

PRESS RELEASE

**Global Business at ₹5.42 lakh crore
Net Profit for Q3 at ₹710 crore
Major Highlights – Q3FY13**

- ⇒ Global business rose to ₹542205 crore.
- ⇒ Global Deposits rose to ₹323963 crore.
- ⇒ Advances (net) reached ₹218242 crore.
- ⇒ Net profit for the Q3FY13 at ₹710 crore and ₹2147 crore for nine months upto December 2012
- ⇒ Return on Assets at 0.82 % and NIM at 2.36%.
- ⇒ Capital Adequacy Ratio at 12.64%. Tier I Capital Ratio at 9.76%.
- ⇒ Cash Recovery at ₹998 crore for December 2012 Quarter and ₹2477 crore for nine months upto December 2012.
- ⇒ 112 Branches and 616 ATMs added y.o.y.

Business

- **Global business** of the Bank rose to ₹542205 crore as at December 2012 compared to ₹531730 crore a year ago.
- **Total deposits** increased to ₹323963 crore.
- **CASA deposits** improved to ₹81162 crore. Domestic CASA ratio works out to 26%.
- **Savings Bank** deposits rose to ₹68689 crore. The Bank added over 27 lakhs SB clientele during 9 Months of FY13.
- **Advances (net)** reached ₹218242 crore as at December 2012, with a **credit to deposit ratio** of 67.4%.
- The Bank's **domestic business** constituted about 95% of the total business.
- While **Business per Employee** increased to ₹12.70 crore, **Business per Branch** stood at ₹147.30 crore as at December 2012.
- The Bank's **clientele base** reached 4.56 crore, comprising 4.05 crore under deposit accounts and 51 lakh under borrowal accounts.
- **Net Profit** for Q3 FY13 stood at ₹710 crore and **Operating Profit** stood at ₹1516 crore.
- **Return on Average Assets (RoAA)** for Q3FY13 improved to **0.82%** compared to 0.71% for Q2 FY13.
- While **Earnings Per Share (EPS)** for the quarter was at ₹16.04, **Book Value** rose to ₹485.15 compared to ₹422.8 as at December 2011.

Income and Expenses for the Q3 FY13

- The Bank's **total income** for Q3FY13 increased to ₹9390 crore with a y-o-y increase of 9.5% including ₹5958 crore income from **loans/advances**.
- **Non-interest income** of the Bank rose to ₹846 crore, with a y-o-y increase of 11%.
- While **total expenditure** increased to ₹7874 crore (12.3%), **operating expenses** was at ₹1317 crore (17.5%).
- **Net interest income** for the quarter was ₹1988 crore and **Net Interest Margin (NIM)** sustained at 2.36% as at December 2012.

First Nine Months (9M) Performance

- **Net Profit** for 9M FY13 aggregated to ₹2147 crore, with an operating **profit** level of ₹4192 crore.
- **Net Interest Income** for 9M FY13 stood at ₹5788 crore.
- **Total income** for 9M FY13 rose to ₹27759 crore (12.3%), including ₹18307 crore income from loans/advances. The Bank's non-interest income for 9M FY13 was at ₹2146 crore.
- **Total expenses** increased to ₹23567 crore for 9M FY13, with an operating expenses level of ₹3743 crore.

Capital Adequacy

- **Capital Adequacy Ratio** is comfortable at **12.64%**, with Tier I capital ratio at **9.76%** as at December 2012. Adequate headroom available under both Tier-I and Tier-II options to raise capital to support business growth momentum.
- The Bank is comfortably placed with strong Common Equity Capital to meet the stringent Basel III norms from 1st April 2013.

Asset Quality

- The Bank's **gross NPA ratio** marginally increased to **2.77% (₹6090 crore)** compared to the gross NPA ratio of 2.58% (₹5610 crore) as at September 2012. Gross NPA was 1.81% (₹3999 crore) as at December 2011.
- Continuing stress level at the industry is reflected in the rise in NPAs.
- **Net NPA ratio** stood at **2.35% (₹5134 crore)** as at December 2012 compared to the net NPA ratio of 2.12% (₹4569 crore) as at September 2012. Net NPA ratio was 1.49% (₹3265 crore) as at December 2011.
- **Cash recovery** during the 9M FY13 aggregated to **₹2477 crore**. Cash Recovery for the Q3 was at **₹998 crore**.

Diversified Credit Portfolio

- Outstanding **Priority Sector Credit** increased by ₹5596 crore to ₹69700 crore in December 2012 covering 46 lakh borrowers.
- Agricultural credit increased by 27% to ₹35365 crore covering 38 lakh farmers.

