

प्रधान कार्यालय :  
डा.पे.सं. 88,  
मंगलादेवी मंदिर मार्ग,  
पांडेश्वर,  
मंगलूरु - 575 001.  
कर्नाटक राज्य



## कार्पोरेशन बैंक Corporation Bank

Head Office :  
P.B. No. 88,  
Mangaladevi Temple Road,  
Pandeshwar,  
MANGALURU - 575 001.  
Karnataka State

सार्वजनिक क्षेत्र का अग्रणी बैंक A Premier Public Sector Bank

### निवेशक सेवा विभाग INVESTOR SERVICES DEPARTMENT

संदर्भ Ref. : नि.से.वि. ISD/211/2018-19

दिनांक Date: 11<sup>th</sup> अगस्त August 2018

To, <b>BSE Ltd,</b> Corporate Relationship Department 1st Floor, New Trading Ring Rotunda Building, P J Towers Dalal Street, Fort MUMBAI - 400 001 <a href="http://listing.bseindia.com">http://listing.bseindia.com</a> – Listing Centre Ref: Code No.532179	To, The Manager Listing Department, <b>National Stock Exchange of India Ltd.</b> Exchange Plaza, 5 <sup>th</sup> Floor, Plot No.C/1, G Block Bandra Kurla Complex, Bandra (E) MUMBAI - 400 051 <a href="https://www.connect2nse.com/LISTING/">https://www.connect2nse.com/LISTING/</a> - NEAPS Symbol: CORPBANK
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महोदय Sir,

### Unaudited (Reviewed) Financial Results of the Bank for the First Quarter Ended on 30<sup>th</sup> June 2018.

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This has reference to our earlier letter ISD/180/2018-19 dated 31<sup>st</sup> July 2018 on the captioned subject. Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Unaudited (Reviewed) Financial Results of the Bank for the first quarter ended on 30<sup>th</sup> June 2018. The results have been approved by the Board of Directors of the Bank at their meeting held today (i.e. 11<sup>th</sup> August 2018). The Board Meeting ended at 14.30 hours.

The results would be published within 48 hours in newspapers in terms of Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further details on Financial Results are available in the web link  
<http://www.corpbank.com/node/62170>

Kindly acknowledge the receipt of the same.

भवदीय Yours faithfully,

(एस. के. दाश S. K. Dash)

उप महाप्रबंधक (कंपनी सचिव)

Deputy General Manager (Company Secretary)

संलग्न Encl.: Unaudited (Reviewed) Financial Results as on 30.06.2018.





**CORPORATION BANK**  
**HEAD OFFICE, MANGALADEVI TEMPLE ROAD, MANGALURU - 575 001**  
**AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2018**

[Rs. In Lakh]

