LT	175.00	CARE AA; Stable	-	1)CARE AA; Stable (12-Dec-16) 2)CARE AA (12-Oct-16)	1)CARE AA (16-Oct-15)	1)CARE AA (26-Dec-14)
3.	Bonds-Lower Tier II	LT	300.00	CARE AA; Stable	-	1)CARE AA; Stable (12-Dec-16) 2)CARE AA (12-Oct-16)	1)CARE AA (16-Oct-15)	1)CARE AA (26-Dec-14)
4.	Bonds- Tier II Bonds	LT	500.00	CARE AA; Stable	-	1)CARE AA; Stable (12-Dec-16) 2)CARE AA (12-Oct-16)	1)CARE AA (11-Jan-16)	-
5.	Bonds-Tier II Bonds	LT	500.00	CARE AA; Stable	-	1)CARE AA; Stable (12-Dec-16) 2)CARE AA (09-Nov-16)	-	-
6.	Bonds-Tier I Bonds	LT	1000.00	CARE A+; Stable	1)CARE A+; Stable (27-Apr-17)	-	-	-

CONTACT

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CIN - L67190MH1993PLC071691

Ratings

CRISIL
An S&P Global Company

Press Release
January 25, 2018 | Mumbai

CRISIL revises outlook on public sector banks to 'Stable' from 'Negative'

Recapitalisation, peaking of asset quality issues, revival in credit growth to improve outlook

CRISIL has revised its outlook on the long-term debt instruments (excluding Basel III Tier I) of 18 public sector banks (PSB) to 'Stable from 'Negative', while reaffirming their ratings.

The revision in outlook is primarily driven by government's PSB recapitalisation programme for this fiscal, which will improve the financial risk profile of these banks and also help them meet Basel III regulatory capital norms, and provide cushion against expected rise in provisioning for non-performing assets (NPAs).

The ratings on Basel III Tier I bonds of nine PSBs have also been reaffirmed, and the outlook has been retained as 'Negative'. CRISIL is evaluating the flexibility with banks to set off any accumulated losses with the bank's balance in share premium account and its implication on the availability of eligible reserves to service AT1 coupon payments. We will revisit our ratings on AT1 instruments once there is clarity.

On October 24, 2017 after the government announced its Rs 2.11 lakh crore recapitalisation plan, CRISIL had said that it was credit positive for public sector banks and when details of the capital infusion for individual PSBs are announced, it will consider those and take appropriate rating action.

On Wednesday, the government announced details of bank-wise infusion of ~Rs 88,000 crore capital this fiscal.

CRISIL has assessed the impact of this and believes with expected capital infusion from government, PSBs are now adequately placed to meet Basel III capital norms and are also better prepared to absorb the hit from provisioning on stressed assets and also on account of migration to Ind AS (Indian Accounting Standards).

The government has also outlined its banking reforms agenda. The strengthening of prudent lending practices through responsible banking – that is, banking based on core strengths, sharper pre- and post-disbursal monitoring for large exposures, and improving NPA resolution mechanisms (including separate asset management verticals), will structurally improve credit culture at PSBs.

Says Krishnan Sitaraman, Senior Director, CRISIL Ratings, "The recapitalisation plan while emphasising government's support, also persuades public sector banks to up the ante on responsible banking. The upshot of more accountability, governance and efficiencies is a structurally stronger banking system and improved investor sentiment towards them."

Asset quality issues are peaking for banks with incremental slippages to NPAs expected to taper in fiscal 2018 and 2019 as credit health of corporate borrowers' are improving. However, the resolution of large corporate stressed accounts under the Insolvency and Bankruptcy Code and the potential haircuts thereof are expected to increase the provisioning burden of PSBs and impact their earnings profile and capital position in the near term.

CRISIL will continue to monitor the performance of PSBs - their asset quality and profitability performance, and the capital support from the government in future and will appropriately factor in the same in the ratings of these banks.

