यूनियन बैंक ऑफ इंडिया Union Bank of India

भारत सरकार का उपक्रम A Government of India Undertaking

आन्ध्रा Andhra | कार्पोरेशन Corporation

Ref: ISD/20-21/139

August 21, 2020

The Deputy General Manager, Corporate Relationships Dept. **BSE Ltd.** Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001. Scrip Code 532 477	The Deputy General Manager, Listing Dept. **National Stock Exchange of India Ltd.** Exchange Plaza, Plot No.C/1, G Block Bandra-Kurla Complex, Bandra (E), Mumbai-400 051. Scrip Symbol/Series-UNIONBANK-EQ

Madam /Sir,

Subject: Reviewed Unaudited (Standalone and Consolidated) Financial Results of the Bank for the Quarter ended on June 30, 2020

Ref.: Our letter dated ISD/20-21/133 dated August 14, 2020

Pursuant to the Regulation 30 read with point 4(h) of Para A of Part A of Schedule III and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith Reviewed Unaudited (Standalone and Consolidated) Financial Results of the Bank for the Quarter ended on June 30, 2020 which have been approved by the Board of Directors at its meeting held on August 21, 2020.

A copy of the Limited Review Report submitted by the Statutory Auditors on the Financial Results (Standalone & Consolidated) of the Bank for the Quarter ended on June 30, 2020 is also enclosed herewith.

The Financial Results are also made available on the Bank's website under the following link - http://www.unionbankofindia.co.in/english/financial-result.aspx

The Board meeting started at 2.30 p.m. and concluded at 5.30 p.m.

The above is for your information and record.

Thanking you.

Yours faithfully,

Mangesh Mandrekar

(Mangesh Mandrekar)
Company Secretary

Encl: As above.

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भारत सरकार का उपक्रम A Government of India Undertaking

आन्ध्रा Andhra | कार्पोरेशन Corporation

Reviewed Financial Results for the Quarter ended 30th June 2020

(₹ In Lacs)