- During the first nine months an amount of ₹21800 crore has been **disbursed under agriculture**.
- Advances under **Direct Agriculture** increased by 30% to ₹32802 crore.
- Credit outstanding under **Kisan Credit Cards (KCC)** stood at ₹5531 crore covering over 6 lakh accounts.
- Advances to **weaker sections** increased by 16% to ₹23181 crore
- Advances to **specified minorities** at ₹13436 crore, accounting for 19.28% of priority credit.
- Online loan application & tracking system for Agriculture & Education loan introduced.
- The Bank's credit to **Micro, Small and Medium Enterprises (MSME)** reached ₹32603 crore.
- The Bank's **retail lending portfolio** reached ₹21259 crore.
- Outstanding **housing loan** portfolio stood at ₹11701 crore, constituting over 55% of the total retail lending portfolio.
- **Educational loan** outstanding reached ₹4307 crore, covering over 2.14 lakh students.

Holistic Approach to Financial Inclusion

- The Bank has already covered Financial Inclusion Plan (FIP) in all the 1621 allotted villages under more than 2000 population category in 24 states.
- With 1303 allotted villages under less than 2000 population, the Bank is implementing FIP in 2924 villages with 258 Brick and Mortar branches and 1480 Customer Service Providers appointed by Corporate BCs.
- The Bank opened 542 Ultra Small Branches (USBs) in FI villages as per the Guidelines of MoF and the Bank sponsored RRBs have opened 926 USBs.
- 12.91 lakh No-frill accounts were opened during the current financial year with an accretion of Rs. 169 crore deposits. The total tally under No-frill accounts increased to 56.21 lakh, with a deposit balance of Rs.989 crore.
- The Bank has formed 3.77 lakh SHGs and credit linked 3.78 lakh SHGs since inception. Outstanding as at December 2012 under SHG is Rs. 1279 crore under 85987 SHG accounts.
- Exposure under General Credit Cards (GCCs) is Rs. 565 crore under 2.73 lakh accounts.
- 19 micro-finance branches have contributed a total business of Rs.174 crore.
- Enrolled 1.95 lakh persons from various states under Aadhaar enrollment taken up on a pilot basis during 2011-12. Executed AUA Agreement with UIDAI to become Authentication User Agency (AUA) for extending various Aadhaar Enabled Authentication Services.
- Participating in Pilot Project for Direct Benefit Transfer of Govt. Benefits in 43 identified districts across the country under Aadhaar Payment Bridge (APBS).
- Bank is also participating in opening of Aadhaar Enabled Bank accounts (AEBA) in Tumkur district in Karnataka, Waynad district in Kerala and Mumbai in Maharashtra.
- Launched Direct Benefit Transfer (DBT) scheme in Mysore, Tumkur and Waynad.

- Under the Canara Financial Advisory Trust, 26 Financial Literacy and Credit Counseling Centres (FLCCs) are functioning in 26 lead districts.
- Formed 1360 Farmers Clubs and provided Canara Gramin Vikas Vahini – Vehicles in 45 districts for spreading financial awareness among rural households.
- Bio metric ATMs installed in 29 rural and Semi Urban locations.

Awards under Financial Inclusion

- Bagged Best Performance Award for the year 2010-11, instituted by NABARD under maximum number of branches involved in SHG Credit Linkage.
- M. Visweshvaraiah Raitharakoota, a Farmers' Club formed by the Bank in Karnataka, has bagged Best Performing Farmers' Club award by NABARD for the year 2010-11.
- Coveted Skoch Award for Financial Inclusion was conferred on the Bank and the award was handed over by Dr. C Rangarajan, Chairman, PMEAC.
- Bank has been awarded for Best Performance under Technological Initiatives for Financial Inclusion among large Banks by IDRBT.

Rural Development

Pursuing its rural development initiatives, the Bank opened another Canara Bank Rural Self employment Training Institute at Tapa Mandi, Barnala district, Punjab during December 2012 to provide training to unemployed rural youth on Multi Phone Servicing.

The Bank has sponsored/co-sponsored 59 Self Employment Training Institutes exclusively for Rural Youth, Women, Artisans, SC/STs, Farmers, Minorities, Industries, Micro Finance and IT enabled services.

Enhanced Delivery Channels

The Bank added 112 branches y.o.y, taking the total number of **branches** to 3681, including 5 overseas branches one each at **London, Leicester, Hong Kong, Shanghai** and **Manama**. With addition of 616 ATMs y.o.y, number of **ATMs** further increased to 3281 as at December 2012. **Debit Card** base rose to 84 lakh as at December 2012.

New Infotech Initiatives

- Facility of capturing of AADHAR number and Census Code made available.
- 80 new Cash Dispensers installed in 51 identified districts for Direct Cash Transfer Scheme.
- E-payment of Government Revenue Integrated Payment System (GRIPS) in West Bengal released for branches/ offices.

Goals for FY13

- Thrust on Retail Business - CASA, retail deposits, retail loans, MSME, agriculture and fee income.
- Technology and business process reengineering.
- Plans to open branches/ offices in potential centres throughout the country and at foreign centres at Johannesburg (South Africa), Qatar, Frankfurt (Germany) and New

York (USA), a Subsidiary in Sao Paulo (Brazil) and a Representative Office at Abuja (Nigeria).

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