## युनियन बैंक

Statement of Assets and Liabilities as on

			(₹ in lacs)
CAPITAL AND LIABILITIES	31.12.2017	31.12.2016	31.03.2017
	(Reviewed)	(Reviewed)	(Audited)
Capital	85,575	68,744	68,744
Reserves and Surplus	22,33,123	22,89,004	22,74,776
Share Application Money			54,100
Deposits	3,98,51,838	3,79,80,746	3,78,39,158
Borrowings	44,41,819	39,94,883	41,22,587
Other Liabilities and Provisions	8,29,579	9,20,771	9,11,079
Total	4,74,41,934	4,52,54,148	4,52,70,444
ASSETS			
Cash and Balances with Reserve Bank of India	19,32,378	19,11,746	16,52,045
Balances with Banks and Money at Call and Short Notice	18,91,311	13,49,688	16,30,205
Investments	1,22,38,776	1,35,22,190	1,12,14,895
Advances	2,93,66,865	2,62,65,903	2,86,46,658
Fixed Assets	3,83,861	3,85,075	3,89,442
Other Assets	16,28,743	18,19,546	17,37,199
Total	4,74,41,934	4,52,54,148	4,52,70,444

## NOTES:-

- 1. The above financial results for the quarter/nine months ended 31st December, 2017 are arrived at by applying the same accounting policies as those followed in the preceding financial year ended 31st March 2017 except for the treatment of depreciation on revalued portion of fixed assets in accordance with revised Accounting Standard (AS-10) on 'Property Plant & Equipment' as explained in note No. 7 below. These results have been reviewed by Audit Committee of the Board and taken on record by the Board of Directors in their meeting held on 3<sup>rd</sup> February 2018. The same has been subjected to limited review by the Statutory Central Auditors of the Bank.
- 2. The financial results for the quarter/nine months ended 31st December, 2017 have been arrived at after considering the provisions for Non-Performing Assets, Standard Assets, Restructured Assets, Standard Derivative Exposures, Non-Performing Investments, Investment Depreciation and Provision for Exposure to Entities with Un-Hedged Foreign Currency Exposure on the basis of extant guidelines issued by the Reserve Bank of India.



- 3. Provision for employee benefits and other usual necessary provisions including income tax have been made on estimated basis for the quarter/nine months ended 31<sup>st</sup> December, 2017. Expenses are estimated & provided on a proportionate basis and are subject to adjustment at the end of the financial year.
- 4. In terms of RBI DBOD circulars dtd. 15.01.2014 and 03.06.2014, based on available data, financial statements and the declaration from the borrowers wherever received, the Bank has estimated the liability of ₹ 23.15 crore as on 31<sup>st</sup> December, 2017 towards Unhedged Foreign Currency Exposure (UFCE) to their constituents. During the quarter ended 31<sup>st</sup> December, 2017 incremental liability of ₹ 0.80 crore is provided.
- 5. In terms of RBI circular DBOD No.BP.BC. 1/21.6.201/2015-16 dated 01.07.2015, banks are required to make Pillar 3 disclosures under Basel III capital regulations. These details are being made available on Bank's website with link: http://www.unionbankofindia.co.in/Basel\_Disclosures\_III.aspx. These disclosures have not been subjected to limited review by the Statutory Central Auditors.
- 6. During the quarter the Bank has issued 12,93,24,280 equity shares having Face Value of ₹ 10 each for cash pursuant to a Qualified Institutional Placement (QIP) in accordance with the provisions of SEBI (issue of Capital and Disclosure Requirements) Regulations, 2009 at a premium of ₹ 144.65 per share aggregating ₹ 2000 crore. This has resulted in an increase of ₹ 129.32 crore in Share Capital and ₹ 1,858.29 crore (Net of Issue Expenses) in Share Premium Account.
- 7. Subsequent to the revised Accounting Standards-10 'Property Plant & Equipment', applicable from 1<sup>st</sup> April 2017, depreciation of ₹ 86.22 Crore for the period (for the quarter ₹ 28.69 Crore) on the revalued portion of the fixed assets has been transferred from the Revaluation Reserve to Revenue Reserve instead of crediting to Profit & Loss Account, from the current quarter.
- 8. In terms of RBI Circular No. DBR.BP.BC.No.50/21.06.201/2016-17 dated 2<sup>nd</sup> February 2017, in view of the insufficient profits the Bank has made payment/provision of interest on Additional Tier 1 (AT-1) Perpetual Basel III compliant Bonds by debiting Revenue Reserves. Accordingly, interest expenses of ₹ 271.45 Crore for the period (₹ 91.47 Crore for the quarter) has been debited to Revenue Reserves.
- 9. In terms of RBI Circular DBR.NO.BP.BC.64/21.04.048/2016-17 dated 18.04.2017, the Bank has made additional provision in respect of stressed sectors as under:







Sector	Additional Provision over & above the	
	regulatory minimum percentage	
	Standard Standard Restructured	
G	Advances	Advances
Telecom	0.20%	2.50%
Power (Generation-	0.10%	1.25%
Thermal & Gas)		
Road (Toll)	0.10%	1.25%
EPC	0.10%	1.25%

Accordingly, aggregate additional provision of ₹ 48.09 Crore (provision made till 30<sup>th</sup> September 2017 ₹ 32.66 Crore) has been made as of 31<sup>st</sup> December, 2017.

- 10. In terms of RBI directions vide letter No. DBR.NO.BP:15:15199/21.04.048/2016-17 dated 23<sup>rd</sup> June 2017, in respect of accounts covered under provisions of Insolvency and Bankruptcy Code (IBC), the Bank has made the entire amount of additional provision on 11 accounts in the quarter/half year ended 30<sup>th</sup> September, 2017 itself which was required to be proportionately spread over 3 quarters starting from 2<sup>nd</sup> quarter i.e. September 2017.
- 11. In terms of RBI directions vide letter No. DBR.No.BP.BC.1923/21.04.048/2017-18 dated 28<sup>th</sup> August, 2017, in respect of 18 accounts covered under provisions of Insolvency and Bankruptcy Code (IBC) enlisted in the said communication, the Bank is required to make additional provision of ₹ 991.00 Crore by 31<sup>st</sup> March 2018. However, the Bank has made the entire provision during the current quarter.
- 12. As part of Risk Based Supervision (RBS) exercise for the year ended 31<sup>st</sup> March, 2017 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. 63/21.04.018/2016-17 dated 18<sup>th</sup> April, 2017 and SEBI Circular issued on 18<sup>th</sup> July, 2017 the below table outlines divergences in asset classification and provisioning:

Particulars	₹ in Crore
Gross NPA as on 31 <sup>st</sup> March, 2017 as reported by the Bank	33,712
Gross NPA as on 31 <sup>st</sup> March, 2017 as assessed by the RBI	36,562
Divergence in Gross NPA (2-1)	2,850
Net NPA as on 31 <sup>st</sup> March, 2017 as reported by the Bank	18,832
	20,667
	1,835
	14,379
Provision for NPA as on 31 <sup>st</sup> March, 2017 as assessed by the RBI	15,393
Divergence in Provisioning (8-7)	1,014
Reported Net Profit after tax (PAT) for the year ended 31st	555
March 2017 ME & Pa	1,9900
	Gross NPA as on 31 <sup>st</sup> March, 2017 as reported by the Bank Gross NPA as on 31 <sup>st</sup> March, 2017 as assessed by the RBI Divergence in Gross NPA (2-1) Net NPA as on 31 <sup>st</sup> March, 2017 as reported by the Bank Net NPA as on 31 <sup>st</sup> March, 2017 as assessed by the RBI Divergence in Net NPA (5-4) Provision for NPA as on 31 <sup>st</sup> March, 2017 as reported by the Bank Provision for NPA as on 31 <sup>st</sup> March, 2017 as assessed by the RBI Divergence in Provisioning (8-7) Reported Net Profit after tax (PAT) for the year ended 31 <sup>st</sup>











	Adjusted (Notional) Net Profit after tax (PAT) for the year	(372)
i c	ended 31st March 2017 after taking into account divergence in	
	provisioning	

The Bank has duly recorded the impact of the above in its working results for the period ended 31<sup>st</sup> December 2017.

13. Provision coverage ratio of the Bank as at 31st December, 2017 is 57.12%.

14. Position of investor complaints for the guarter ended 31st December, 2017:

Sr No		No. of complaints
i	Pending as on 1 <sup>st</sup> October, 2017	0
ii	Received during the quarter	63
iii	Resolved during the quarter	63
iv	Pending as on 31 <sup>st</sup> December, 2017	0

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

(Atul Kumar Goel) Executive Director (Raj Kamal Verma) Executive Director

(Rajki an Rai G.) Managing Director & CEO (Vinod Kathuria) Executive Director

(Kewal Handa) Chairman

Rande

Place: Mumbai.

Date: 3<sup>rd</sup> February, 2018

