



# Investor Presentation

November 2014



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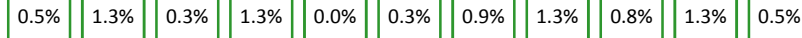
# India Macroeconomic Overview

# India Macroeconomic Overview

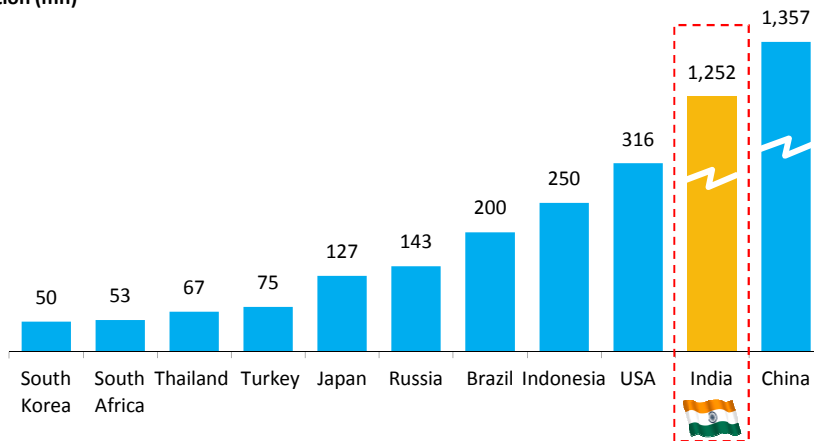
## Strong Demographic Profile

### Large and Growing Population Base<sup>1</sup>

2009 – 2013  
Population  
CAGR (%)



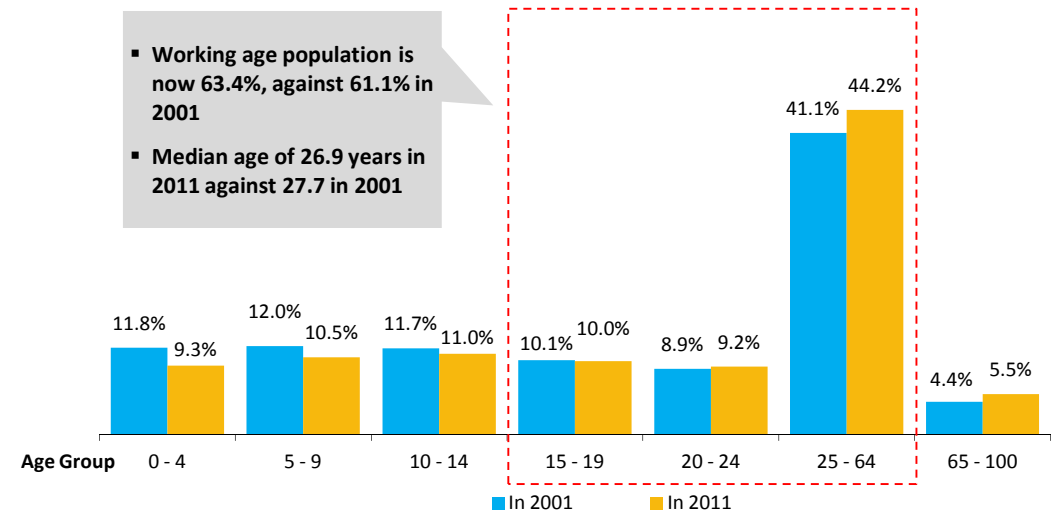
2013 Population (mn)



### Supported by Improving Demographic Mix<sup>2</sup>

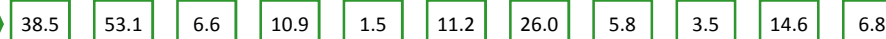
% of Total Population

- Working age population is now 63.4%, against 61.1% in 2001
- Median age of 26.9 years in 2011 against 27.7 in 2001

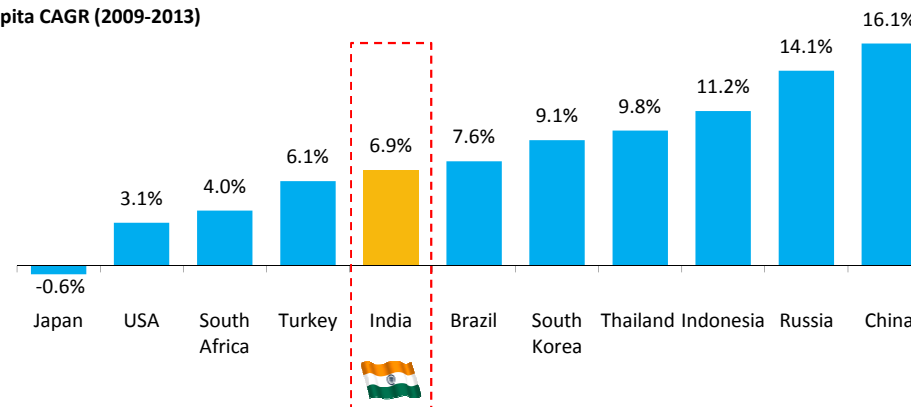


### And Rising Affluence<sup>1</sup>

2013 GDP  
per Capita  
(US\$ '000)



GDP per Capita CAGR (2009-2013)



SOURCE:

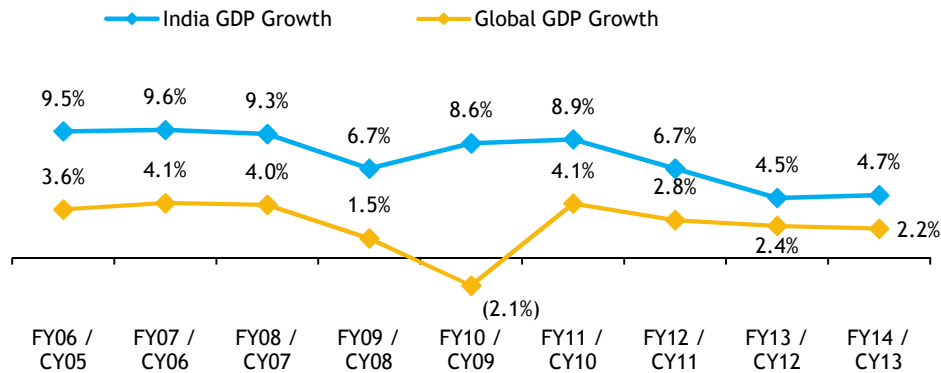
1. The World Bank - Data for 2013, 2. India Census 2011

# India Macroeconomic Overview

India's GDP Growth Has Been Resilient Through Difficult Times And Is Expected To Revive

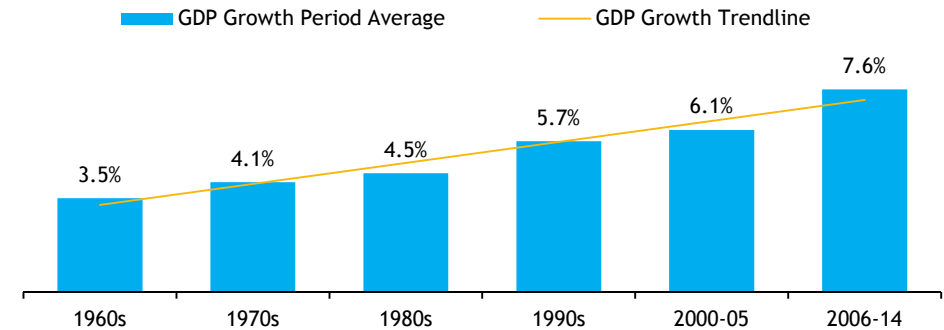
## High Historical Growth Rates

Real GDP growth Y-o-Y (%)<sup>1,2</sup>



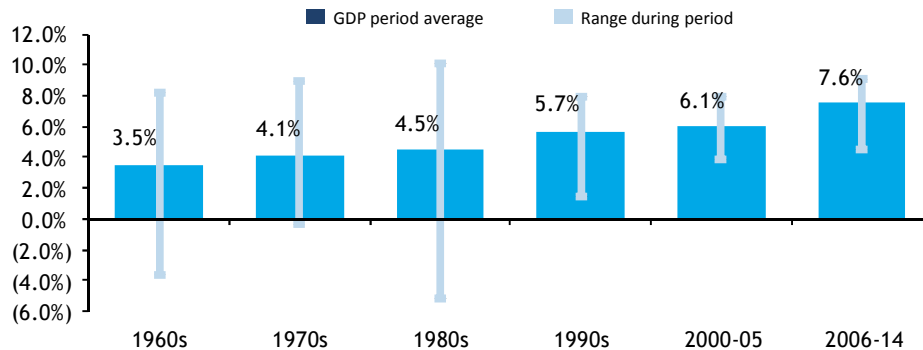
## Strong Momentum

Historical real GDP growth (%)<sup>1</sup>



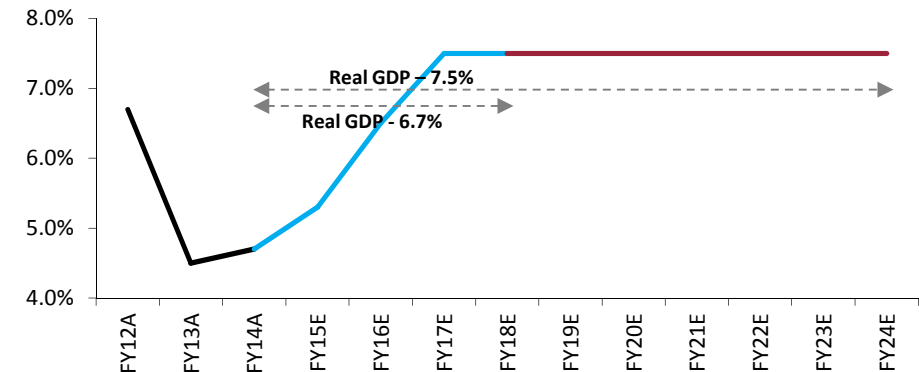
## Reduced Volatility in Recent Decades

Historical variation in real GDP growth (%)<sup>1</sup>



## Revival Expected

Real GDP Growth <sup>1,3</sup>



SOURCE:

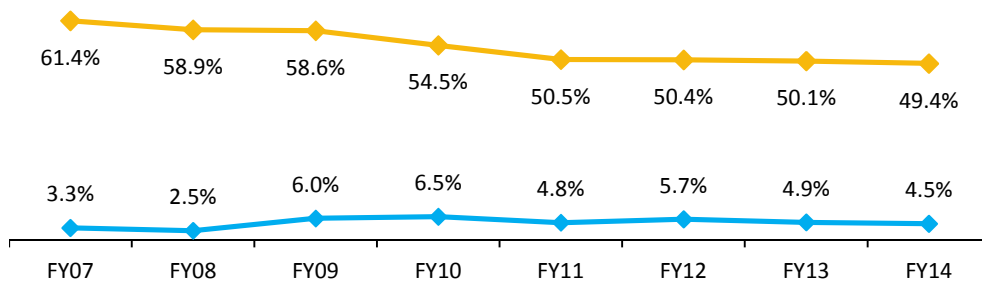
1. Reserve Bank of India, Handbook of Statistics on Indian Economy 2012-13, 2. World Bank "World Development Indicators" database. Fiscal year ending March 31 for India growth corresponds to calendar year ending December 31 for Global growth i.e. FY06 corresponds to CY05 3. Survey of Professional Forecasters on Macroeconomic Indicators – 29th Round, July 2014