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2018 (Reviewed)	31.03.2018 (Audited)	30.06.2017 (Reviewed)	31.03.2018 (Audited)
		Standalone			
1	Interest Earned (a)+(b)+(c)+(d)	4,19,059.29	4,19,309.94	4,42,089.56	17,62,833.27
	(a) Interest / Discount on Advances / Bills	2,91,602.84	2,74,959.19	2,79,968.24	11,47,120.84
	(b) Income on Investments	1,07,848.06	1,27,059.45	1,26,325.45	5,16,438.96
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	53.05	695.41	984.61	8,170.14
	(d) Others	19,555.34	16,595.89	34,811.26	91,103.33
2	Other Income	78,733.08	44,935.49	69,210.05	2,31,308.08
3	TOTAL INCOME (1+2)	4,97,792.37	4,64,245.43	5,11,299.61	19,94,141.35
4	Interest Expended	2,62,637.65	2,89,237.02	3,38,591.19	12,79,010.86
5	Operating Expenses (i) + (ii)	82,100.57	76,064.27	81,078.68	3,20,088.86
	(i) Employees cost	41,516.92	39,491.53	37,451.15	1,59,282.24
	(ii) Other Operating Expenses	40,583.65	36,572.74	43,627.53	1,60,806.62
6	TOTAL EXPENDITURE (4+5) excluding provisions and contingencies	3,44,738.22	3,65,301.29	4,19,669.87	15,99,099.72
7	Operating Profit before Provisions and Contingencies (3-6)	1,53,054.15	98,944.14	91,629.74	3,95,041.63
8	Provisions (other than tax ) and Contingencies	1,61,193.51	4,02,220.95	1,15,585.20	10,63,127.45
	Of which Provisions for Non Performing Assets	1,50,842.61	4,44,129.15	1,51,017.71	10,98,213.51
9	Exceptional items	-	-	-	-
10	Profit (+)/Loss (-) from Ordinary Activities before tax (7-8-9)	(8,139.36)	(3,03,276.81)	(23,955.46)	(6,68,085.82)
11	Tax Expense	(16,635.80)	(1,19,437.17)	(29,970.01)	(2,62,691.50)
12	Net Profit (+)/Loss (-) from Ordinary Activities after tax (10-11)	8,496.44	(1,83,839.64)	6,014.55	(4,05,394.32)
13	Extraordinary items (net of tax expense)	-	-	-	-
14	Net Profit (+)/Loss (-) for the period (12-13)	8,496.44	(1,83,839.64)	6,014.55	(4,05,394.32)
15	Paid-up equity share capital (Face Value Rs.2 each)	33,310.97	33,310.97	22,941.13	33,310.97
16	Reserves excluding Revaluation Reserves ( As per balance sheet of previous accounting year)	-	-	-	9,86,592.68
17	Analytical Ratios				
	(i) Percentage of shares held by Government of India	79.87%	79.87%	70.76%	79.87%
	(ii) Capital Adequacy Ratio - Basel III	8.46%	9.23%	10.62%	9.23%
	(a) Common Equity Tier 1 Ratio	6.07%	5.68%	7.65%	5.68%
	(b) Additional Tier 1 Ratio	0.25%	1.59%	0.89%	1.59%
	(iii) Earning Per Share (EPS) (in Rs.) (Not annualised)				
	a) Basic and diluted EPS before Extraordinary items (net of tax expense)	0.51	(11.04)	0.52	(35.30)
	b) Basic and diluted EPS after Extraordinary items	0.51	(11.04)	0.52	(35.30)
	(iv) NPA Ratios				
	(a) Amount of Gross NPA	21,75,321.64	22,21,343.86	21,71,267.03	22,21,343.86
	(b) Amount of Net NPA	13,33,327.18	14,07,701.58	14,85,753.31	14,07,701.58
	(c) Percentage of Gross NPA	17.44%	17.35%	15.49%	17.35%
	(d) Percentage of Net NPA	11.46%	11.74%	11.14%	11.74%
	(v) Return on Assets (annualised)	0.17%	-3.10%	0.10%	-1.67%







## CORPORATION BANK

HEAD OFFICE : MANGALADEVI TEMPLE ROAD, MANGALURU - 575001

SEGMENT REPORTING FOR THE QUARTER ENDED 30th JUNE, 2018

### Part A: Business Segment

[Rs. in Lakhs]