			Standalone				Consolidated			
			Quarter Ended			Year Ended	Quarter Ended			Year Ended
			30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#
			(Reviewed)	(Audited) (Refer Note 2)	(Reviewed)	(Audited)	(Reviewed)	(Audited) (Refer Note 2)	(Reviewed)	(Audited)
1	Interest Earned									
	(a) + (b) + (c) + (d)		18,42,880	9,28,941	8,89,762	37,23,112	18,55,577	9,36,297	8,95,991	37,47,922
	(a)	Interest/Discount on Advances/Bills	12,43,576	6,24,909	6,12,787	25,07,870	12,45,380	6,27,787	6,14,675	25,15,293
	(b)	Income on Investments	5,23,596	2,62,008	2,41,201	10,57,286	5,33,962	2,66,257	2,45,375	10,73,577
	(c)	Interest on Balances with Reserve Bank of India and other Inter Bank Funds	62,834	32,625	31,974	1,20,028	63,070	32,700	32,141	1,20,564
	(d)	Others	12,874	9,399	3,800	37,928	13,165	9,553	3,800	38,488
2	Other Income		1,46,246	2,01,758	98,952	5,26,079	1,93,124	2,11,314	1,09,377	5,78,927
A.	TOTAL INCOME (1+2)		19,89,126	11,30,699	9,88,714	42,49,191	20,48,701	11,47,611	10,05,368	43,26,849
3	Interest Expended		12,02,561	6,41,130	6,37,943	25,79,437	12,03,138	6,43,369	6,39,161	25,83,681
4	Operating Expenses (a) + (b)		3,83,156	2,24,305	1,62,130	7,51,642	4,38,640	2,38,777	1,76,415	8,18,787
	(a)	Employees Cost	2,08,660	1,01,355	72,117	3,35,862	2,13,260	1,04,380	74,584	3,46,385
		Other operating expenses	1,74,496	1,22,950	90,013	4,15,780	2,25,380	1,34,397	1,01,831	4,72,402
	(b)	(All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	-	-	-	-	-	-	-	-
B.	TOTAL EXPENDITURE (3)+(4)		15,85,717	8,65,435	8,00,073	33,31,079	16,41,778	8,82,146	8,15,576	34,02,468
	(Excluding Provisions and Contingencies)									
C.	OPERATING PROFIT (A-B)		4,03,409	2,65,264	1,88,641	9,18,112	4,06,923	2,65,465	1,89,792	9,24,381
	(Profit before Provisions & Contingencies)									
D.	Provisions and Contingencies (Other than Tax)		3,55,577	3,50,169	1,51,934	10,69,877	3,59,022	3,61,229	1,53,150	10,88,505
	(Of which provisions for Non-Performing Assets)		(245112)	(297490)	(143110)	(930420)	(247399)	(308059)	(144344)	(946239)
E.	Exceptional Items		-	2,50,998	-	2,50,998	-	2,50,998	-	2,50,998
F.	Profit/(Loss) from Oridnary Activities before Tax (C-D-E)		47,832	(3,35,903)	36707	(4,02,763)	47,901	(3,46,762)	36642	(4,15,122)
G.	Tax Expenses		14,558	(85585)	14264	(112985)	14,652	(83835)	14,264	(111039)
H.	Net Profit/(Loss) from Ordinary activitiy after tax (F-G)		33,274	(250318)	22,443	(289778)	33,249	(262927)	22,378	(304083)
I.	Extraordinary items (net of tax expense)		-	-	-	-	-	-	-	-
J.	Less: Minority Interest		-	-	-	-	-	-	-	-
K.	Add: Share of Profit in Associate		-	-	-	-	846	(8376)	634	-8,006
L.	Net Profit/(Loss) for the period (H-I-J+K)		33,274	(250318)	22,443	(289778)	34,095	(271303)	23,012	(312089)
5	Paid-up Equity Share Capital (F.V. of each share Rs. 10)		6,40,684	3,42,282	1,76,302	3,42,282	6,40,684	3,42,282	1,76,302	3,42,282
6	Reserves excluding Revaluation Reserves (as per Balance Sheet of previous year)		-	-	-	26,43,371	-	-	-	27,28,843
7	Analytical Ratios									
	(i)	Percentage of Shares held by Government of India	89.07	86.75	74.27	86.75	89.07	86.75	74.27	86.75
	(ii)	Capital Adequacy Ratio (Basel III) %	11.62	12.81	11.43	12.81	11.57	12.71	11.51	12.71
		(a) CET 1 Ratio	8.40	9.40	7.87	9.40	8.37	9.33	7.95	9.33
		(b) Additional Tier 1 Ratio	1.09	1.36	1.40	1.36	1.08	1.34	1.40	1.34
	(iii)	Basic and Diluted Earning Per Share								
		(a) Before Extraordinary Items	*0.52	*(7.31)	*1.27	(12.49)	*0.53	*(7.93)	*1.31	(13.45)
		(b) After Extraordinary Items	*0.52	*(7.31)	*1.27	(12.49)	*0.53	*(7.93)	*1.31	(13.45)
	(iv)	NPA Ratios								
		(a) Amount of Gross Non-Performing Assets	97,18,995	49,08,530	48,81,188	49,08,530	Not Applicable	Not Applicable	Not Applicable	Not Applicable
		(b) Amount of Net Non-Performing Assets	28,91,350	17,30,314	21,23,089	17,30,314				
		(c) % of Gross NPAs	14.95	14.15	15.18	14.15				
		(d) % of Net NPAs	4.97	5.49	7.23	5.49				
	(v)	Return on Assets (Annualised) (Average)(%)	0.12	(1.76)	0.17	(0.53)				

*Not Annualised

#(Figures are related to Standalone and consolidated Union Bank of India Financials for pre-amalgamation period, hence not comparable with post amalgamation financials for the quarter ended 30th June 2020 (Refer Note no 3a)