# India Macroeconomic Overview

Improving Debt Profile, Strong FDI Inflows And Healthy Foreign Exchange Reserves

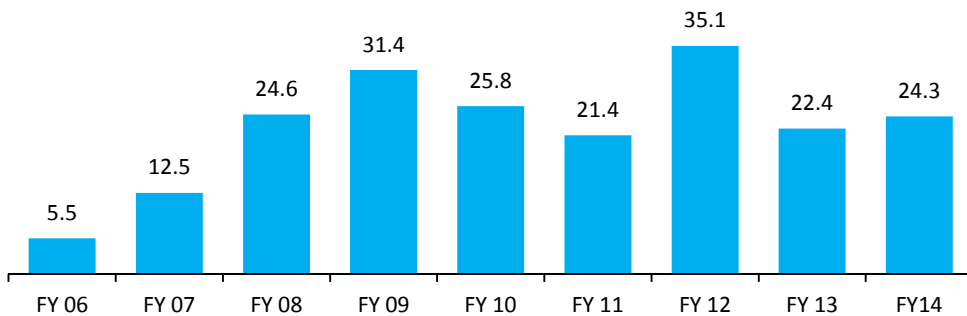
While fiscal deficit is currently high, India has shown an improving debt profile <sup>1</sup>

◆ Gross Fiscal Deficit/GDP (Central Govt.)  
◆ Central Government Debt/GDP



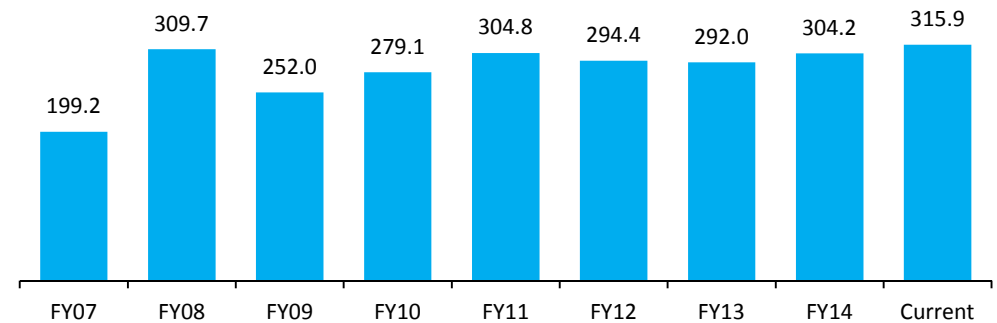
FDI has posted healthy growth for over a decade

Foreign Direct Equity Investments (FDI) (US\$ bn) <sup>4</sup>



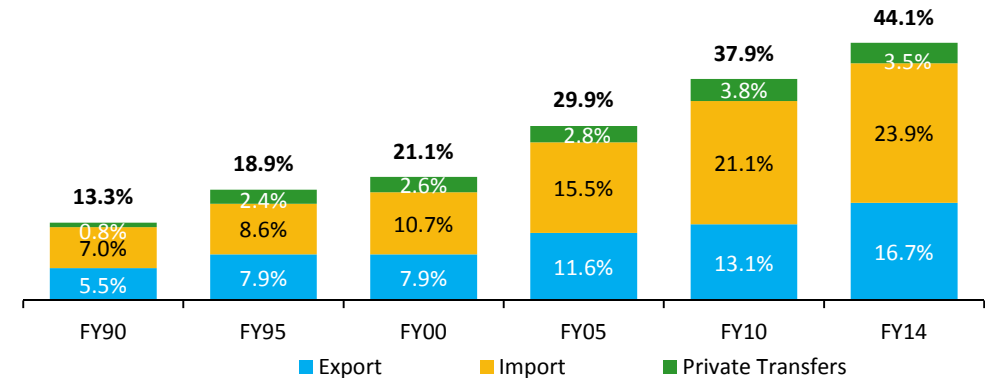
Foreign exchange reserves remain at high levels

Foreign exchange reserves (US\$ bn) <sup>2,3</sup>



Increasing Integration with Global Economy

Exports, Imports & Private Transfers as % of GDP (Current Prices) <sup>2,5</sup>



- Prevailing global uncertainties have affected India's balance of payments position
- While the fiscal deficit has been high historically it has been reducing over the last 2 financial years and is currently down to 4.5% of GDP

SOURCE:

1. Ministry of Finance, Economic Survey, 2013-14
2. Reserve Bank of India, Handbook of Statistics on Indian Economy 2013-14,
3. Reserve Bank of India, Current forex reserves as of November 7, 2014
4. DIPP's FDI data base – equity capital components only August 2014,
5. Planning Commission Databook Aug-14

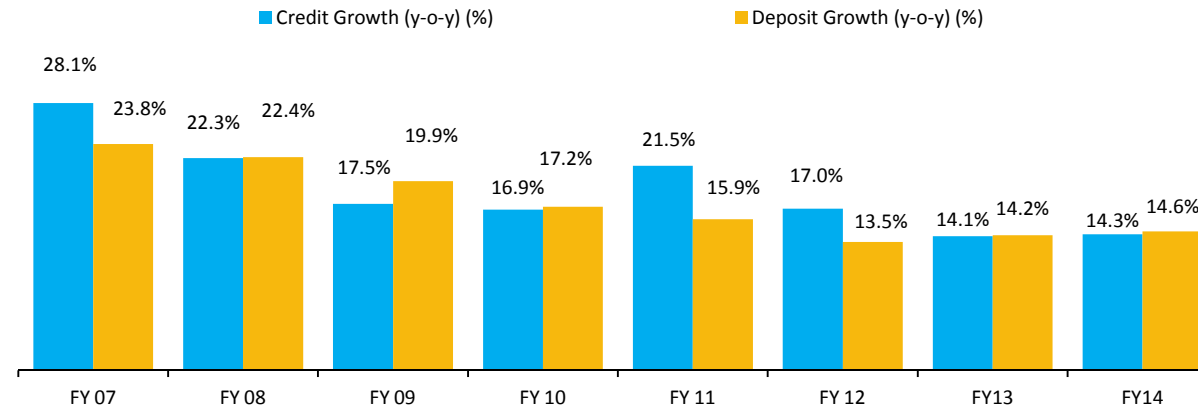
# Indian Banking Sector Overview



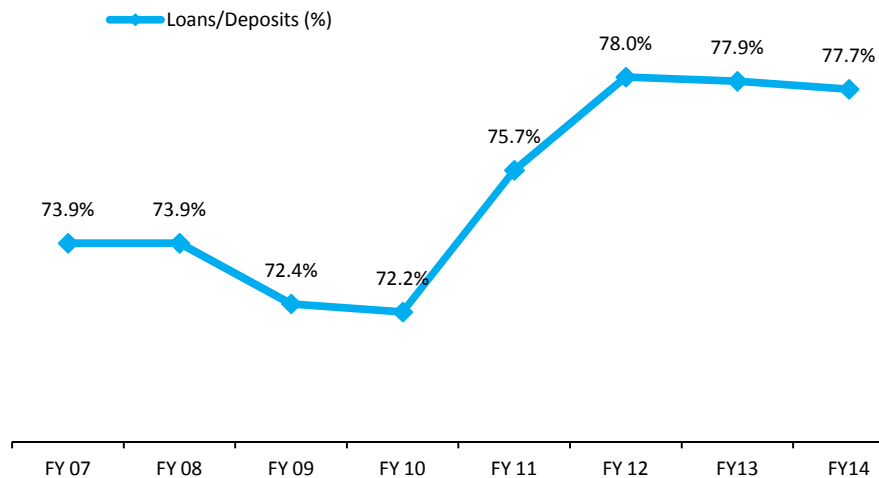
# India Banking Sector Overview

Indian Banking Sector has Remained Strong in the Global Macroeconomic Environment

## Strong Historical Bank Credit & Deposit Growth in India (%)<sup>1</sup>

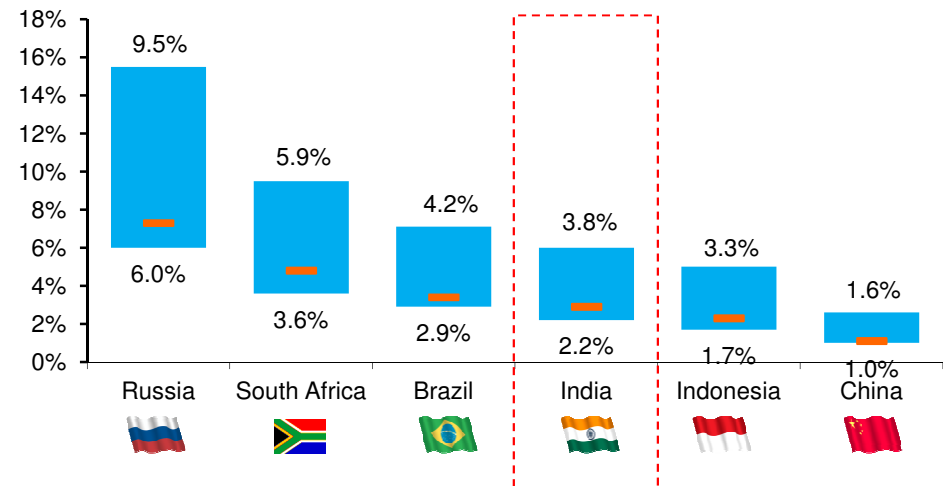


## Has Resulted in Comfortable loans / deposits ratio (%)<sup>1</sup>



## And Favourable NPL Levels Compared to Most Peer Countries<sup>2</sup>

### 5 year bank nonperforming loans to total gross loans range (%)



SOURCE:

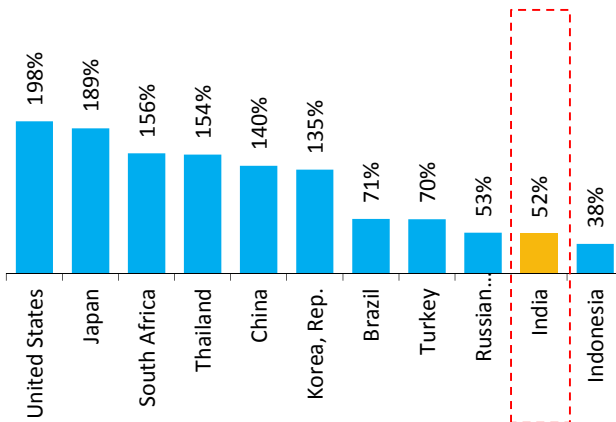
1. Reserve Bank of India, Basic Statistical Returns of Scheduled Commercial Banks in India, 2014
2. The World Bank - World Bank "World Development Indicators" database as of November 2014