	Particulars	Quarter ended			Year Ended
		30.06.2018 (Reviewed)	31.03.2018 (Audited)	30.06.2017 (Reviewed)	31.03.2018 (Audited)
1	<b>Segment Revenue</b>				
i)	Treasury Operations	1,11,429.25	1,52,412.52	1,77,189.01	6,42,973.21
ii)	Wholesale Banking	2,12,822.18	1,90,714.98	1,63,042.10	7,17,408.27
iii)	Retail Banking	1,46,931.66	1,04,660.77	1,44,213.32	5,38,559.87
iv)	Other Banking Operations	9,281.56	16,067.87	11,029.08	45,161.96
v)	Unallocated	17,327.72	389.29	15,826.10	50,038.04
	<b>Income from Operations</b>	<b>4,97,792.37</b>	<b>4,64,245.43</b>	<b>5,11,299.61</b>	<b>19,94,141.35</b>
2	<b>Segment Result</b>				
	Profit (+)/ Loss (-) before tax and after interest from each segment				
i)	Treasury Operations	1,688.11	3,878.18	28,524.10	46,445.04
ii)	Wholesale Banking	(31,002.36)	(3,13,559.18)	(45,785.40)	(6,81,920.94)
iii)	Retail Banking	30,274.24	(2,219.61)	15,555.00	41,924.58
iv)	Other Banking Operations	9,272.70	16,057.00	11,025.64	45,125.84
	<b>Total</b>	<b>10,232.69</b>	<b>(2,95,843.61)</b>	<b>9,319.35</b>	<b>(5,48,425.48)</b>
	Less: Unallocated Expenses (net off unallocable income)	18,372.05	7,433.23	33,274.80	1,19,660.34
	<b>Total Profit / (Loss) before Tax</b>	<b>(8,139.36)</b>	<b>(3,03,276.84)</b>	<b>(23,955.46)</b>	<b>(6,68,085.82)</b>
	Less / (Add) : Tax Expenses	(16,635.80)	(1,19,437.17)	(29,970.01)	(2,62,691.50)
	Extra-ordinary Items	-	-	-	-
	<b>Net Profit / (Loss)</b>	<b>8,496.44</b>	<b>(1,83,839.67)</b>	<b>6,014.55</b>	<b>(4,05,394.32)</b>
3	<b>Segment Assets</b>				
i)	Treasury Operations	56,57,992.82	72,19,600.76	80,70,857.11	72,19,600.76
ii)	Wholesale Banking	64,58,339.56	66,93,056.14	73,17,379.90	66,93,056.14
iii)	Retail Banking	60,13,168.32	60,87,173.52	68,00,753.03	60,87,173.52
iv)	Other Banking Operations	520.07	506.87	205.99	506.87
v)	Unallocated Assets	18,40,547.22	21,88,788.26	26,58,902.43	21,88,788.26
	<b>Total</b>	<b>1,99,70,568.00</b>	<b>2,21,89,125.55</b>	<b>2,48,48,098.46</b>	<b>2,21,89,125.55</b>
4	<b>Segment Liabilities</b>				
i)	Treasury Operations	52,22,715.17	65,71,983.24	72,36,403.75	65,71,983.24
ii)	Wholesale Banking	60,83,126.28	62,14,749.33	66,58,739.72	62,14,749.33
iii)	Retail Banking	57,66,146.32	61,24,415.32	69,44,827.84	61,24,415.32
iv)	Other Banking Operations	480.14	460.21	182.81	460.21
v)	Unallocated Liabilities	18,05,018.44	21,92,932.25	27,30,735.27	21,92,932.25
	<b>Total</b>	<b>1,88,77,486.35</b>	<b>2,11,04,540.35</b>	<b>2,35,70,889.39</b>	<b>2,11,04,540.35</b>
5	<b>Capital Employed (Segment assets - Segment liabilities)</b>				
i)	Treasury Operations	4,35,277.65	6,47,617.52	8,34,453.36	6,47,617.52
ii)	Wholesale Banking	3,75,213.28	4,78,306.81	6,58,640.18	4,78,306.81
iii)	Retail Banking	2,47,022.01	(37,241.80)	(1,44,074.80)	(37,241.80)
iv)	Other Banking Operations	39.93	46.66	23.18	46.66
v)	Unallocated Assets	35,528.79	(4,143.99)	(71,832.84)	(4,143.99)
	<b>Total</b>	<b>10,93,081.65</b>	<b>10,84,585.20</b>	<b>12,77,209.07</b>	<b>10,84,585.20</b>

### Part B : Geographic Segment

The Geographic segment consists of only domestic segment as the Bank does not have any foreign branch.