Annexure 1 : List of rating actions on PSBs

Bank	Tier II Bonds (Under Basel II & Basel III)/ Infrastructure Bonds	Hybrid Instruments (Under Basel II)	Fixed Deposits	Tier I Bonds (Under Basel III)	Certificate of Deposits
Allahabad Bank	CRISIL AA-/Stable (Outlook revised from Negative)	CRISIL A+/Stable (Outlook revised from Negative)			
Andhra Bank	CRISIL AA+/Stable (Outlook revised from Negative)	CRISIL AA/Stable (Outlook revised from Negative)		CRISIL AA-/Negative (Reaffirmed)	
Bank of Baroda	CRISIL AAA/Stable (Outlook revised from Negative)	CRISIL AAA/Stable (Outlook revised from Negative)		CRISIL AA+/Negative (Reaffirmed)	
Bank of India	CRISIL AA+/Stable (Outlook revised from Negative)	CRISIL AA+/Stable (Outlook revised from Negative)		CRISIL A+/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)
Bank of Maharashtra	CRISIL A+/Stable (Outlook revised from Negative)	CRISIL A/Stable (Outlook revised from Negative)		CRISIL BBB+/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)
Canara Bank	CRISIL AAA/Stable (Outlook revised from Negative)	CRISIL AAA/Stable (Outlook revised from Negative)		CRISIL AA/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)
Central Bank of India	CRISIL A+/Stable (Outlook revised from Negative)	CRISIL A/Stable (Outlook revised from Negative)			
Corporation Bank	CRISIL AA-/Stable (Outlook revised from Negative)	CRISIL A+/Stable (Outlook revised from Negative)	FAA+/Stable (Outlook revised from Negative)	CRISIL A-/Negative (Reaffirmed)	
Dena Bank	CRISIL AA-/Stable (Outlook revised from Negative)	CRISIL A+/Stable (Outlook revised from Negative)		CRISIL A-/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)
IDBI Bank Ltd.	CRISIL A+/Stable (Outlook revised from Negative)	CRISIL A/Stable (Outlook revised from Negative)	FAA/Stable (Outlook revised form Negative)	CRISIL BBB+/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)
Indian Overseas Bank	CRISIL A+/Stable (Outlook revised from Negative)	CRISIL A-/Stable (Outlook revised from Negative)	FAA/Stable (Outlook revised form Negative)		CRISIL A1+ (Reaffirmed)
Oriental Bank of Commerce			FAA+/Stable (Outlook revised from Negative)		CRISIL A1+ (Reaffirmed)
Punjab & Sind Bank	CRISIL AA/Stable (Outlook revised from Negative)				
Punjab National Bank	CRISIL AAA/Stable (Outlook revised from Negative)	CRISIL AAA/Stable (Outlook revised from Negative)		CRISIL AA/Negative (Reaffirmed)	
Syndicate Bank	CRISIL AA/Stable (Outlook revised from Negative)	CRISIL AA/Stable (Outlook revised from Negative)			
UCO Bank	CRISIL A+/Stable (Outlook revised from Negative)	CRISIL A/Stable (Outlook revised from Negative)			CRISIL A1+ (Reaffirmed)
Union Bank of India	CRISIL AA+/Stable (Outlook revised from Negative)	CRISIL AA+/Stable (Outlook revised from Negative)			
United Bank of India	CRISIL AA-/Stable (Outlook revised from Negative)	CRISIL A/Stable (Outlook revised from Negative)		CRISIL BBB+/Negative (Reaffirmed)	CRISIL A1+ (Reaffirmed)

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About CRISIL Limited

CRISIL is an agile and innovative, global analytics company driven by its mission of making markets function better. We are India's foremost provider of ratings, data, research, analytics and solutions. A strong track record of growth, culture of innovation and global footprint sets us apart. We have delivered independent opinions, actionable insights, and efficient solutions to over 100,000 customers.

We are majority owned by S&P Global Inc., a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide.

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Last updated: April 2016

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PUNJAB & SIND BANK

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

Reviewed Un-audited Financial Results for the Quarter/Half year ended 30th September, 2018

(Rupees in lacs)