# India Banking Sector Overview

## Structural drivers in place

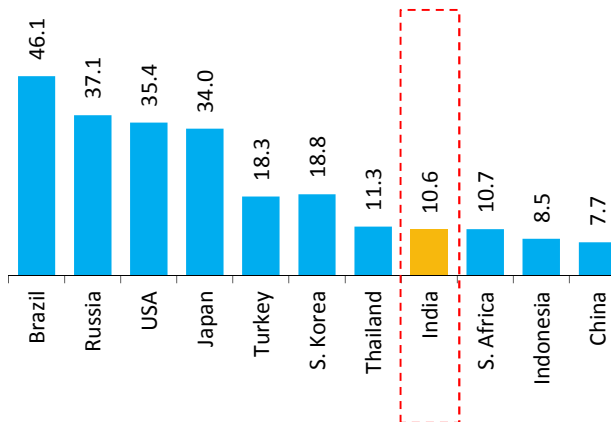
### Low Domestic Credit<sup>1,3</sup>

Domestic Private Credit (% of GDP)



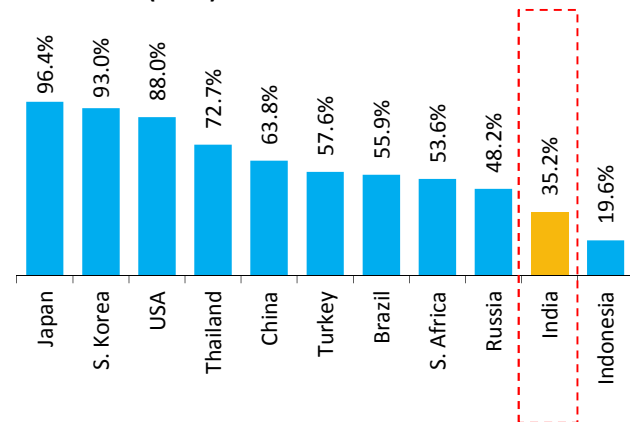
### ...& Under-penetration<sup>1,3</sup> ...

Branches Per 100K Population



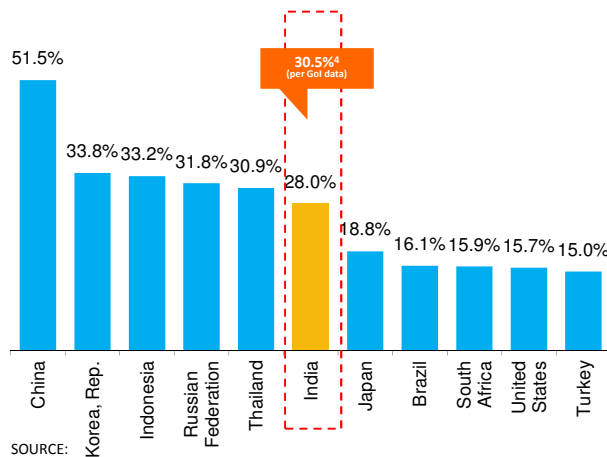
### ...Has Led to Lower Financial Participation<sup>1,3</sup>

% of age 15+ with account at a formal financial institution (2011)



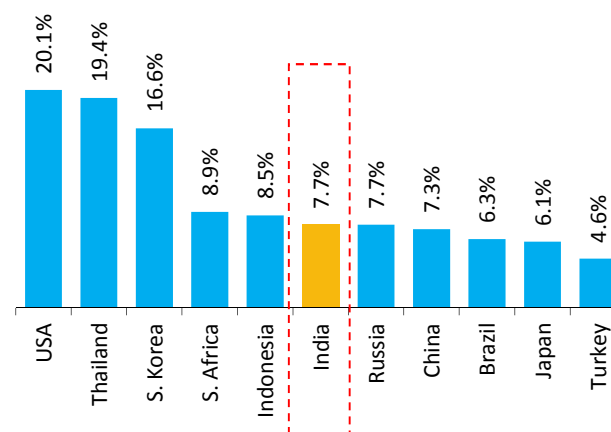
### Strong Habit of Savings<sup>3</sup>

Gross Domestic Savings / GDP (2012)



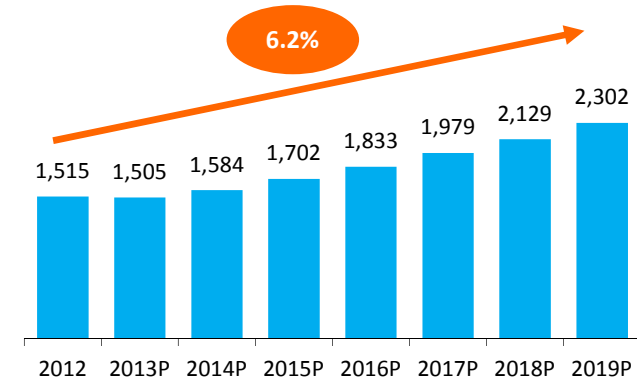
### ... & Under-penetration in Retail Segments<sup>1</sup>

% of age 15+ with loan from a financial institution in the past year (2011)



### Rising Income Levels to Help Drive Growth<sup>2</sup>

India's Nominal GDP Per Capita (US\$)



SOURCE:

1. The World Bank – G20 Financial Inclusion Indicators updated October 15, 2013

2. International Monetary Fund, World Economic Outlook Database, April 2014; Exchange rate used is US\$ 1 = INR 62.0

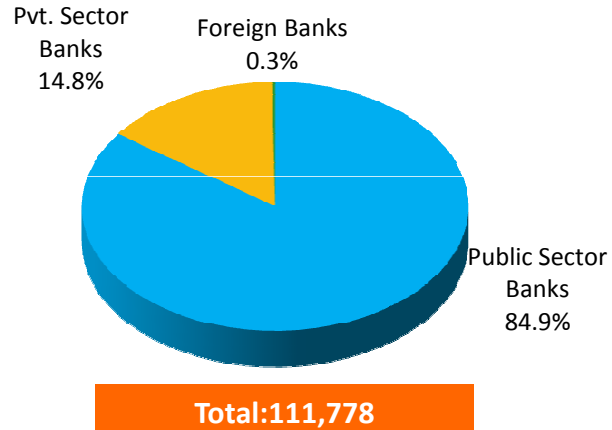
3. The World Bank - Data for 2012

4. Planning Commission - India - Macro-economic Summary : 1999-00 to 2013-14 (on 2<sup>nd</sup> August, 2014)

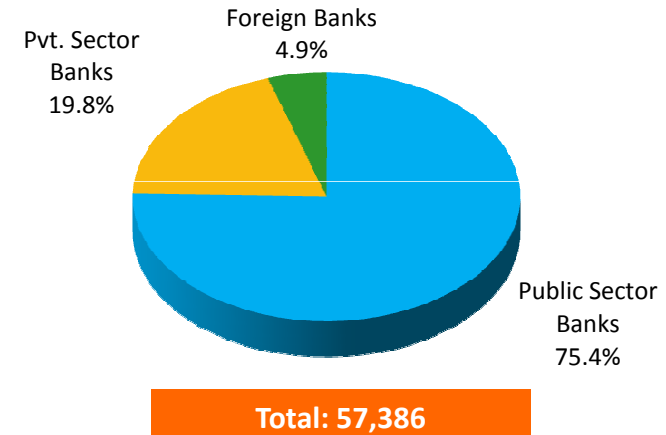
# India Banking Sector Overview

## Banking Sector Landscape

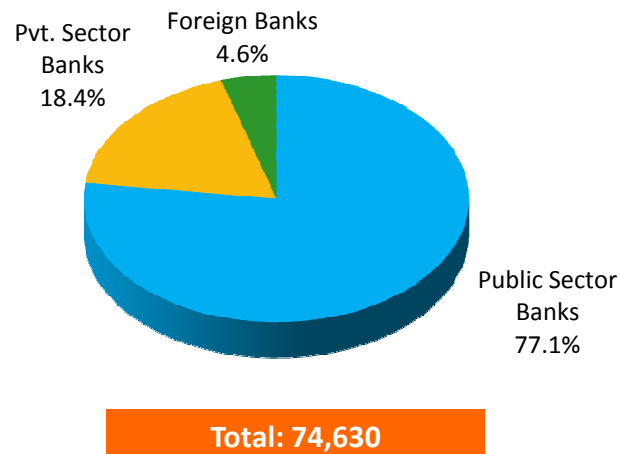
Number of Branches <sup>1</sup>



Advances (INR bn) <sup>1</sup>



Deposits (INR bn) <sup>1</sup>



SOURCE:

1. Reserve Bank of India, Quarterly Statistics of Deposits & Credit of SCBs, December 2013

NOTE: Totals include regional rural banks

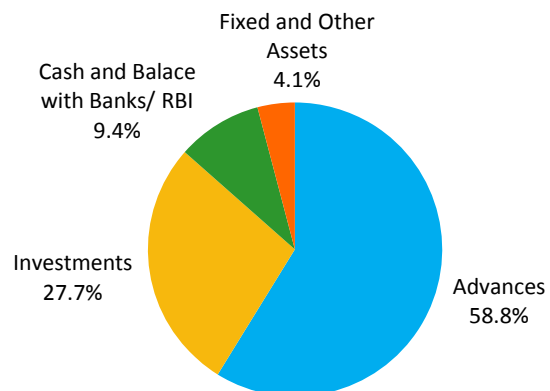
# Key Investment Highlights

# Canara Bank - An Overview

## Summary Description

- One of the leading public sector commercial banks in India, with Government of India shareholding of 69.0% and a market capitalization of approximately INR 186.4bn as of November 19, 2014
- Engaged in a wide variety of banking activities including treasury operations, retail banking operations, corporate wholesale banking and other banking operations
- Network comprises 5,514 branches and 7,095 ATMs as of September 30, 2014
- The Bank's advances portfolio includes large corporate advances, micro small and medium enterprises advances, agriculture advances, and retail advances
- Rated Baa3 / Stable from Moody's

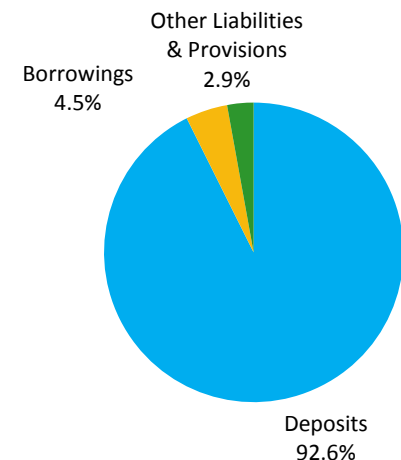
## Asset Breakdown (as of Sept 2014)