#### Notes on Segment Reporting:

- As per guidelines of RBI on compliance with Accounting Standards, the Bank has adopted "Treasury Operations", Wholesale, Retail and "Other Banking Operations" as Primary segments under "Domestic Segment" for the purpose of compliance with AS-17 on "Segment Reporting".
- Segment Liabilities are distributed in the ratio of their respective Segment Assets.
- Figures of the previous period / year have been regrouped / reclassified based on current quarter / period's presentation.



## SUMMARISED BALANCE SHEET

[Rs. in lakhs]

CAPITAL AND LIABILITIES	Standalone		
	As at 30.06.2018 (Reviewed)	As at 30.06.2017 (Reviewed)	As at 31.03.2018 (Audited)
Capital	33,310.97	22,941.13	33,310.97
Reserves and Surplus	10,59,770.67	12,54,267.94	10,51,274.23
Minority Interest			
Deposits	1,76,51,621.88	2,10,90,387.15	1,83,31,594.98
Borrowings	6,69,146.50	14,99,376.92	22,17,108.36
Other liabilities and Provisions	5,56,717.98	9,81,125.32	5,55,837.01
<b>Total</b>	<b>1,99,70,568.00</b>	<b>2,48,48,098.46</b>	<b>2,21,89,125.55</b>
<b>ASSETS</b>			
Cash/Gold and Balances with Reserve Bank of India	8,94,442.57	10,19,753.51	11,14,015.36
Balances with Banks and Money at Call and Short notice	25,918.65	6,76,604.81	17,747.66
Investments	55,49,766.67	79,06,349.25	70,34,975.60
Advances	1,16,31,192.77	1,33,33,187.23	1,19,86,883.71
Fixed Assets	1,20,425.33	1,26,900.10	1,22,921.10
Other Assets	17,48,822.01	17,85,303.56	19,12,582.12
<b>Total</b>	<b>1,99,70,568.00</b>	<b>2,48,48,098.46</b>	<b>2,21,89,125.55</b>






**NOTES:**

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10. RBI vide its circulars DBR.No.BP.BC.102/21.04.048/2017-18 dated 2<sup>nd</sup> April, 2018 and DBR.No.BP.BC.113/21.04.048/2017-18 dated 15<sup>th</sup> June, 2018 has permitted the banks to spread provisioning for mark to market (MTM) losses on investments held in AFS and HFT for the quarters ended 31<sup>st</sup> December, 2017, 31<sup>st</sup> March, 2018 and 30<sup>th</sup> June, 2018 equally over up to four quarters commencing from the quarter in which the loss is incurred. Accordingly, the Bank has charged depreciation on investments of Rs.60.01 Crore as on 30<sup>th</sup> June, 2018 and the balance MTM loss of Rs 169.50 Crore has been carried forward to subsequent quarters.
11. Reserve Bank of India vide their letter no. DBR. BP. 9730/21/21.04.2018/2017-18 dated 27<sup>th</sup> April, 2018 has given the option to the Banks to spread the additional liability on account of the enhancement in gratuity limits from Rs.10 lac to Rs.20 lac from 29<sup>th</sup> March, 2018 under the Payment of Gratuity Act, 1972, over four quarters beginning with the quarter ended 31<sup>st</sup> March, 2018. The Bank has exercised the option and charged Rs.19.49 crore for the quarter and an unamortized portion of Rs.38.99 crore is deferred as on 30<sup>th</sup> June, 2018.
12. During the quarter ended 30th June, 2018, the Bank has exercised the regulatory call option and redeemed Addition Tier 1 Bonds amounting to Rs.1800.00 crore (Series 1 - 3) on 06<sup>th</sup> April, 2018.
13. Provision coverage ratio of the Bank as at 30<sup>th</sup> June, 2018 is 65.47%.
14. The Bank has recognised Deferred Tax Assets (DTA) amounting to Rs.190.76 crore during the quarter which includes DTA on provision for standard assets amounting to Rs.125.38 crore, which was hitherto not considered for DTA.
15. Figures for the quarter ending 31<sup>st</sup> March, 2018 are the balancing figures between audited figures in respect of the full financial year and the published year to date reviewed figures upto the end of third quarter of the financial year.
16. Figures for the corresponding previous period have been regrouped /reclassified, wherever necessary to conform to current period's classification.