Sl. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED 31.03.2018
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	
		Reviewed	Reviewed	Reviewed	Reviewed	Reviewed	Audited
1	**INTEREST EARNED (a+b+c+d)**	**219999**	**218479**	**199860**	**438478**	**393852**	**794875**
	a).Interest/ discount on advances/bills	153103	150932	132680	304035	262238	523152
	b) Income on Investments	60873	62408	60709	123281	116045	245084
	c) Interest on Balances with RBI & Other Inter Bank Funds	2104	912	2858	3016	8481	11704
	d) Others	3919	4227	3613	8146	7088	14935
2	Other Income	20942	15125	16804	36067	29069	58120
3	**TOTAL INCOME (1+2)**	**240941**	**233604**	**216664**	**474545**	**422921**	**852995**
4	Interest Expended	159470	147406	140260	306876	277673	571356
5	Operating Expenses (i)+(ii)	46420	45384	40545	91804	78845	167168
	i) Employees Cost	30980	31075	27100	62055	52460	112300
	ii) Other Operating Expenses	15440	14309	13445	29749	26385	54868
6	**TOTAL EXPENDITURE (4+5) (excluding Provisions & Contingencies)**	**205890**	**192790**	**180805**	**398680**	**356518**	**738524**
7	**Operating Profit before Provisions & Contingencies (3-6)**	**35051**	**40814**	**35859**	**75865**	**66403**	**114471**
8	Provisions (other than tax) and Contingencies	59373	102535	29483	161908	54700	173955
	Of Which Provisions for Non Performing Assets	40090	79538	27736	119628	53656	172243
9	Exceptional Items	0	0	0	0	0	0
10	**Profit (+)/ Loss (-) from Ordinary Activities before tax (7-8-9)**	**-24322**	**-61721**	**6376**	**-86043**	**11703**	**-59484**
11	Tax Expense	-13399	-21919	5006	-35318	7796	14896
12	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (10-11)	-10923	-39802	1370	-50725	3907	-74380
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	**Net Profit (+)/ Loss (-) for the period (12-13)**	**-10923**	**-39802**	**1370**	**-50725**	**3907**	**-74380**
15	Paid-up Equity Share Capital (Face Value Rs.10/-)	56491	56491	40041	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	79.62	85.56
	(ii) Capital Adequacy Ratio (Basel III)	10.66	10.46	11.94	10.66	11.94	11.25
	a). CET 1 Ratio	7.65	7.56	8.75	7.65	8.75	8.37
	b). Additional Tier 1 Ratio	1.62	1.52	1.56	1.62	1.56	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)	-1.93	-7.05	0.34	-8.98	0.98	-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)	-1.93	-7.05	0.34	-8.98	0.98	-18.49
	(iv) (a) Amount of Gross Non Performing Assets	720217	736341	682151	720217	682151	780165
	(b) Amount of Net Non Performing Assets	358337	392881	450194	358337	450194	460787
	(c) % of Gross NPAs	10.02	10.55	11.25	10.02	11.25	11.19
	(d) % of Net NPAs	5.25	5.92	7.72	5.25	7.72	6.93
	(v) Return on Assets (Annualised)	-0.37	-1.40	0.05	-0.88	0.08	-0.69

DHAWAN & CO. NEW DELHI Chartered Accountants

Davinder Pal Singh & Co. MOHALI CHARTERED ACCOUNTANTS

S. MANN & CO. NEW DELHI CHARTERED ACCOUNTANTS

BALDEV KUMAR & CO. CHANDIGARH CHARTERED ACCOUNTANTS

Sl. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED 31.03.2018 Audited
		30.09.2018 Reviewed	30.06.2018 Reviewed	30.09.2017 Reviewed	30.09.2018 Reviewed	30.09.2017 Reviewed	
18	Public Shareholding:						
	No. of Shares	81588252	81588252	81588252	81588252	81588252	81588252
	Percentage of Shareholding	14.44	14.44	20.38	14.44	20.38	14.44
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	483324032	483324032	318822775	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	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	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			Half Year ended		Year ended
	30.09.18 (Reviewed)	30.06.18 (Reviewed)	30.09.17 (Reviewed)	30.09.18 (Reviewed)	30.09.17 (Reviewed)	31.03.18 (Audited)
1. Segment Revenue						
a) Treasury	65637	68412	69634	134049	129615	271036
b) Corporate/ Wholesale Banking	103473	109889	95094	213362	188647	385956
c) Retail Banking	71726	55250	51928	126976	104610	195774
d) Other Banking Operations	105	53	8	158	49	229
Total	**240941**	**233604**	**216664**	**474545**	**422921**	**852995**
2. Segment Result						
a) Treasury	16349	19939	21367	36288	38720	76800
b) Corporate/ Wholesale Banking	19659	23861	17101	43520	31675	57976
c) Retail Banking	13903	11997	9358	25900	17565	29408
d) Other Banking Operations	105	53	8	158	49	229
Total	**50016**	**55850**	**47834**	**105866**	**88009**	**164413**
Unallocated Expenses	14965	15036	11975	30001	21606	49942
Operating Profit	**35051**	**40814**	**35859**	**75865**	**66403**	**114471**

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.18 (Reviewed)	30.06.18 (Reviewed)	30.09.17 (Reviewed)	30.09.18 (Reviewed)	30.09.17 (Reviewed)	31.03.18 (Audited)
Provisions & Contingencies	59373	102535	29483	161908	54700	173955
Income Tax	-13399	-21919	5006	35318	7796	14896
Extra Ordinary Profit/ Loss	0	0	0	0	0	0
Net Profit	**-10923**	**-39802**	**1370**	**-50725**	**3907**	**-74380**
Other Information:						
3. Segment Assets						
a) Treasury	3178931	3255769	3463131	3178931	3463131	3360208
b) Corporate/ Wholesale Banking	4966757	5158115	4442864	4966757	4442864	5264059
c) Retail Banking	2955813	2593394	2463682	2955813	2463682	2670168
d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Assets	129538	84785	67281	129538	67281	81489
Total Assets	**11231039**	**11092063**	**10436958**	**11231039**	**10436958**	**11375924**
4. Segment Liabilities						
a) Treasury	3050647	3108766	3277231	3050647	3277231	3198598
b) Corporate/ Wholesale Banking	4766327	4925218	4204372	4766327	4204372	5010883
c) Retail Banking	2836533	2476298	2331432	2836533	2331432	2541746
d) Other Banking Operations	0	0	0	0	0	0
e) Unallocated Liabilities	9988	3314	7082	9988	7082	6429
Total Liabilities	**10663495**	**10513596**	**9820117**	**10663495**	**9820117**	**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 SEPTEMBER, 2018