## Key Financial Highlights

	FY12	FY13	FY14	H1FY15
<b>Key Financials (INR bn)</b>				
Total Assets	3,741.6	4,123.4	4,919.2	5,286.9
Advances	2,324.9	2,421.8	3,010.7	3,108.6
Investments	1,020.6	1,211.3	1,268.3	1,464.0
Deposits	3,270.5	3,558.6	4,207.2	4,611.9
Shareholder's Equity	226.9	248.8	296.2	307.6
NII	76.9	78.8	89.4	48.0
Net Profit	32.8	28.7	24.4	14.3
<b>Key Ratios</b>				
Net Interest Margin (%)	2.5%	2.4%	2.3%	2.2%
Cost-to-Income Ratio (%)	44.0%	46.6%	47.2%	50.0%
CAR (%)	13.8%	12.4%	10.6%	10.2%
Tier I Ratio (%)	10.4%	9.8%	7.7%	7.4%
Net NPA Ratio (%)	1.5%	2.2%	2.0%	2.3%
Return on Assets (%)	1.0%	0.8%	0.5%	0.6%
Return on Equity (%)	18.8%	14.0%	10.6%	11.8%

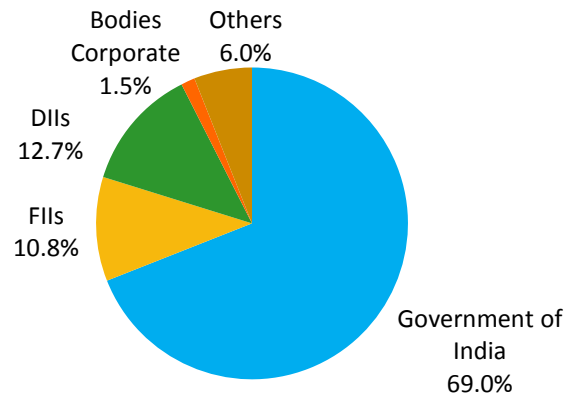
## Liability Breakdown (as of Sept 2014)



# Canara Bank – Ownership and Management

## Government Ownership

### Shareholding Pattern (as of September 30, 2014)



- Government shareholding cannot fall below 51.0%, as per Bank Nationalisation Act

## Management with significant banking experience



**V.S. Krishna Kumar**, *Executive Director*

- Over 33 years of banking experience
- Previously worked with Allahabad Bank, where he joined as a direct recruit officer in 1981



**Pradyuman Singh Rawat**, *Executive Director*

- Over 34 years of banking experience
- Joined Bank of India in 1979 and over the years has headed various branches, Zones, National Bank Group, overseeing several zones across the country and abroad

## Major Awards

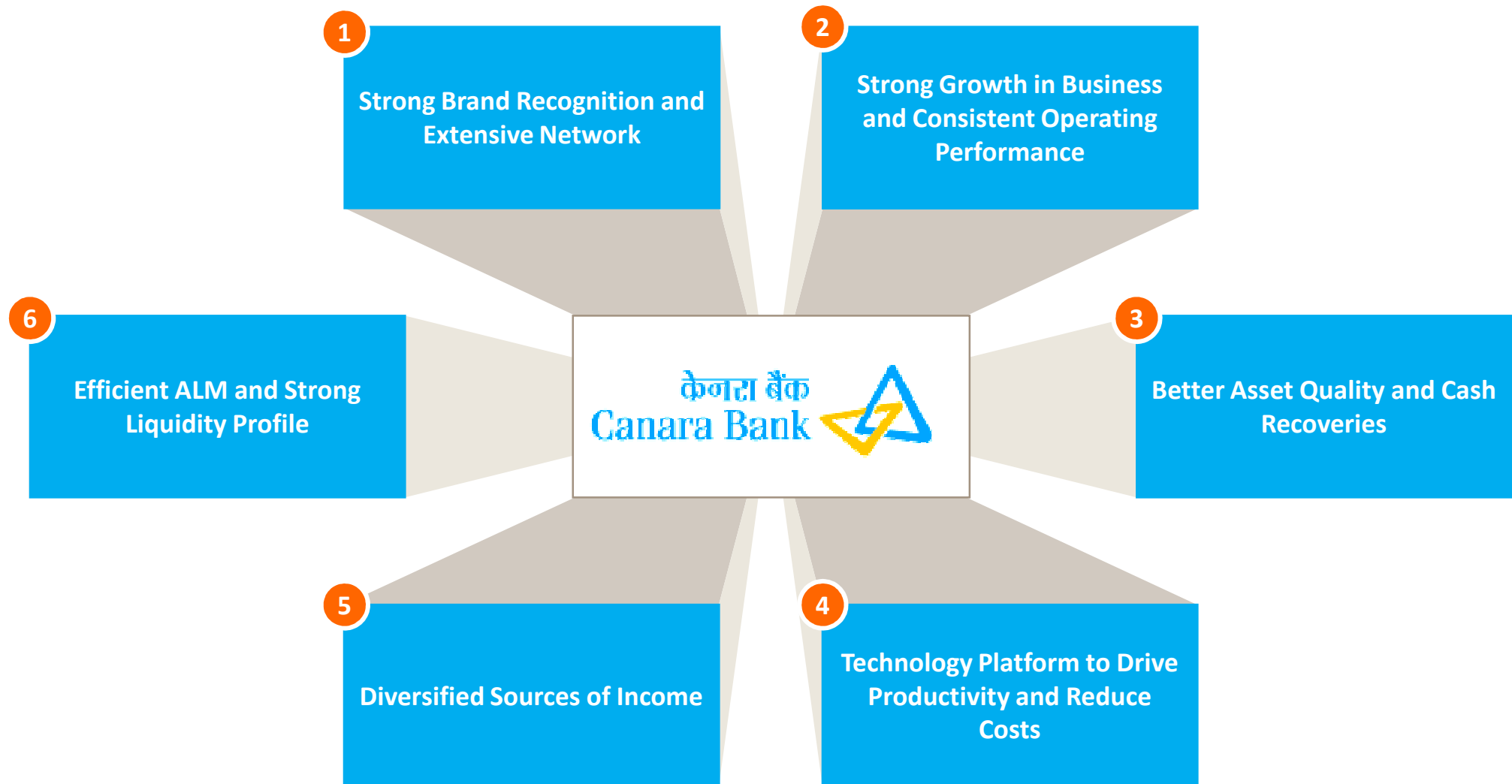
- “Best Financial Institution Category-Gold” in the Export Excellence Awards by the Federation of Karnataka Chambers of Commerce and Industry, Bangalore – 2013
- “Asia HRD Award” under the category “Contribution to Organization” of the Asia HRD Congress Awards – 2014
- Awarded Platinum Award under the category of “Innovation” in the Skoch Financial Inclusion & Deepening Award – 2014
  - Also received “Order-of-Merit” Certificate in the 7 categories of Access to Banking and Financial Services, CSR, Customer Service, SME Advances, Technology, Strategy and Innovation
- Global CSR Excellence and Leadership Award 2014 from the CSR World Congress
- Golden Peacock Award for Excellence in Corporate Governance – 2013 and 2014
- Golden Peacock Award for excellence in CSR – 2013
- ‘SKOCH AWARD’ under Corporate Social Responsibility – 2013
- Best Bank Award for implementation of Rural Self Employment Training Institutes by the Ministry of Rural Development, Govt. of India – 2013

# Canara Bank - An Overview

## Significant Milestones

2014	■ Total number of branches at 5,514. Total business (deposits and advances) amounted to INR 7,721 bn as of September 30, 2014
2010	■ Achieved 100% core banking solutions across our domestic operations
2008	■ Launching of a 'New Brand Identity'
2007	■ Foray into life insurance venture – Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited was incorporated ■ Canara Robeco Asset Management Company Limited, our subsidiary, a venture with the Netherlands based Robeco Groep N.V., a subsidiary of Rabo Bank, was formed
2006	■ Centenary Year. Core Banking Solution implemented in select branches
2002	■ Initial public offering
1983	■ Overseas branch in London inaugurated
1976	■ 1,000th branch inaugurated
1969	■ 14 major Indian banks in the country, including our Bank, were nationalized
1910	■ Canara Hindu Permanent Fund Limited was renamed Canara Bank Limited
1906	■ Canara Hindu Permanent Fund Limited formally registered

# Key Investment Highlights

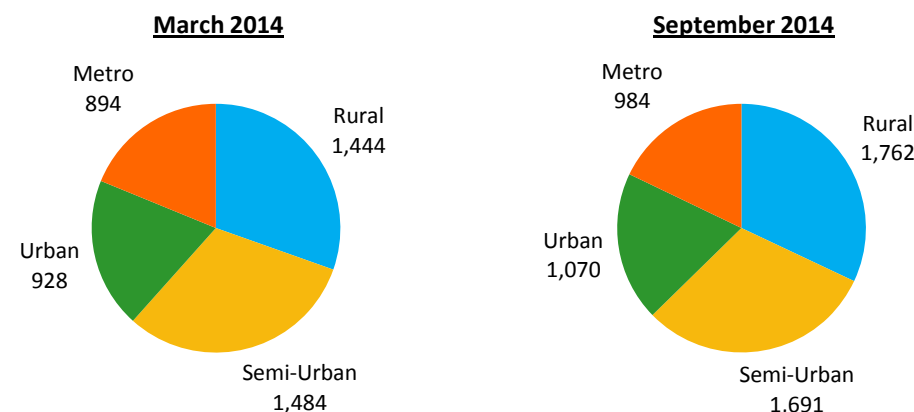




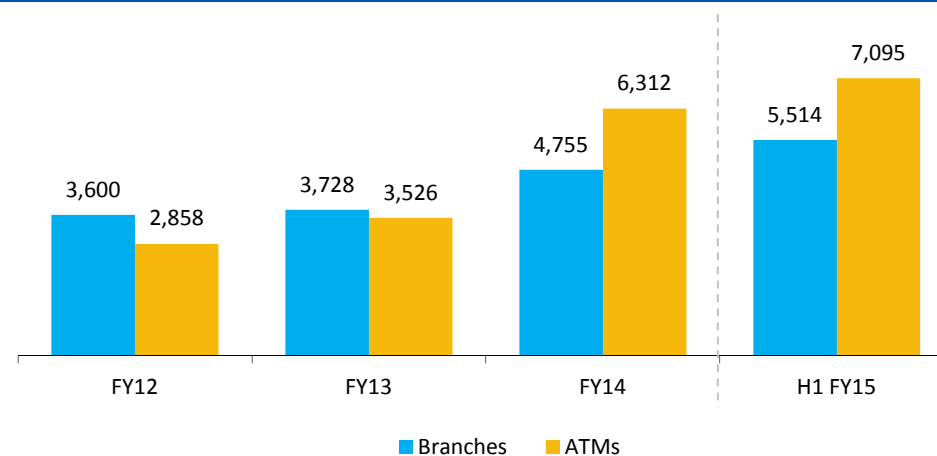
# Strong Brand Recognition and Extensive Network

