

(₹ in lacs)

PARTICULARS	Standalone Consolidated					
CAPITAL AND LIABILITIES	30.09.2019	30.09.2018	31.03.2019	30.09.2019	30.09.2018	31.03.2019
CAPITAL AND LIABILITIES	(Reviewed)	(Reviewed)	(Audited)	(Reviewed)	(Unaudited)	(Audited)
Capital	1,76,302	1,16,857	1,76,302	1,76,302	1,16,857	1,76,302
Share Application Money (Pending Allotment)	11,76,800			11,76,800		
Preference share capital issued by subsidiary company				10,400	10,400	10,400
Reserves and Surplus	23,63,490	24,24,353	24,72,399	23,90,469	24,43,437	24,96,863
Deposits	4,42,87,857	3,99,09,219	4,15,91,527	4,44,47,776	4,00,47,092	4,17,50,481
Borrowings	40,69,141	44,36,662	42,86,382	40,93,159	45,11,102	43,27,560
Other Liabilities and Provisions	11,26,042	9,34,893	8,77,274	13,65,087	11,34,641	10,96,448
Total	5,31,99,632	4,78,21,984	4,94,03,884	5,36,59,993	4,82,63,529	4,98,58,054
ASSETS						
Cash and Balances with Reserve Bank of India	20,08,953	18,27,489	20,79,646	20,09,139	18,27,579	20,80,040
Balances with Banks and Money at Call and Short Notice	17,03,414	15,87,157	22,24,951	17,13,685	15,95,485	22,36,268
Investments	1,68,71,423	1,27,14,326	1,26,04,664	1,70,84,376	1,29,05,390	1,28,39,121
Advances	2,97,91,435	2,93,01,100	2,96,93,215	3,00,09,512	2,95,26,190	2,98,78,010
Fixed Assets	3,76,317	3,74,353	3,76,229	3,77,641	3,75,462	3,77,446
Other Assets	24,48,090	20,17,559	24,25,179	24,65,640	20,33,423	24,47,169
Total	5,31,99,632	4,78,21,984	4,94,03,884	5,36,59,993	4,82,63,529	4,98,58,054









NOTES:-

- 1. The financial results have been reviewed by Audit Committee of the Board and taken on record by the Board of Directors in their meeting held on 14th November, 2019. The same has been subjected to limited review by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015. Cash flow statements for the half year ended 30th September, 2018 is certified by the management and not reviewed by the Statutory Central Auditors as the same has become mandatory only from 1st April, 2019.
- 2. The above financial results for the quarter/half year ended 30th September, 2019 arrived at by applying the same accounting policies as those followed in the preceding financial year ended 31st March 2019.
- 3. In terms of RBI circular DBOD No.BP.BC. 1/21.6.201/2015-16 dated 1st July, 2015, banks are required to make Pillar 3 disclosures under Basel III capital regulations. These details are made available on Bank's website with link: http://www.unionbankofindia.co.in/Basel_Disclosures_III.aspx. These disclosures are not subjected to limited review by the Statutory Central Auditors.
- 4. The Consolidated Financial Statements (CFS) of group companies comprises the results of Union Bank of India and entities as detailed hereunder:

Type of	Name of Entity	Proportion of		
Association		Ownership of Bank		
Parent	Union Bank of India			
Subsidiaries Union Asset Management Con Private Limited		100%		
	Union Trustee Company Private Limited	100%		
	Union Bank of India UK Limited	100%		
Jointly Controlled	Star Union Dai-Ichi Life Insurance	25.10%		
Entity	Company Limited			
Associate	Kashi Gomti Samyut Gramin Bank	35%		

- 5. The consolidated financial results have been prepared in accordance with the Accounting Standard 21 "Consolidated Financial Statements", Accounting Standard 23 "Accounting for Investment in Associates in Consolidated Financial Statements", and Accounting Standard 27 "Financial Reporting of Interest in Joint Venture" issued by the Institute of Chartered Accountants of India and the guidelines issued by the Reserve Bank of India.
- 6. In terms of SEBI (Listing Obligations & Disclosure Requirements) guidelines, the listing entities need to submit quarterly consolidated financial results in addition to standalone financial results from 1st April, 2019 onwards. The consolidated financial figures for the quarter ended 30th September, 2018 have been certified by the management but unaudited/unreviewed by the auditors.
- 7. The working results of the Bank for the quarter/half year ended 30th September, 2019 have been arrived at after considering the provisions on Non-Performing Assets, Standard Assets, Restructured Assets, Standard Derivative Exposures, Provision for Exposure to Entities with Un-Hedged Foreign Currency Exposure, Additional provision on standard advances under stressed sector, MSME borrowers and Non Performing Investments and Investment Depreciation on the basis of extant guidelines issued by the Reserve Bank of India.









- 8. As per RBI Circular No. DBR.BP.BC.18/21.04.048/2018-19 dated 1st January, 2019 on "Restructuring of Advances Micro, Small & Medium Enterprises (MSME) Sector (One Time Restructuring)", 32573 MSME borrower accounts were restructured till quarter ended 30th September, 2019 amounting ₹ 818.73 Crore. In terms of provision of the said circular, the Bank is holding provision of ₹ 34.59 Crore in respect of these accounts.
- 9. In terms of RBI Circular DBR.No.BP.BC.83/21.04.048/2014-15 dated 1st April, 2015 and DBR.No.BP.BC.92/21.04.048/2015-16 dated 18th April, 2016 Bank have the option to make the provisions over a period, not exceeding four quarters, commencing from the quarter in which fraud have been detected.