(Rs. in Lacs)

	AS ON 30.09.2018	AS ON 31.03.2018		AS ON 30.09.2018	AS ON 31.03.2018
CAPITAL & LIABILITIES			**ASSETS**		
Capital	56491	56491	Cash & balance with		
Reserves & Surplus	511053	561777	Reserve Bank of India	490594	625638
Deposits	10157943	10172617	Balance with banks & money		
Borrowings	291397	368298	at call and short notice	74096	87631
Other Liabilities	214155	216741	Investments	3118382	3298176
			Advances	6831276	6656944
			Fixed Assets	106552	108260
			Other Assets	610139	599275
Total	**11231039**	**11375924**	**Total**	**11231039**	**11375924**

DHAWAN & CO. Chartered Accountants NEW DELHI

Davinder Pal Singh & Co. Chartered Accountants MOHALI

S. MANN & CO. Chartered Accountants NEW DELHI

BALDEV KUMAR & CO. Chartered Accountants CHANDIGARH

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 November 13, 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 period ended September 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 period ended September 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 September, 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 ,Rs.18 crore for the quarter ended 30.06.2018, and Rs.18 crore for the quarter ended 30.09.2018 the remaining amount of Rs.18 crore has been deferred to subsequent quarter of this financial year.

7. The value of shifting/ sales from HTM category (excluding one time transfer and sale under pre-announced OMO auctions and repurchase of Government securities by Government of India) during the quarter does not exceed 5% of the book value of investments held in HTM category at the beginning of the year.

8. RBI vide its circular DBR.No.BP.BC.102/21.04.048/2017-18 dated April 2, 2018 grant an option to spread provisioning for mark to market (MTM) losses on investments held in AFS and HFT category for the quarters ended December 31, 2017 and March 31, 2018. Accordingly in the quarter ended September 2018, the bank has charged Rs.38.25 crores related to quarter ended December 2017 and Rs.15.99 crores for quarter ended March 2018 and Rs.15.99 crores related to March 2018 is spread to the subsequent quarters of the financial year.
   Further, RBI vide its circular DBR.No.BP.BC.113/21.04.048/2017-18 dated June 15, 2018 grant an option to spread provisioning for mark to market (MTM) losses on investments held in AFS and HFT category for the quarters ended June 30, 2018. Accordingly, the bank has charged Rs.6.25 crores related to quarter ended June 2018 and spread the losses to the tune Rs.12.51 crores related to June 2018 quarter to the subsequent quarters of the financial year.

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, in respect of these select borrowal accounts, has already made provision as per the RBI Guidelines.

10. As per RBI vide circular No. DBR.No.BP.BC.108/21.04.048/2017-18 dated June 06,2018 permitted bank to continue the exposure to MSME Borrower to classify as Standard Assets where dues are paid not later than 180 days from their respective due dates. Accordingly, the bank has retained such advances having outstanding of Rs. 54.09 crore as standard assets as on September 30, 2018 and made provision @ 5% amounting to 2.71 crore.

DHAWAN & CO. NEW DELHI Chartered Accountants
Davinder Pal Singh & Co. MOHALI CHARTERED ACCOUNTANTS
S. MANN & CO. NEW DELHI CHARTERED ACCOUNTANTS
BALDEV KUMAR & CO. CHANDIGARH CHARTERED ACCOUNTANTS

11. In compliance of Reserve Bank of India direction, Bank is maintaining provisions of Rs.12.02 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.133.99 crore for the quarter ended September 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 and Liquidity Coverage Ratio as at 30.09.2018 works out to 64.79% and 144.31% respectively.

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 30.09.2018:

Beginning	Received	Disposed off	Lying unresolved
Nil	03	03	Nil

C.M.SINGH
ASSTT. GEN. 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

GOVIND N DONGRE
EXECUTIVE DIRECTOR

FAREED AHMED
EXECUTIVE DIRECTOR

S. HARISANKAR
MANAGING DIRECTOR & CEO

CHARAN SINGH
CHAIRMAN (NON-EXECUTIVE)

For Dhawan & Co.
Chartered Accountants

(P. N. Mathur)
Partner
M. No. 086292
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: November 13, 2018
Place: New Delhi.

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

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/half year ended 30th September, 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 November 13, 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, 393 branches reviewed by concurrent auditors and un-reviewed returns of 1103 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 393 branches to the bank management. These review reports cover 82.12 % of the advances portfolio of the bank excluding the advances of asset recovery branches and outstanding food credit of the bank and