- Extensive network enables the bank to provide banking services to a wide variety of customers across India
  - Customer base of 60.2mm as of September 30, 2014
- Network comprises 5,514 branches and 7,095 ATMs as of September 30, 2014
  - 7 international branches in London (UK), Hong Kong, Shanghai (China), Leicester (UK), Manama (Bahrain), Johannesburg (Republic of South Africa) and New York (USA)
- 284 specialized service branches to provide niche services to targeted customer segments. Major ones include:
  - 154 SME, 12 prime corporate and 34 mid corporate branches
  - 16 asset recovery management branches
- Well-distributed network with over 60% of branches in relatively less penetrated rural and semi-urban regions
- As of September 30, 2014 the bank has opened 132 hi-tech E-lounges in select branches with facilities including ATMs, cash deposit kiosks, cheque deposit kiosks, self-printing passbook kiosks, internet banking terminals

**Distribution of Domestic Branch Network**



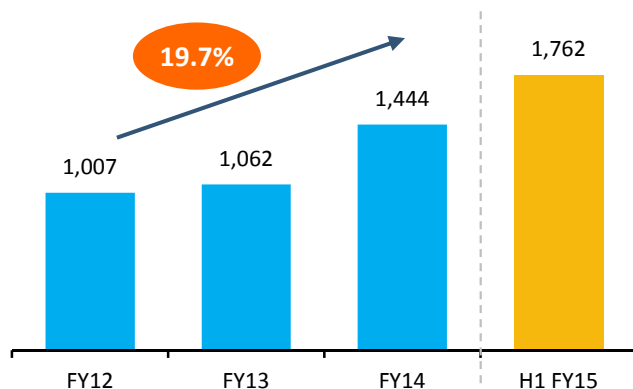
**Growth in Branch and ATM Network**



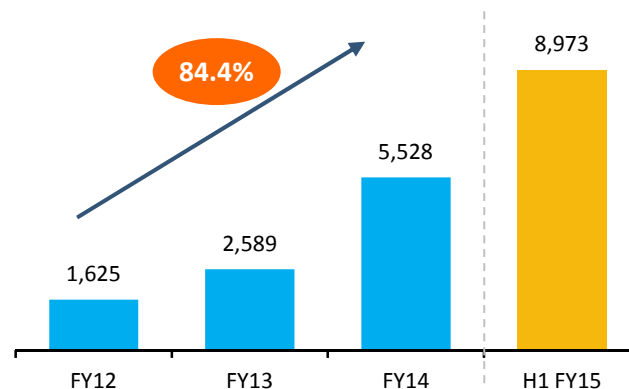
# Strong Brand Recognition and Extensive Network

Focused on Financial Inclusion Initiatives

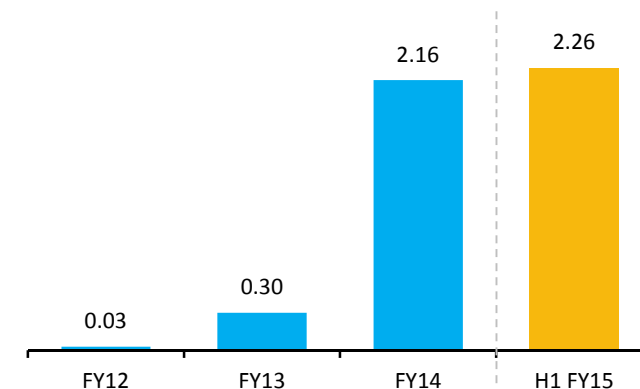
## Rural branches



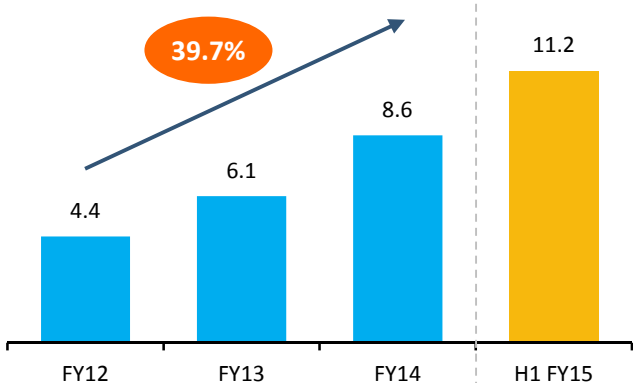
## Unbanked Villages Covered



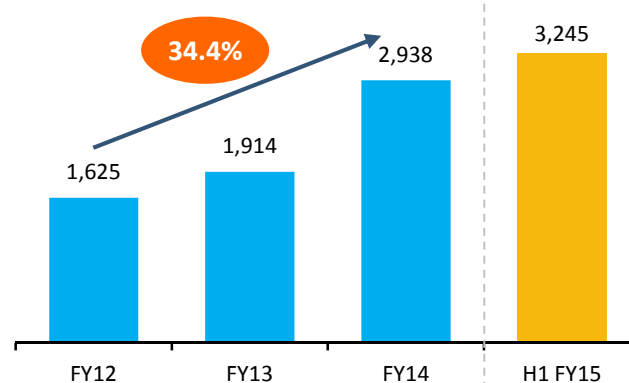
## FI Channel Transactions (billion)



## Number of A/c's through FI Channel (million)



## No. of FI Outlets

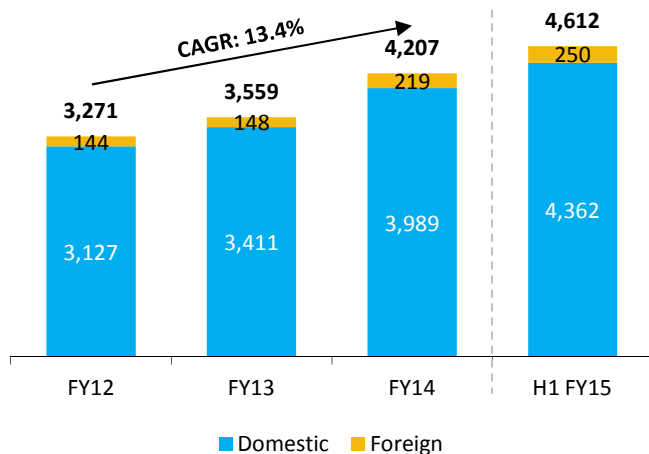


CAGR (FY12-FY14)

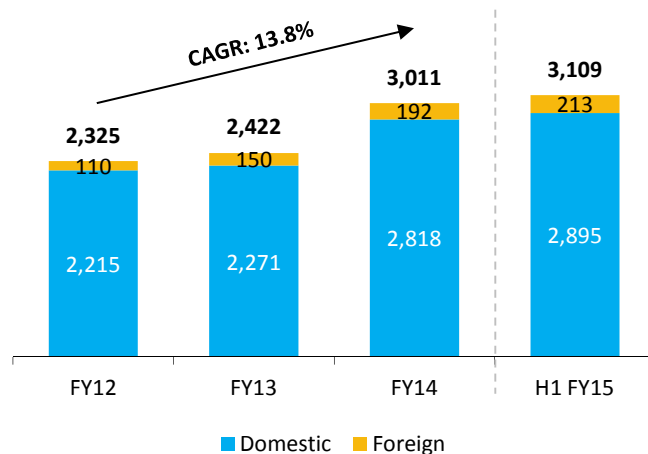
- The Bank is amongst the leaders in the industry under the number of customers account seeded with Aadhaar at 5.74 mn as at September 2014
- 790 branches in FI/Unbanked Villages as of Sept 30, 2014, which have mobilized a business of INR 68.1 bn in 2.7 mm accounts of which CASA accounts form 93.9% of the total deposit of FI branches
- Also setup 479 Ultra Small Branches and engaged 2455 Business Correspondent Agents for financial inclusion activities

# Strong Growth in Business and Consistent Operating Performance

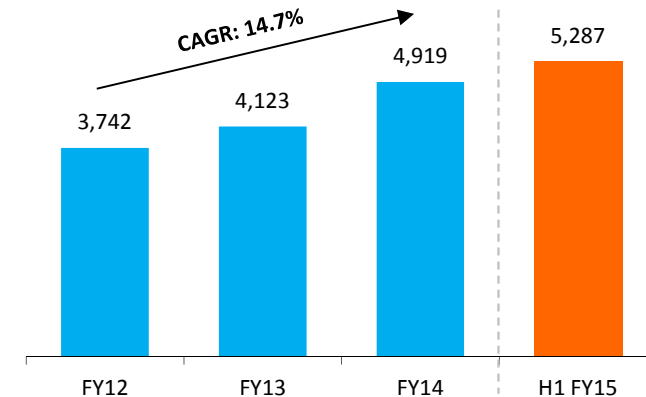
Deposits (INR bn)



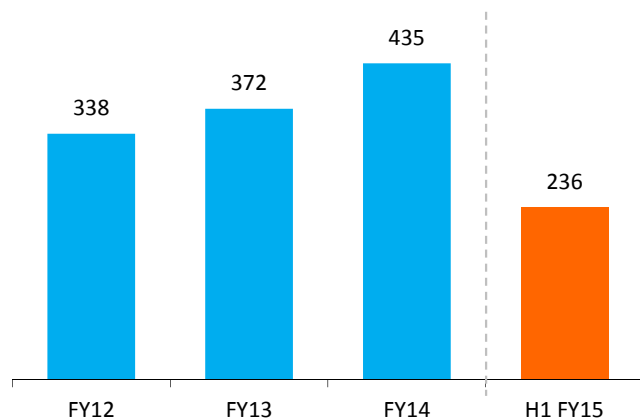
Net Advances (INR bn)



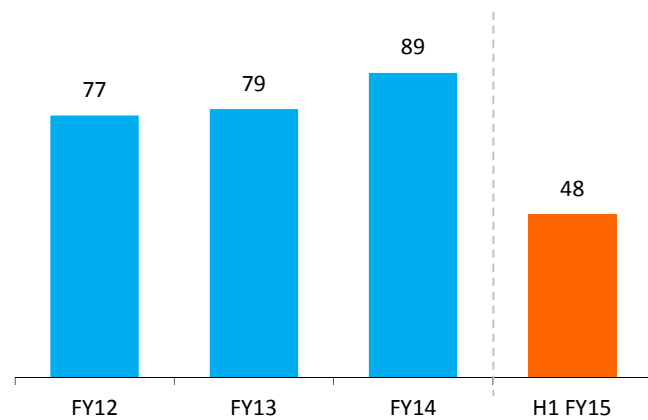
Total Assets (INR bn)



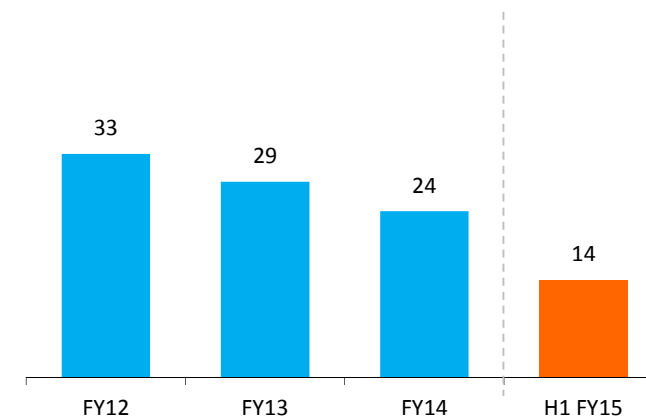
Total Income (INR bn)



