

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 - 31.12.2012
Ref : Clause No. 41 of the Listing Agreement

The Reviewed Financial Results of the Bank for the Third Quarter and Nine Months ended 31st December, 2012 were approved by the Board of Directors at its Meeting of 08.02.2013. A copy of the same along with Limited Review Report are enclosed.

धन्यवाद / Thanking you,

भवदीय/ Yours faithfully,


बी नगेशबाबू / B NAGESH BABU
कंपनी सचिव/ COMPANY SECRETARY

REVIEWED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2012

(₹ in Crore)

SL. No.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		(REVIEWED)			(REVIEWED)		(AUDITED)
		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
1	INTEREST EARNED (a)+(b)+(c)+(d)	8544.48	8595.54	7812.08	25612.88	22583.13	30850.62
	(a) Interest/diount on advances/bills	5957.54	6120.65	5945.67	18307.26	17254.11	23443.42
	(b) Income on Investments	2459.57	2306.07	1809.78	6805.53	5136.43	7044.73
	(c) Interest on balances with Reserve Bank of India & Other Inter-Bank Funds	127.37	168.82	56.35	500.09	192.31	362.21
	(d) Others	0.00	0.00	0.28	0.00	0.28	0.26
2	Other Income	845.81	608.07	762.37	2146.49	2136.18	2927.60
3	TOTAL INCOME (1+2)	9390.29	9203.61	8574.45	27759.37	24719.31	33778.22
4	Interest Expended	6556.45	6638.74	5893.53	19824.50	16933.98	23161.31
5	Operating Expenses (i)+(ii)	1317.43	1282.78	1120.88	3742.59	3355.02	4673.74
	(i) Employees Cost	831.08	791.09	712.50	2365.14	2147.14	2973.08
	(ii) Other Operating Expenses	486.35	491.69	408.38	1377.45	1207.88	1700.66
6	TOTAL EXPENSES ((4+5) excluding Provisions & Contingencies)	7873.88	7921.52	7014.41	23567.09	20289.00	27835.05
7	Operating Profit before Provisions and Contingencies (3-6)	1516.41	1282.09	1560.04	4192.28	4430.31	5943.17
8	Provisions (Other than Tax) and Contingencies	625.90	421.12	484.48	1465.56	1376.68	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)	890.51	860.97	1075.56	2726.72	3053.63	4082.72
11	Tax expense	180.00	200.00	200.00	580.00	600.00	800.00
12	Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	710.51	660.97	875.56	2146.72	2453.63	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)	710.51	660.97	875.56	2146.72	2453.63	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	12.64%	13.07%	13.22%	12.64%	13.22%	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	16.04	14.92	19.76	48.46	55.39	74.10
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	16.04	14.92	19.76	48.46	55.39	74.10
	(iv) NPA Ratios						
	(a) Amount of Gross Non Performing Assets	6090.08	5609.53	3998.61	6090.08	3998.61	4031.75
	(b) Amount of Net Non Performing Assets	5134.40	4568.57	3265.42	5134.40	3265.42	3386.31
	(c) Percentage of Gross Non Performing Assets	2.77%	2.58%	1.81%	2.77%	1.81%	1.73%
	(d) Percentage of Net Non Performing Assets	2.35%	2.12%	1.49%	2.35%	1.49%	1.46%
	(v) Return on Assets (Annualised)	0.82%	0.71%	1.02%	0.78%	0.95%	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 31.12.2012 (REVIEWED)	As on 31.12.2011 (REVIEWED)	As on 31.03.2012 (AUDITED)
CAPITAL AND LIABILITIES			
CAPITAL	443.00	443.00	443.00
RESERVES AND SURPLUS	24420.05	22006.95	22246.95
DEPOSITS	323963.36	314093.27	327053.73
BORROWINGS	19746.28	14673.46	15525.39
OTHER LIABILITIES AND PROVISIONS	11009.51	11210.94	8891.12
TOTAL	379582.20	362427.62	374160.19
ASSETS			
CASH & BALANCES WITH RESERVE BANK OF INDIA	14634.66	21872.53	17795.13
BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE	12671.43	14448.50	10384.26
INVESTMENTS	118834.53	93939.13	102057.43
ADVANCES	218242.39	217637.13	232489.82
FIXED ASSETS	2873.20	2846.59	2857.54
OTHER ASSETS	12325.99	11683.74	8576.01
TOTAL	379582.20	362427.62	374160.19



SEGMENT REPORTING FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

[₹ in Crore]

