

**Canara Bank Employee Share Purchase Scheme (CanBank-ESPS):**

Govt Permission to all PSBs	:	vide DFS, Gol letter F.No.11/13/2011-BOA dated 12.06.2014
Govt Permission to Canara Bank	:	vide DFS, Gol letter F.No.11/21/2014-BO dated 24.10.2018
RBI permission	:	vide DBR.CO.BP.No.1991/21.01.002/2018-19 dated 05.09.2018
Shareholder Permission	:	In the 16 <sup>th</sup> AGM held on 26.07.2018
Board approval	:	In the Board meeting held on 27.06.2018
<b><u>Canara Bank-ESPS Tranche 1</u></b>	:	
No.of Shares Issued		2 crore new equity shares of face value Rs.10/- each

**Pricing Formula approved by the Board**

The Offer price/Purchase price shall be at a discount of not more than 33.33% on the average of the weekly high and low of the volume weighted average prices of the equity shares quoted on NSE during the two weeks preceding the date on which the Board/Committee fixes Offer/purchasing price.

**Details of Pricing**

Volume Weighted Average Price	:	Rs. 278.64
Discount	:	Not more than 33.33%
Discount of 33.33%	:	Rs. 92.87
Calculated issue price	:	Rs. 185.77
Issue Price	:	Rs. 186.00 (Rounded off to nearest Rupee)
Maximum number of Shares per employee	:	7500
Issue Opened Date	:	21.01. 2019 (Monday)
Issue Closed Date	:	25.01.2019 (Friday)
Subscription	:	134% (By No. of Shares)

	: 83% (By No. of employees)
Amount debited date	: 05.02.2019
Share allotment date	: 06.02.2019
Maximum number of Shares allotted per employee	: 5075
Lock in period	: 1 year from 05.02.2019

Particulars	Details
The details of the number of shares issued under ESPS	2 Crore Share
The price at which such shares issued	Rs. 186 / Share
Eligible Employees	47803
Consideration received against the issuance of shares, as the scheme is implemented directly by the company	Issued share : 2 Crore
	2 X ₹186 : ₹372 Crore ESPS Collection
	2 X ₹92.64 : ₹185.28 Crore Employee Compensation Expenses A/c (discount)
	Total : ₹557.28 Crore

The bank made an offer of upto 2 (Two) crore new equity shares of face value of Rs. 10 each to its eligible employees under an Employee Share Purchase Scheme (ESPS) at an issue / exercise price of Rs. 186 per share. The issue / exercise price was fixed by the committee of Directors on ESPS at a discount of 33.33% on the floor price of Rs. 278.64 per share. Two crore shares were validly exercised by 47803 Eligible employees. The allotment of shares under the ESPS was made on 06.02.2019. The Bank received an amount of Rs. 372,00,00,000 (Rupees three hundred seventy two crore only) as subscription /exercise money for the issue and allotment of two crore new equity shares to its Eligible employees under ESPS. Pursuant to SEBI (Share Based Employee Benefits) Regulations, 2015 and as per guidance note issued by the Institute of Chartered Accountant of India, the element of the discount amounting to Rs. 92.64 per share (i.e the discount allowed per share) aggregating to Rs.185,28,00,000 (Rupees one hundred eighty five crore and twenty eight lakhs only) has been debited to P&L account as Employee compensation expenses. Post allotment of shares under ESPS, the shareholding of the Government of India (President of India) has come down to 70.6% % and earning per share is Rs. 4.71 as on March 2019.