**[Gopal Murli Bhagat]**  
Executive Director



**[Jai Kumar Garg]**  
Managing Director & CEO

Place: Mangaluru

Date: 11<sup>th</sup> August, 2018



## LIMITED REVIEW REPORT

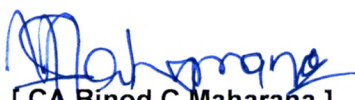
To  
Board of Directors  
Corporation Bank  
Mangalore.

- 1 We have reviewed the accompanying statements of unaudited financial results ( "the statement" ) of Corporation Bank ( "the Bank" ) for the quarter ended 30<sup>th</sup> June, 2018. The disclosures relating to "Pillar 3 under Basel III Capital Regulations" as has been disclosed on the banks website and in respect of which a link has been provided in the above statements, have not been reviewed by us. These financial statements are the responsibility of the bank's management and have been approved by Board of Directors. Our responsibility is to issue a report on these 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 auditor 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. In the conduct of our review we have reviewed the returns of 20 branches and a Treasury branch and we have relied on review reports of 30 branches reviewed by other auditors specially appointed for this purpose and un-reviewed returns of 2390 branches. These review reports cover 50.63% of the advances portfolio (excluding outstanding of assets recovery branches and food credit advances) of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.
4. Based on our review conducted as above, subject to limitation in scope as mentioned in para 3 above and read with the notes to Unaudited Financial Results, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results together with the notes thereon, prepared in accordance with the applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 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 Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.





5. Without qualifying our conclusion, we draw attention to:
- Note No 10 regarding RBI dispensation permitting Banks to spread provision for Mark to Market (MTM) losses on investments held in AFS and HFT for the quarters ended 31<sup>st</sup> December, 2017, 31<sup>st</sup> March, 2018 and 30<sup>th</sup> June, 2018 and accordingly charged depreciation on investments of Rs. 60.01 crore for quarter ended 30<sup>th</sup> June 2018 and balance MTM loss of Rs. 169.50 crore carried forward.
  - Note No 11 regarding RBI dispensation permitting the Banks to spread the additional liability on account of enhancement of gratuity limit and accordingly the bank charged Rs. 19.49 crore for the quarter ended 30<sup>th</sup> June 2018 and Rs. 38.99 crore deferred to subsequent quarters.
  - Note No 14 regarding recognising deferred tax asset (DTA) on provision for standard assets amounting to Rs 125.38 crore which was hitherto not considered for DTA.

<b>For Datta Singla &amp; Co.</b> Chartered Accountants FRN: 006185N   <b>[ CA Yogesh Monga ]</b> Partner Membership No.:099813	<b>For A.K Sabat &amp; Co.</b> Chartered Accountants FRN: 321012E   <b>[ CA D. Vijaya Kumar ]</b> Partner Membership No.: 051961	<b>For Pramod &amp; Associates</b> Chartered Accountants FRN: 001557C   <b>[ CA Abhishek Dalmia ]</b> Partner Membership No.:403936
<b>For Chandran &amp; Raman</b> Chartered Accountants FRN: 000571S   <b>[ CA S G Kalyanaraman ]</b> Partner Membership No.:010652	<b>For S. Ramanand Aiyar &amp; Co</b> Chartered Accountants FRN: 000990N   <b>[ CA Binod C Maharana ]</b> Partner Membership No.:056373	

Place : Mangaluru  
Date : 11<sup>th</sup> August, 2018