Net Interest Income (INR bn)

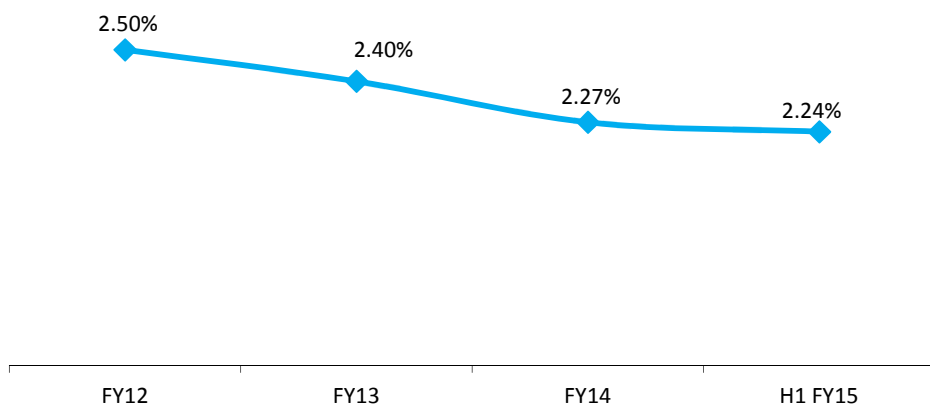


PAT (INR bn)

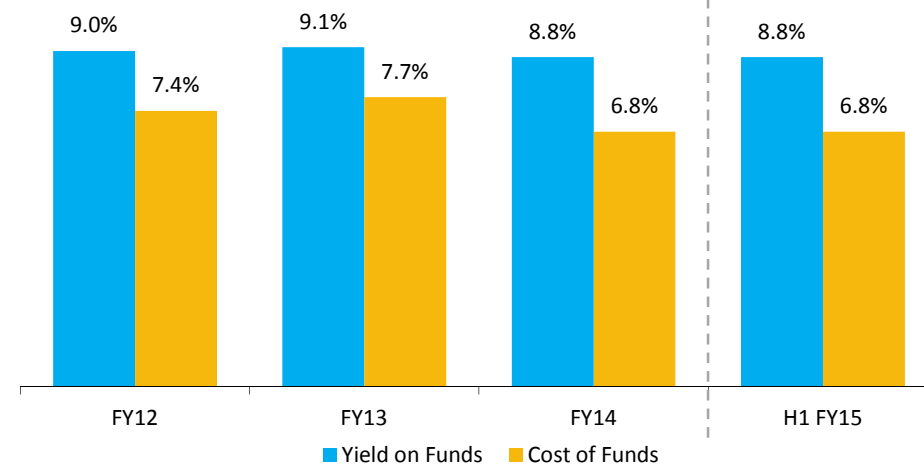


# Strong Growth in Business and Consistent Operating Performance

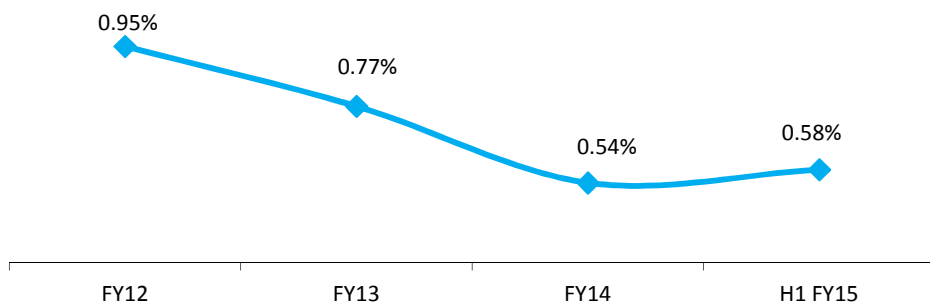
## Net Interest Margin (%)



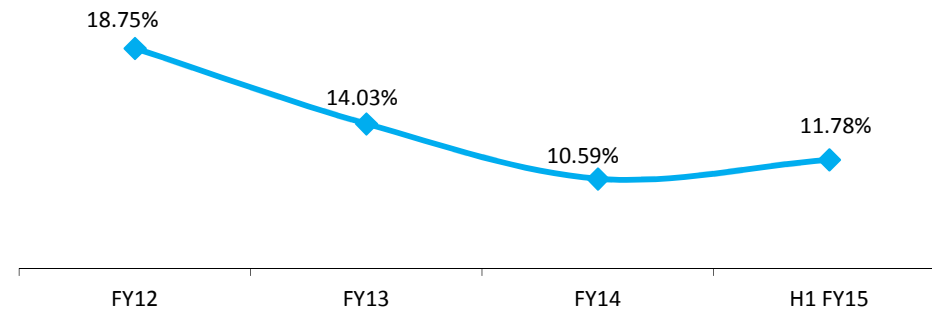
## Yield and Cost of Funds (%)



## Return on Average Assets (%)



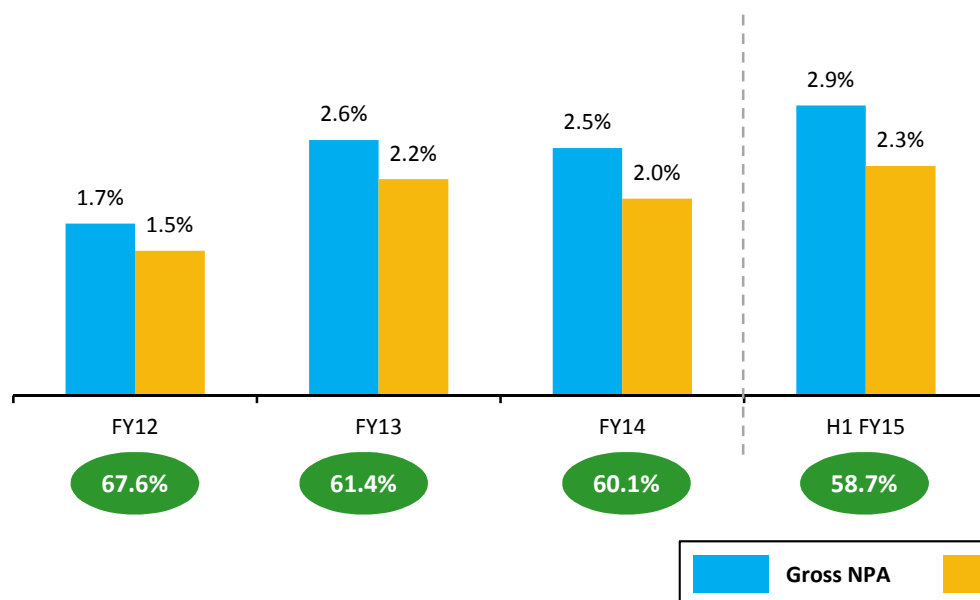
## Return on Equity (%)



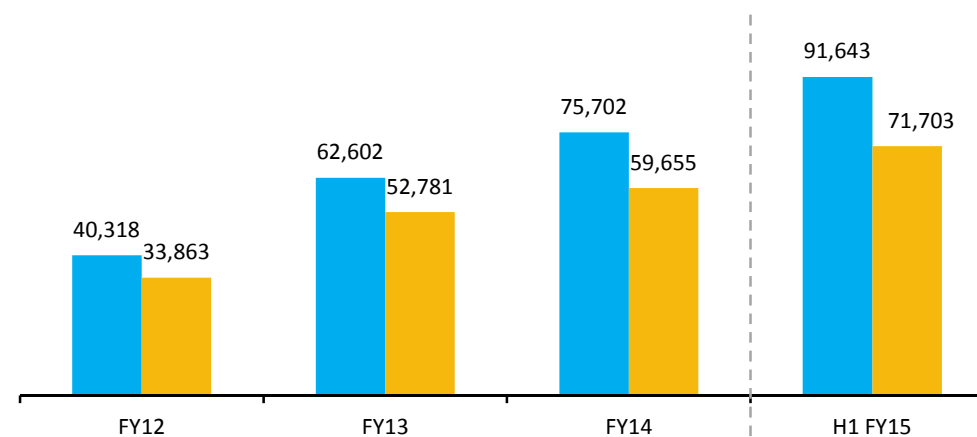
In a high interest rate environment, the Bank has maintained Cost of funds which has helped stabilize NIMs and provide buffers to absorb asset strain

# Better Asset Quality and Cash Recoveries

NPA % & Provision Coverage Ratio (PCR)



NPA (INRmn)

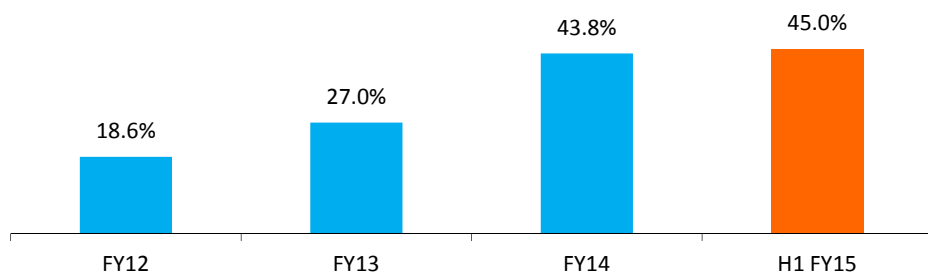


- During FY14 the Bank made record cash recoveries, despite continued stress in the asset quality at the industry level
  - Cash recovery of INR 54.9 bn in FY14 compared to INR 40.1 bn in FY13
  - Recovery amounting to INR 21.0 bn was made under the SARFAESI Act
- Further the Bank has taken several initiatives to contain slippages and speed up recovery from overdue loan accounts including
  - Identification of stressed accounts for restructuring/re-phasing in time
  - Conducting of adalats at branch level and mega adalats at Circle level for one time settlements
  - Regular follow-up of overdues in loan accounts through call centre and conducting e-auctions for sale of seized assets
  - Initiation of stringent recovery measures against Wilful Defaulters
- As at September 30, 2014, the outstanding restructured assets portfolio of the Bank stood at INR 245.6 bn accounting for 7.83% of gross advances

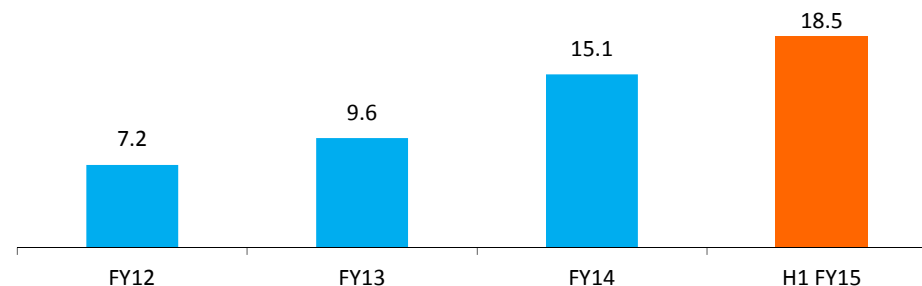
# Technology Platform to Drive Productivity and Reduce Costs