(BIRUPAKSHA MISHRA)
Executive Director

(MANAS RANJAN BISWAL)
Executive Director

(DINESH KUMAR GARG)
Executive Director

(GOPAL SINGH GUSAIN)
Executive Director

(RAJKIRAN RAI G.)
Managing Director & CEO

Place: Mumbai
Date: 21st August, 2020

यूनियन बैंक ऑफ इंडिया Union Bank of India

SEGMENT REPORT FOR THE QUARTER ENDED 30.06.2020

(₹ in Lacs)

		STANDALONE				CONSOLIDATED			
		QUARTER ENDED			YEAR ENDED	QUARTER ENDED			YEAR ENDED
		(Reviewed)	(Audited)	(Reviewed)	(Audited)	(Reviewed)	(Audited)	(Reviewed)	(Audited)
		30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#
(a)	**Segment Revenue**								
1	Treasury Operations	6,65,282	4,01,658	3,18,030	14,21,120	6,65,282	4,01,658	3,18,030	14,21,120
2	Retail Banking Operations	6,10,164	2,89,775	2,72,664	11,27,283	6,10,164	2,89,775	2,72,664	11,27,283
3	Corporate /Wholesale Banking	6,98,312	4,28,192	3,89,241	16,62,894	6,98,312	4,28,192	3,89,241	16,62,894
4	Other Banking Operations	22,559	19,771	13,787	68,887	22,559	19,771	13,787	68,887
5	Unallocated	-	-	1,815	1,815	59,575	16,912	18,469	79,473
	Total Segment Revenue	**19,96,317**	**11,39,396**	**9,95,537**	**42,81,999**	**20,55,892**	**11,56,308**	**10,12,191**	**43,59,657**
	Less Inter-segment Revenue	(7,191)	(8,697)	(6,823)	(32,808)	(7,191)	(8,697)	(6,823)	(32,808)
	Income from operations	**19,89,126**	**11,30,699**	**9,88,714**	**42,49,191**	**20,48,701**	**11,47,611**	**10,05,368**	**43,26,849**
(b)	**Segment Results (i.e. Profit/ (Loss) Before Tax)**								
1	Treasury Operations	2,80,394	1,34,799	72,126	3,66,603	2,80,394	1,34,799	72,126	3,66,603
2	Retail Banking Operations	81,903	5,742	26,051	82,326	81,903	5,742	26,051	82,326
3	Corporate /Wholesale Banking	(3,30,125)	(2,36,169)	(70,700)	(6,40,383)	(3,30,125)	(2,36,169)	(70,700)	(6,40,383)
	Add: Exceptional item	-	(2,50,998)	-	(2,50,998)	-	(2,50,998)	-	(2,50,998)
	Corporate /Wholesale Banking (After Exceptional item)	(3,30,125)	(4,87,167)	(70,700)	(8,91,381)	(3,30,125)	(4,87,167)	(70,700)	(8,91,381)
4	Other Banking Operations	15,660	10,723	7,415	37,874	15,660	10,723	7,415	37,874
5	Unallocated	-	-	1,815	1,815	69	(10,859)	1,750	(10,544)
	Total Profit/(Loss) Before Tax	**47,832**	**(3,35,903)**	**36,707**	**(4,02,763)**	**47,901**	**(3,46,762)**	**36,642**	**(4,15,122)**
(c)	Provision for Tax	14,558	(85,585)	14,264	(1,12,985)	14,652	(83,835)	14,264	(1,11,039)
