

NOTES :-

1. The above financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 8th May, 2014.
2. The provision for non-performing assets, standard assets, standard derivative exposures and investment depreciation has been made on the basis of extant guidelines issued by the Reserve Bank of India on prudential norms for income recognition, asset classification and provisioning.
3. The provisions for Gratuity, Pension, Leave encashment, other retirement benefits have been made based on actuarial valuation in terms of AS-15. The provisions for income tax and other usual and necessary provisions have been made as per extant guidelines.
4. (a) In accordance with RBI circular no.DBOD.BP.BC.80 / 21.04.018/ 2010-11 dated 9th February, 2011 one-fifth of the additional pension fund liability amounting to ₹338 crore towards serving employees, who have exercised second pension option, has been charged to Profit & Loss account this year, with ₹338 crore carried forward to be charged over the next year.

(b) In accordance with the above circular, one fifth of the additional gratuity liability which arose on enhancement of Gratuity limit from ₹3.50 lacs to ₹10 lacs amounting to ₹65 crore has also been charged to the Profit and Loss account with the balance of ₹65 crore being carried forward to be charged over the next year.
5. During the year, the Bank has allotted on preferential basis 3,35,12,064 equity shares of ₹10/- each at a premium of ₹139.20 aggregating to ₹500 crore to Government of India. Consequently the Government share holding has increased from 57.89% to 60.13%.
6. During the year, the Bank has also raised Tier II capital of ₹2000 crore by issue of Basel III compliant unsecured Redeemable Non-Convertible Tier II Bonds carrying coupon rate of 9.8%, having a tenor of 10 years.
7. Towards the proposed wage revision effective from 1st November, 2012 pending settlement, an adhoc provision of ₹255 crore is held as on 31st March, 2014, which includes ₹45 crore provided during the current quarter.
8. Provision coverage ratio as at 31st March, 2014 is 59.89%.
9. Pursuant to Reserve Bank of India (RBI) circular DBOD.No.BP.BC.77/21.04.018/2013-14 dated 20th December, 2013, the Bank has created Deferred Tax Liability (DTL) on the Special Reserve under section 36(1) (viii) of the income Tax Act, 1961. As required by the said RBI circular, the expenditure amounting to ₹720.59 crore due to the creation of DTL on Special Reserve as at 31st March, 2013, not previously charged to Profit & Loss Account has now been adjusted directly from the reserve. Had this amount been charged to Profit and Loss Account in accordance with the Generally Accepted Accounting Principles in India, the amount of the Profit for the year had been lower by ₹720.59 crore. Further, DTL of ₹60.50 crore on the special reserve for the year has been created.
10. In accordance with RBI circular DBOD No.BP.BC. 2/21.6.201/2013-14 dated 1st July 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirements with effect from 30th September, 2013. The disclosures as of 31st March, 2014 are being made available on Bank's website with link: http://www.unionbankofindia.co.in/Basel_Disclosures_III.aspx. The disclosures have not been subjected to audit by the Statutory Auditors of the Bank.
11. The Bank has paid an interim dividend of ₹2.70 (27%) per equity share of face value of ₹10/- each for the year 2013-14 on 29th January, 2014, involving cash outflow of ₹199.10 crore including tax. The Bank has proposed final dividend of 40% (₹4 per share inclusive of interim dividend of ₹2.70 per share) on the face value of ₹10/- for the year 2013-14 subject to approval of share-holders.

12. In accordance with RBI circular DBS.CO.SMC.No.8825/22.09.001/2005-06 dated 20th December, 2005, claims for credit entries transferred to block account for ₹2.58 lacs have been settled by reducing the General Reserves.
13. The figure for the quarter ended March 31, 2014 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figure between audited figures in respect of the full financial year and the reviewed year to date figures up to the end of the third quarter of the relevant financial year.
14. Position of investor complaints for quarter ended 31st March, 2014:

	No. of complaints
Pending as on 1 st January, 2014	Nil
Received during the quarter	436
Resolved during the quarter	436
Pending as on 31 st March, 2014	Nil

15. Statements of Assets & Liabilities is as under:-

CAPITAL AND LIABILITIES	₹ in lacs)	
	As at 31.03.2014	As at 31.03.2013
Capital	74,130	70,779
Reserves and surplus	17,73,405	16,58,840
Deposits	2,97,67,564	2,63,76,157
Borrowings	29,31,662	23,79,728
Other Liabilities and Provisions	8,28,192	7,00,577
Total	3,53,74,953	3,11,86,081
ASSETS		
Cash and Balances with Reserve Bank of India	18,41,968	10,76,292
Balances with Banks and Money at Call and Short Notice	4,65,319	5,44,747
Investments	93,72,318	80,83,044
Advances	2,29,10,443	2,08,10,219
Fixed Assets	2,60,847	2,47,901
Other Assets	5,24,058	4,23,878
Total	3,53,74,953	3,11,86,081

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

(RAKESH SETHI)
EXECUTIVE DIRECTOR

(K. SUBRAHMANYAM)
EXECUTIVE DIRECTOR

(S. K. JAIN)
EXECUTIVE DIRECTOR

(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai.
Date: 8th May, 2014.