- 100% of branches computerized under Core Banking Solutions
- Established alternative delivery channels such as internet and mobile banking
- Setup 132 E-lounges with hi-tech banking facilities
- Focused on developing green banking initiatives like
  - Solar powered biometric ATMs for the use of rural folk
  - E-governance to promote paperless banking internally
  - Online account opening and TAB banking
- Technology initiatives aimed at enhancing value, offering customer convenience and improving service levels, while optimizing costs

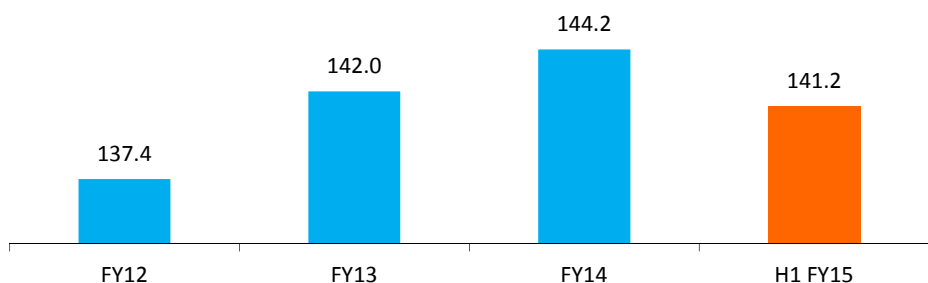
E-transactions as a % of Total Transactions



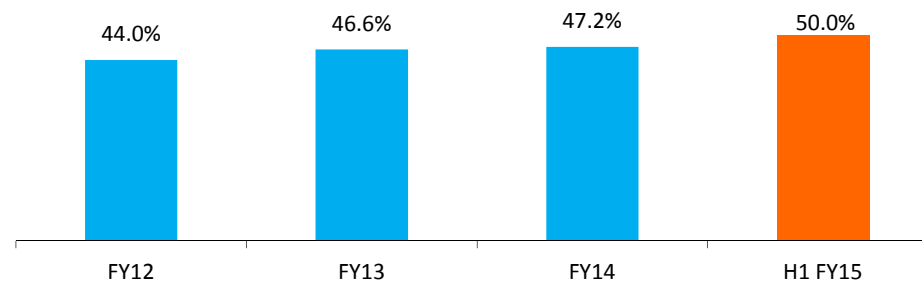
Debit Cards (mn)



Business Per Employee (INR mn)



Cost to Income Ratio (%)



# Diversified Sources of Income

Presence Across Business Verticals...



## Corporate Lending

- Includes corporate and mid-corporate services
- Corporate banking segment includes project finance, working capital finance and treasury products
- Infrastructure finance

## Priority Sector and Retail Lending

- Promotes the rural economy and financial inclusion by catering to sectors requiring special assistance such as agriculture, MSME, housing and education
- Has also set up various schemes for microfinance in these areas
- Offers education loans at competitive rates
- Retail lending – home, vehicle and personal loans are focus areas

## International Operations

- The Bank has seven international branches as well as a representative office in Sharjah and a JV with SBI in Moscow, Russia
- Key services include foreign exchange, correspondent banking and remittances, project finance, corporate finance and overseas trade finance for Indian companies

## Other Businesses / Subsidiaries

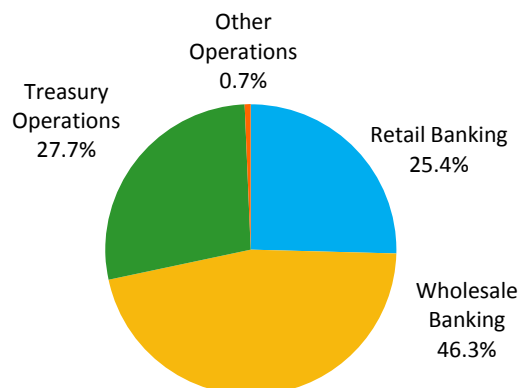
- **Insurance:** Life insurance JV (Canara HSBC OBC Life Insurance Company Limited) with HSBC and OBC in which Canara Bank holds 51%.
- Tie up with United India Insurance in the non-life segment & Apollo Munich health insurance
- **Asset Management:** JV with Robeco Groep N.V in which Canara holds 51% – Canara Robeco Asset Management Company Limited
- Provides depository services to 56,364 customers (Sept-14)
- Can Fin Homes Limited is a listed company focused on housing finance, in which Canara Bank owns 42.4% stake
- Canbank Factors Limited is a 70% owned subsidiary which is a leading factoring company in India
- Canara Bank Securities Limited (100%) provides broking services and online trading facilities
- Canbank Venture Capital Fund Limited (100%) provides venture capital assistance to startups

# Diversified Sources of Income

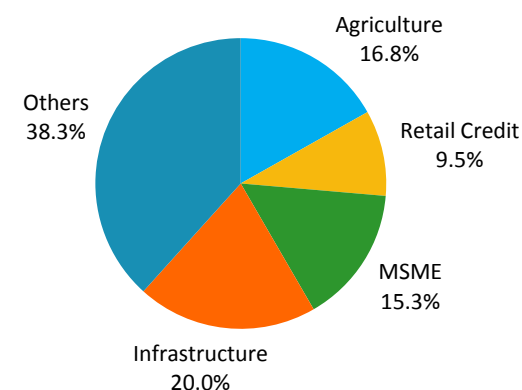
...Coupled with Well Diversified Revenues and Loan Portfolio

FY13

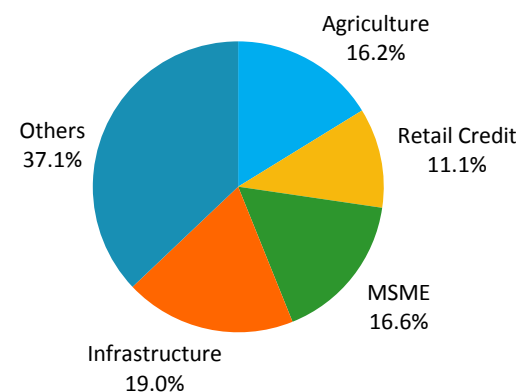
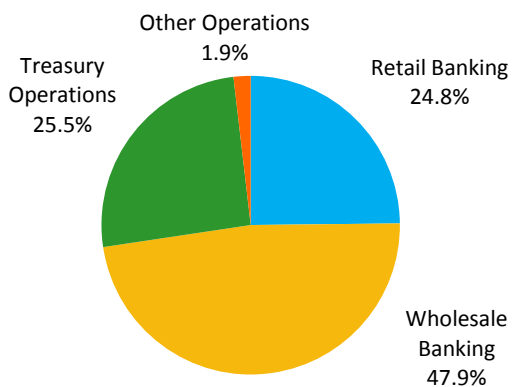
Revenue Split Across Business Segments



Loan Portfolio Across Sectors



FY14



Exposures are well-diversified and are well-insulated from any significant concentration risk

- Advances to its top 20 borrowers constitute only 21% of total advances as at March 31, 2014 and 18% as at September 30, 2014
- Internal ceilings for exposure to sensitive sectors
- Priority for marketing to certain sectors reviewed on a periodic basis

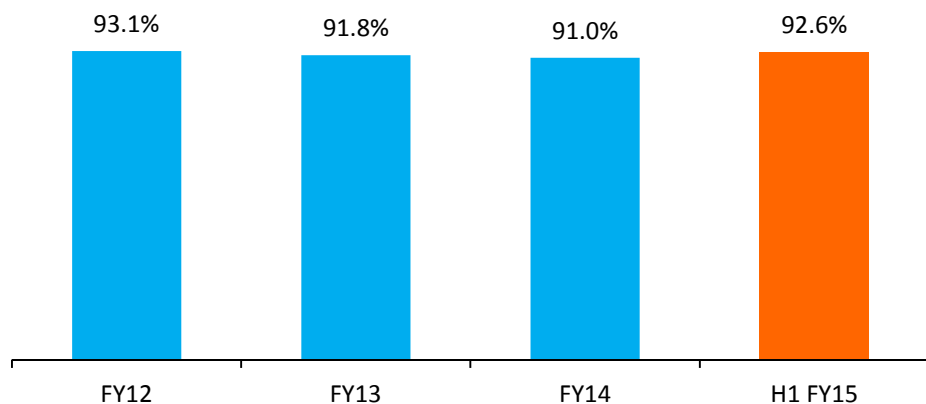


# Efficient ALM and Strong Liquidity Profile

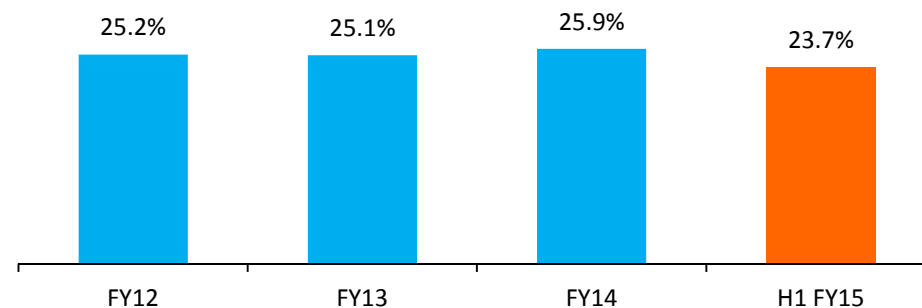
## Strong Funding and Liquidity Indicators

Key Indicators	FY12	FY13	FY14	H1 FY15	Comments
Deposits as % of Total Liabilities	93.1%	91.8%	91.0%	92.6%	Low proportion of wholesale funding
Credit / Deposit Ratio	71.1%	68.1%	71.6%	67.4%	Balanced credit growth on the back of deposit growth
CASA as a % of Total Domestic Deposits	25.2%	25.1%	25.9%	23.7%	Steady CASA deposit base due to wide geographical presence enabled by large number of branches
Tier I Ratio	10.35%	9.77%	7.68%	7.41%	Historically have maintained sufficient buffer from regulatory minimum
Capital Adequacy Ratio	13.76%	12.40%	10.63%	10.19%	Historically have maintained sufficient buffer from regulatory minimum
Provision Coverage Ratio	67.6%	61.4%	60.1%	58.7%	Well-cushioned against impact of non-performing loan portfolio