(d)	**Net Profit/(Loss) after Tax**	**33,274**	**(2,50,318)**	**22,443**	**(2,89,778)**	**33,249**	**(2,62,927)**	**22,378**	**(3,04,083)**
	Add: Share of Profit in Associate	-	-	-	-	846	(8,376)	634	(8,006)
(e)	**Consolidated Net Profit/(Loss)**	-	-	-	-	**34,095**	**(2,71,303)**	**23,012**	**(3,12,089)**
(f)	**Segment Assets**								
1	Treasury Operations	4,35,75,858	2,11,74,101	1,85,02,087	2,11,74,101	4,35,75,858	2,11,74,101	1,85,02,087	2,11,74,101
2	Retail Banking Operations	2,69,35,302	1,24,53,001	1,13,89,024	1,24,53,001	2,69,35,302	1,24,53,001	1,13,89,024	1,24,53,001
3	Corporate/Wholesale Banking	3,53,74,546	2,00,93,174	1,89,31,247	2,00,93,174	3,53,74,546	2,00,93,174	1,89,31,247	2,00,93,174
4	Other Banking Operations	-	-	-	-	-	-	-	-
5	Unallocated	16,78,863	13,48,051	13,35,775	13,48,051	26,47,293	18,30,629	17,93,527	18,30,629
	Total	**10,75,64,569**	**5,50,68,327**	**5,01,58,133**	**5,50,68,327**	**10,85,32,999**	**5,55,50,905**	**5,06,15,885**	**5,55,50,905**
(g)	**Segment Liabilities**								
1	Treasury Operations	4,02,05,887	2,01,92,803	1,78,50,817	2,01,92,803	4,02,05,887	2,01,92,803	1,78,50,817	2,01,92,803
2	Retail Banking Operations	2,68,12,927	1,19,53,872	1,10,42,589	1,19,53,872	2,68,12,927	1,19,53,872	1,10,42,589	1,19,53,872
3	Corporate/Wholesale Banking	3,38,60,787	1,92,87,819	1,83,55,391	1,92,87,819	3,38,60,787	1,92,87,819	1,83,55,391	1,92,87,819
4	Other Banking Operations	-	-	-	-	-	-	-	-
5	Unallocated	5,69,156	2,55,268	2,38,214	2,55,268	15,04,232	7,17,470	6,60,583	7,17,470
	Total	**10,14,48,757**	**5,16,89,762**	**4,74,87,011**	**5,16,89,762**	**10,23,83,833**	**5,21,51,964**	**4,79,09,380**	**5,21,51,964**
(h)	**Capital Employed (i.e. Seg Assets-Seg Liabilities)**								
1	Treasury Operations	33,69,971	9,81,298	6,51,270	9,81,298	33,69,971	9,81,298	6,51,270	9,81,298
2	Retail Banking Operations	1,22,375	4,99,129	3,46,435	4,99,129	1,22,375	4,99,129	3,46,435	4,99,129
3	Corporate/Wholesale Banking	15,13,759	8,05,355	5,75,856	8,05,355	15,13,759	8,05,355	5,75,856	8,05,355
4	Other Banking Operations	-	-	-	-	-	-	-	-
5	Unallocated	11,09,707	10,92,783	10,97,561	10,92,783	11,43,061	11,13,159	11,32,944	11,13,159
	Total	**61,15,812**	**33,78,565**	**26,71,122**	**33,78,565**	**61,49,166**	**33,98,941**	**27,06,505**	**33,98,941**