BUSINESS SEGMENT		REVIEWED			REVIEWED		AUDITED
		Quarter ended			Nine Months ended		Year ended
		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
(1)	Segment Revenue						
a	Treasury Operations	2815.78	2537.54	2052.77	7651.56	5655.38	7826.50
b	Retail Banking Operations	2312.87	2487.18	2335.25	6990.13	6354.29	8338.57
c	Wholesale Banking Operations	4173.70	4133.04	4157.28	12904.39	12398.72	17272.11
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated	87.94	45.85	29.15	213.29	310.92	341.04
	Total	9390.29	9203.61	8574.45	27759.37	24719.31	33778.22
(2)	Segment Results						
a	Treasury Operations	306.00	99.05	222.30	461.57	408.69	572.72
b	Retail Banking Operations	306.35	489.13	650.96	1208.41	1561.78	2031.47
c	Wholesale Banking Operations	826.99	646.43	614.98	2340.23	2282.72	3036.11
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
	Total	1439.34	1234.61	1488.24	4010.21	4253.19	5640.30
(3)	Unallocated Income/Expenses	77.07	47.48	71.80	182.07	177.12	302.87
(4)	Operating Profit	1516.41	1282.09	1560.04	4192.28	4430.31	5943.17
(5)	Provisions and Contingencies	625.90	421.12	484.48	1465.56	1376.68	1860.45
(6)	Income Tax	180.00	200.00	200.00	580.00	600.00	800.00
(7)	Net Profit	710.51	660.97	875.56	2146.72	2453.63	3282.72
(8)	Segment Assets*						
a	Treasury Operations	147052.51	147789.90	127001.50	147052.51	127001.50	119619.18
b	Retail Banking Operations	69827.55	69971.86	63819.82	69827.55	63819.82	68458.60
c	Wholesale Banking Operations	150666.88	153480.03	162684.16	150666.88	162684.16	177113.82
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated Assets	9994.25	10397.79	6848.70	9994.25	6848.70	6903.46
	Total Assets	377541.19	381639.58	360354.18	377541.19	360354.18	372095.06
(9)	Segment Liabilities						
a	Treasury Operations	30241.46	40950.26	41997.81	30241.46	41997.81	42572.21
b	Retail Banking Operations	149807.43	148293.00	135680.65	149807.43	135680.65	139940.75
c	Wholesale Banking Operations	151269.67	151797.64	141066.27	151269.67	141066.27	149166.13
d	Other Banking Operations	0.00	0.00	0.00	0.00	0.00	0.00
e	Unallocated Liabilities	23400.59	18517.46	21232.94	23400.59	21232.94	19791.15
f	Capital and Reserves *	22822.04	22081.22	20376.51	22822.04	20376.51	20624.82
	Total Liabilities	377541.19	381639.58	360354.18	377541.19	360354.18	372095.06

(* Excluding Revaluation Reserve)

GEOGRAPHICAL SEGMENT		REVIEWED			REVIEWED		AUDITED
		Quarter ended			Nine Months ended		Year ended
		31.12.2012	30.09.2012	31.12.2011	31.12.2012	31.12.2011	31.03.2012
(1)	Domestic Operations						
a	Revenue	9244.49	9062.25	8435.46	27318.50	24355.26	33264.31
b	Assets	356994.37	362258.83	342813.45	356994.37	342813.45	354488.20
(2)	International Operations						
a	Revenue	145.80	141.36	138.99	440.87	364.05	513.91
b	Assets	20546.82	19380.75	17540.73	20546.82	17540.73	17606.86
	Total						
a	Revenue	9390.29	9203.61	8574.45	27759.37	24719.31	33778.22
b	Assets	377541.19	381639.58	360354.18	377541.19	360354.18	372095.06



Notes:

- 1 The above Financial results were approved by the Board of Directors at its meeting held on 8th February, 2013. These results have been subjected to a 'Limited Review' by the Statutory Central Auditors of the Bank.
- 2 The bank has followed the same accounting policies in preparation of the interim financial statements as those followed in the annual financial statements for the year ended 31st March, 2012.
- 3 The Working results for the quarter / nine months period ended 31.12.2012 have been arrived at after making provision towards Income Tax, Depreciation on fixed assets and employee's benefits. Provision for NPAs, Standard Assets, Restructured Accounts and depreciation on Investment is made in the financial statements on the basis of prudential norms issued by the Reserve Bank of India.
- 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 December 2012 on proportionate basis against unamortised amount 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 have not opted for Pension earlier. The balance amount of Rs.834.11 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 December 2012 on proportionate basis against unamortised amount 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.305.80 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 31.12.2012.
 - i) Pending at the beginning of the quarter - Nil
 - ii) Received during the quarter - 492
 - iii) Disposed off during the quarter - 492
 - iv) Lying unresolved at the end of the quarter - Nil
- 6 Figures of the corresponding previous period have been regrouped/reclassified wherever considered necessary.


ASHOK KUMAR GUPTA
EXECUTIVE DIRECTOR


R K DUBEY
CHAIRMAN & MANAGING DIRECTOR

PLACE: BANGALORE

DATE: FEBRUARY 8, 2013



Limited Review Report

To

The Board of Directors
Canara Bank
Bangalore

Introduction

We have reviewed the accompanying statement of unaudited financial results of Canara Bank for the quarter / nine months period ended December 31, 2012 except for the disclosure 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.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. 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 in respect of non-performing asset reviewed by the Bank's Inspection teams of 130 branches and the review reports of 2 Foreign branches reviewed by the external auditor of those branches, besides carrying out the review of 20 branches by us. These review reports cover 60.78 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 Bank.




Conclusion


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

For K Venkatachalam Aiyer & Co.
Chartered Accountants
Firm Registration No.0046105

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


Monish Baweja
Partner
Membership No. 087384




A Gopalakrishnan
Partner
Membership No.018159




Sanjiv Gupta
Partner
Membership No.083364


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


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


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



S C Loonker
Partner
Membership No.010135




Pradeep Kumar Chopra
Partner
Membership No.082598




Syamal Kumar Nayak
Partner
Membership No.051353



Place: Bangalore

Date: February 8, 2013