### Consistently High Deposits as a Percentage of Liabilities



### Steady Proportion of Low Cost Deposits



# Strategy Going Forward

# Strategy Going Forward

Strategy	Description
Expansion of Domestic Delivery Channels	<ul style="list-style-type: none"> <li>■ Leverage the Bank's strong financial position to take advantage of increasing growth opportunities within India, by opening new branches and increasing the number of ATMs</li> <li>■ The Bank intends to increase its network to over 6,000 branches and 10,000 ATMs by March 31, 2015, from 5,514 branches and 7,095 ATMs as of September 30, 2014</li> <li>■ The bank is designated as the lead bank for 29 districts in India under the Lead Bank Scheme introduced by the RBI in 1969 <ul style="list-style-type: none"> <li>■ Going forward the Bank plans to leverage its lead bank status and brand recall, to expand presence across select geographies in India and leverage its lead bank status and brand recall, to expand its presence across select geographies in India</li> </ul> </li> </ul>
Grow International Presence	<ul style="list-style-type: none"> <li>■ Leverage home country links for international expansion and capture market share in select international markets</li> <li>■ Focus areas are mainly in supporting Indian companies in raising corporate and project finance overseas for their investments in India and abroad, trade finance and personal financial services for non-resident Indians, and international alliances to support domestic businesses</li> <li>■ Currently have RBI approval to expand to 13 more financial centres globally including Abuja (Nigeria), Birmingham, East Ham and Kingsbury (U.K.), Dar-es-Salaam (Tanzania), DIFC (Dubai), Frankfurt (Germany), Jeddah (Saudi Arabia), Qatar Financial Centre (Qatar), Sao Paulo (Brazil) and Tokyo (Japan), Jakarta (Indonesia) and Istanbul (Turkey)</li> </ul>
Increase CASA Deposits	<ul style="list-style-type: none"> <li>■ The Bank's wide geographical presence in India has led to a steady CASA deposit base</li> <li>■ The Bank is undertaking marketing campaigns and incentives to increase its CASA deposits and to thereby reduce its cost of funding</li> </ul>
Increase Fee Based Income	<ul style="list-style-type: none"> <li>■ Focused on increasing its fee based income by focusing on bancassurance, cross-selling of mutual fund products, syndication of loans, leasing of lockers etc</li> <li>■ Intend to pursue strategic relationships with corporate entities and Government departments to provide its products to their employees and customers</li> </ul>

# Strategy Going Forward (Cont'd)

Strategy	Description
Focus on Capital Efficiency and Profit Maximization	<ul style="list-style-type: none"> <li>■ Has an established robust risk management architecture and sound risk management systems to ensure conformity with the Basel III framework in relation to capital adequacy</li> <li>■ Further aim to improve productivity by creating a culture of cost control and cost consciousness internally by striking an efficient and effective balance between people, processes and technology through optimal allocation and utilisation of resources</li> </ul>
Utilize Technology to Enhance Delivery of Banking Services and Cost Reduction	<ul style="list-style-type: none"> <li>■ Continuously leveraging technology to maximise efficiency in operations and expand the modes of delivery of services that will help increase penetration into existing customer segments</li> <li>■ Further, to reduce the cost of transactions, the Bank will continue to utilize and introduce technology-based solutions, such as internet banking, mobile banking, debit cards and e-lounges</li> </ul>
Focus on Innovative Solutions for a Customer Friendly Experience	<ul style="list-style-type: none"> <li>■ Implemented a branch transformation process on a pilot basis which aims to achieve the following five objectives: <ul style="list-style-type: none"> <li>■ Improved branch navigability by the introduction of a queue management system</li> <li>■ Single touch point created for customers through single window counters</li> <li>■ Introduction of self service kiosks for reduction in turnaround time</li> <li>■ Create a single platform for ascertaining and resolving all the financial needs of customers through interaction with counter staff</li> <li>■ Engage counter staff get in sales and cross-selling while carrying out services</li> </ul> </li> <li>■ This process has already been launched in more than 600 branches and is in currently in the process of being implemented in more branches</li> <li>■ Also operates a 24x7 customer call centre</li> </ul>

# Key Financials

# Canara Bank – Standalone Financials

## Profit & Loss Summary and Key Operational Highlights (INR mn)

	FY12	FY13	FY14	H1 FY15
<b>Income Statement</b>				
Interest Earned	308,506	340,779	395,476	215,950
Interest Expended	231,613	261,989	306,032	167,979
<b>Net Interest Income</b>	<b>76,893</b>	<b>78,790</b>	<b>89,444</b>	<b>47,971</b>
Other Income	29,276	31,530	39,328	20,482
<b>Operating Income</b>	<b>106,169</b>	<b>110,320</b>	<b>128,772</b>	<b>68,453</b>
Operating Expenses	46,737	51,420	60,810	34,248
<b>Operating Profit</b>	<b>59,432</b>	<b>58,900</b>	<b>67,962</b>	<b>34,205</b>
<b>Net Profit</b>	<b>32,827</b>	<b>28,721</b>	<b>24,382</b>	<b>14,337</b>
<b>Key Ratios</b>				
NIM (%)	2.50%	2.40%	2.27%	2.24%
Cost to Income (%)	44.0%	46.6%	47.2%	50.0%
Credit – Deposit Ratio (%)	71.1%	68.1%	71.6%	67.4%
Gross NPA (%)	1.73%	2.57%	2.49%	2.92%
Net NPA (%)	1.46%	2.18%	1.98%	2.31%
ROAA (%)	0.95%	0.77%	0.54%	0.58%
ROE (%)	18.75%	14.03%	10.59%	11.78%

# Canara Bank – Standalone Financials

## Balance Sheet Summary (INR mn)

	FY12	FY13	FY14	H1 FY15
<b>Balance Sheet</b>				
Cash and Balance with RBI	177,951	154,059	221,538	185,775
Balances with Banks & Money at Call & Short Notice	103,843	193,088	226,749	311,410
Investments	1,020,574	1,211,328	1,268,283	1,463,953
Advances	2,324,898	2,421,766	3,010,675	3,108,596
Fixed Assets	28,575	28,627	66,416	67,670
Other Assets	85,760	114,557	125,558	149,475
<b>Total Assets</b>	<b>3,741,602</b>	<b>4,123,426</b>	<b>4,919,219</b>	<b>5,286,878</b>
Capital	4,430	4,430	4,613	4,613
Reserves and Surplus	222,470	244,348	291,589	302,958
Deposits	3,270,537	3,558,560	4,207,228	4,611,930
Borrowings	155,254	202,834	272,306	225,148
Other Liabilities and Provisions	88,911	113,255	143,483	142,230
<b>Total Liabilities</b>	<b>3,741,602</b>	<b>4,123,426</b>	<b>4,919,219</b>	<b>5,286,878</b>

# Canara Bank – Consolidated Financials

## Profit & Loss Summary (INR mn)

	FY12	FY13	FY14
<b>Income Statement (Consolidated)</b>			
Interest Earned	308,156	340,699	395,702
Interest Expended	231,595	261,977	306,055
<b>Net Interest Income</b>	<b>76,562</b>	<b>78,721</b>	<b>89,646</b>
Other Income	31,045	33,076	41,437
<b>Operating Income</b>	<b>107,607</b>	<b>111,798</b>	<b>131,083</b>
Operating Expenses	48,189	51,804	61,163
<b>Operating Profit</b>	<b>59,418</b>	<b>59,994</b>	<b>69,921</b>
<b>Net Profit</b>	<b>33,417</b>	<b>29,697</b>	<b>26,302</b>



# Canara Bank – Consolidated Financials

## Balance Sheet Summary (INR mn)

	FY12	FY13	FY14
<b>Balance Sheet</b>			
Cash and Balance with RBI	178,130	154,150	221,610
Balances with Banks and Money at Call and Short Notice	104,337	193,642	227,106
Investments	1,064,966	1,275,335	1,354,454
Advances	2,327,287	2,424,358	3,013,260
Fixed Assets	28,880	28,840	66,620
Other Assets	87,232	116,918	127,847
<b>Total Assets</b>	<b>3,790,833</b>	<b>4,193,243</b>	<b>5,010,896</b>
Capital	4,430	4,430	4,613
Reserves and Surplus	226,004	247,334	297,150
Minority Interest	1,615	2,322	3,136
Deposits	3,268,940	3,556,846	4,206,037
Borrowings	156,144	203,551	273,097
Other Liabilities and Provisions	133,700	178,760	226,864
<b>Total Liabilities</b>	<b>3,790,833</b>	<b>4,193,243</b>	<b>5,010,896</b>

# Appendix

# Details of Restructured Assets

Amount in INR bn

	Standard		NPA		Total Restructured Accounts	
	#	INR bn	#	INR bn	#	INR bn
Accounts Restructured in Q1 FY14	125	13.65	9	3.18	134	16.83
Accounts Restructured in Q2 FY14	3,416	9.73	59	0.26	3,475	9.99
Accounts Restructured in Q3 FY14	3,032	34.02	54	0.52	3,086	34.54
Accounts Restructured in Q4 FY14	3,323	13.07	47	1.25	3,370	14.32
Change in Balance and / or closure of acct during FY14	(3,117)	(27.00)	(1,038)	2.24	(4,155)	(24.76)
<b>Total Restructured accounts as on March 31, 2014</b>	<b>19,860</b>	<b>202.48</b>	<b>6,230</b>	<b>29.57</b>	<b>26,090</b>	<b>232.05</b>
Accounts Restructured in Q1 FY15	1,340	8.79	59	4.79	1,399	13.58
Accounts Restructured in Q2 FY15	8,694	8.19	206	1.11	8,900	9.30
<b>Total Restructured accounts as on September 30, 2014</b>	<b>23,648</b>	<b>203.92</b>	<b>7,162</b>	<b>41.65</b>	<b>30,810</b>	<b>245.57</b>

# Sectoral Contribution of NPA

Amount in INR bn

Particulars	Jun'13	Sep'13	Dec'13	Mar'14	Jun'14	Sep'14
Gross Advances	2,519.70	2,830.24	2,898.33	3,034.31	3,057.23	3,134.31
Gross NPA	73.29	74.75	80.74	75.70	81.60	91.64
Gross NPA %	2.9%	2.6%	2.8%	2.5%	2.7%	2.9%
Priority Sector Advances	830.85	882.80	930.18	977.62	1,036.94	1,087.48
PS as % to Gross Advances	33.0%	31.2%	32.1%	32.2%	33.9%	34.7%
Total PS NPA	29.00	30.11	28.45	29.56	34.96	39.92
Total PS NPA%	3.5%	3.4%	3.1%	3.0%	3.4%	3.7%
Share of PS NPA to Gross NPA	39.6%	40.3%	35.2%	39.1%	42.8%	43.6%
Agriculture NPA	10.00	10.18	10.16	9.79	11.79	11.89
Agriculture NPA%	2.3%	2.3%	2.2%	2.0%	2.2%	2.2%
MSE NPA	14.40	16.25	14.88	17.27	19.59	24.01
MSE NPA %	5.2%	5.1%	4.3%	4.7%	5.4%	6.1%
Other Priority NPA	4.60	3.68	3.41	2.50	3.58	4.02
Other Priority NPA %	3.8%	2.9%	2.7%	1.9%	2.6%	2.8%