

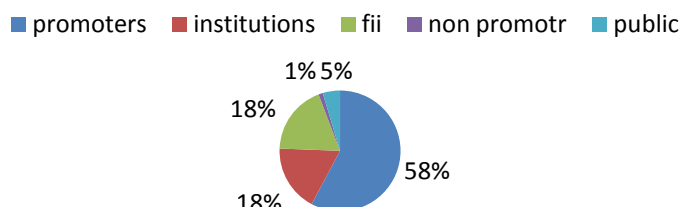
Punjab National Bank

52 week High/low	721/332
Outstanding shares (Mn)	315.3
Mkt Cap RS (Mn)	154,812
Face Value (Rs)	10

Strong growth in top line as well as bottom line

Punjab National Bank (PNB), the second largest PSB, has been able to post a strong performance for the quarter ended September 2008. The Bank has posted a net profit of Rs.7070.9mn, a growth of 31% on YoY basis on the back of a strong 33% growth in net interest income and a 42% growth in the non-interest income. But, on a QoQ basis, the performance is even stronger with a 38% growth in net profit.

Share Holding Pattern



Business Growth

The business had grown for Punjab National Bank. The deposits of the bank have increased 24.2% and stand at Rs.186.315bn. The management is expecting growth of 20% in deposits. The overall growth expected by management is 25% by 2010. Along with the deposits the advances have also increased to 28.5% and stand at Rs.130.43bn. they have given advances to SME'S. Advances to the SME segment has gone up by 17.3% during the quarter.

Peer comparison for net profit

Bank	Net Profit(Rs Cr)
PNB	2048
Bank Of India	2009.4
Canara Bank	1565.01
Bank Of Baroda	1,435.52
Union Bank	1,387.03

Branch Presence

The Bank has expanded its branch network to 4335 branches pan India.

Peer Comparison for P.E

Bank	P.E
PNB	6.94
Bank Of Baroda	6.36
Canara Bank	4.9
Union Bank	5.38
Bank Of India	5.77

Forecast

As per bank's vision document 2010, it is envisaged that the bank would double its business portfolio, productivity and operating profit. Further, the bank has envisioned bringing down the ratio of gross NPAs to gross advances to less than 2%, improving Return on Assets (RoA) to 1.5% and attaining capital adequacy level of 13% by 2009-10 in the post Basel-II regime.