 The Bank has been making provisions for the entire amount of the fraud detected in the relevant period itself. During the quarter, the Bank has exercised the aforesaid option. Out of required provision for fraud of ₹ 2956.38 Crore in respect of advances classified as fraud during the quarter, the Bank has provided an amount of ₹ 1706.69 Crore upto 30th
- 10. Provision for employee benefits and other usual necessary provisions including income tax have been made on estimated basis. Expenses are estimated & provided on a proportionate basis and are subject to adjustment at the end of the financial year.

September, 2019. The balance ₹ 1249.69 crore will be spread in subsequent quarters, as

- 11. The Board of Directors of the Bank in its meeting held on 9th September, 2019 has considered and accorded "In Principle Approval" for the amalgamation of Andhra Bank and Corporation Bank into Union Bank of India.
- 12. The Government of India has notified the Taxation Laws (Amendment) Ordinance, 2019 vide Gazette Notification dtd. 20th September, 2019. Vide said Ordinance, a new section 115BAA has been inserted in Income Tax, 1961 which gives an irreversible option to the domestic companies to pay corporate tax at reduced rates effective from 1st April, 2019 subject to conditions specified in the amendment ordinance. The Bank is in the process of evaluation of the said option and continues to recognize taxes on income for the quarter/half year ended 30th September, 2019 as per earlier tax regime.
- 13. During the quarter, the Bank has received Rs.11768 crore from Government of India towards preferential allotment of Equity shares. The RBI vide letter dated 18th October, 2019 has permitted the Bank to consider this amount as part of CET1 capital, pending allotment of equity shares.
- 14. During the quarter, the RBI has imposed following penalties on the Bank:-

Amount of Penalty	y Reason	
Rs. 1.50 Crore Delay in identification & reporting of fraud and non of RBI directives relating to discounting/rediscounting		
Rs. 0.10 Crore	Failure to ensure compliance with requirements to maintain basic cyber hygiene and security controls.	

15. In terms of RBI Circular No. DBR.BP.BC.No.50/21.06.201/2016-17 dated 2nd February, 2017, the Bank has made payment/provision of interest on Additional Tier - 1 (AT-1) Perpetual Basel III compliant Bonds by debiting Revenue Reserves in view of the insufficient profits. Accordingly, interest expenses of ₹ 183.95 Crore for the period has been debited to Revenue Reserves.



per RBI guidelines.









- 16. Pursuant to the proposed bipartite agreement on wage revision (due with effect from November 2017), a sum of ₹ 60 Crore has been provided towards wage revision for the quarter. (cumulative provision; ₹ 460 Crore).
- 17. As part of Risk Based Supervision (RBS) exercise for the year ended 31st March, 2019 the RBI had pointed out divergence in respect of Bank's asset classification and provisioning in certain accounts. In conformity with the RBI circular DBR.BP.BC.No. 32/21.04.018/2018-19 dated 1st April, 2019, DBR.BP.BC.No. 63/21.04.018/2016-17 dated 18th April, 2017 and SEBI Circular issued on 18th July, 2017 and 31st October, 2019 the below table outlines divergences in asset classification and provisioning:

Particulars	₹ in Crore
Gross NPA as on 31st March, 2019 as reported by the Bank	
Gross NPA as on 31 st March, 2019 as assessed by the RBI	
Divergence in Gross NPA (2-1)	
Net NPA as on 31 st March, 2019 as reported by the Bank	20,332
Net NPA as on 31 st March, 2019 as assessed by the RBI	19,334
Divergence in Net NPA (5-4)	(998)
Provision for NPA as on 31 st March, 2019 as reported by the Bank	28,396
Provision for NPA as on 31 st March, 2019 as assessed by the RBI	29,984
Divergence in Provisioning (8-7)	1,588
Reported Net Profit after tax (PAT) for the year ended 31 st March 2019	(2,947)
Adjusted (Notional) Net Profit after tax (PAT) for the year ended 31 st March, 2019 after taking into account divergence in provisioning	(3,978)
	Gross NPA as on 31 st March, 2019 as reported by the Bank Gross NPA as on 31 st March, 2019 as assessed by the RBI Divergence in Gross NPA (2-1) Net NPA as on 31 st March, 2019 as reported by the Bank Net NPA as on 31 st March, 2019 as assessed by the RBI Divergence in Net NPA (5-4) Provision for NPA as on 31 st March, 2019 as reported by the Bank Provision for NPA as on 31 st March, 2019 as assessed by the RBI Divergence in Provisioning (8-7) Reported Net Profit after tax (PAT) for the year ended 31 st March 2019 Adjusted (Notional) Net Profit after tax (PAT) for the year ended 31 st

The Bank has duly recorded the impact of the above in its working results for the quarter/half year ended 30th September, 2019.

- 18. The Bank has recognised net Deferred Tax Assets as on 30th September, 2019 aggregating to ₹. 5938.56 crore (₹. 5066.56 crore as at 30th September, 2018) on timing differences in accordance with Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of chartered Accountants of India and the guidelines issued by the Reserve Bank of India.
- 19. Provision coverage ratio of the Bank as at 30^{th} September, 2019 is 67.75% (as at 30^{th} June 2019, 65.88%).

20. Position of investor complaints for the quarter ended 30th September 2019:

Sr No		No. of complaints
i	Pending as on 01 st July, 2019	0
ii	Received during the quarter	42
iii	Resolved during the quarter	42
iv	Pending as on 30 th September, 2019	0

21. Figures of previous period have been rearranged/reclassified/regrouped wherever necessary.

(Manas Ranjan Biswal) Executive Director (Dinesh Kumar Garg) Executive Director (Gopal Singh Gusain) Executive Director

(Rajkiran Rai G.) Managing Director & CEO (Kewal Handa) Chairman

Place: Mumbai.

Date: 14th November, 2019