#Figures are related to standalone and consolidated Union Bank of India Financials for pre-amalgamation period, hence not comparable with post amalgamation financials for quarter ended 30th June 2020 (Refer Note No. 3a)

1 The Bank operates in four segments viz., Treasury, Retail, Corporate / Wholesale and Other Banking Operations. These segments have been identified in line with AS-17 on segment reporting issued by the Institute of Chartered Accountants of India (ICAI) after considering the nature and risk profile of the products and services, the target customer profiles, the organizational structure and the internal reporting system of the bank. The bank has disclosed the business segment as primary segment. The revenue and other parameters of foreign branch for the period are within the threshold limits stipulated as per AS-17 and hence the bank has only one reportable geographical segment.

2 Segment wise income, expenditure, Capital employed which are not directly allocable have been allocated to the reportable segments based on assumptions as considered appropriate by the management.

3 Previous periods figures have been regrouped/recasted wherever considered necessary to correspond with the current Quarter's/Year's classification/ presentation.

(BIRUPAKSHA MISHRA)
EXECUTIVE DIRECTOR

(MANAS RANJAN BISWAL)
EXECUTIVE DIRECTOR

(DINESH KUMAR GARG)
EXECUTIVE DIRECTOR

(GOPAL SINGH GUSAIN)
EXECUTIVE DIRECTOR

(RAJKIRAN RAI G)
MANAGING DIRECTOR & CEO

C N K & ASSOCIATES LLP MUMBAI Chartered Accountants

M/S. R. S. PATEL & CO. AHMEDABAD CHARTERED ACCOUNTANTS

mgAECO LLP CHARTERED ACCOUNTANTS

KIRTANE & PANDIT LLP FRN 105215W/W100057 Chartered Accountants

B M CHATRATH & CO LLP KOLKATA CHARTERED ACCOUNTANTS

यूनियन बैंक ऑफ इंडिया Union Bank of India

Statement of Assets and Liabilities as on 30th June, 2020

(₹ in lacs)

PARTICULARS	Standalone			Consolidated		
CAPITAL AND LIABILITIES	30.06.2020	30.06.2019*	31.03.2020*	30.06.2020	30.06.2019*	31.03.2020*
	(Reviewed)	(Reviewed)	(Audited)	(Reviewed)	(Reviewed)	(Audited)
Capital	6,40,684	1,76,302	3,42,282	6,40,684	1,76,302	3,42,282
Preference share capital issued by subsidiary company	---	---	---	10,400	10,400	10,400
Reserves and Surplus	54,75,128	24,94,821	30,36,283	54,98,082	25,19,803	30,46,258
Deposits	8,92,54,132	4,30,01,354	4,50,66,845	8,94,27,258	4,31,62,812	4,52,43,615
Borrowings	93,92,919	33,87,801	52,48,625	94,16,811	34,19,827	52,71,406
Other Liabilities and Provisions	28,01,706	10,97,855	13,74,292	35,39,764	13,26,741	16,36,944
Total	**10,75,64,569**	**5,01,58,133**	**5,50,68,327**	**10,85,32,999**	**5,06,15,885**	**5,55,50,905**
ASSETS						
Cash and Balances with Reserve Bank of India	28,57,494	18,96,067	20,11,830	28,57,779	18,96,184	20,11,892
Balances with Banks and Money at Call and Short Notice	76,84,858	19,60,252	34,98,792	77,17,767	19,68,982	35,12,987
Investments	3,26,53,215	1,40,05,853	1,52,41,390	3,32,95,039	1,42,50,960	1,54,25,149
Advances	5,81,71,720	2,93,81,112	3,15,04,941	5,84,32,421	2,95,68,478	3,17,67,743
Fixed Assets	7,28,398	3,77,066	4,76,252	7,31,094	3,78,304	4,77,550
Other Assets	54,68,884	25,37,783	23,35,122	54,98,899	25,52,977	23,55,584
Total	**10,75,64,569**	**5,01,58,133**	**5,50,68,327**	**10,85,32,999**	**5,06,15,885**	**5,55,50,905**

*figures are related to standalone and consolidated Union Bank of India financials for pre-amalgamation period, hence not comparable with post amalgamation financials for the quarter ended 30th June, 2020 (Refer Note No.3a).

C N K & ASSOCIATES LLP MUMBAI Chartered Accountants

M/S. R. S. PATEL & CO. AHMEDABAD CHARTERED ACCOUNTANTS

mgl&co LLP CHARTERED ACCOUNTANTS

KIRTANE & PANDIT LLP FRN 105215W/ W100057 Chartered Accountants

B M CHATRATH & CO LLP KOLKATA CHARTERED ACCOUNTANTS

NOTES :-

1. The working results of the Bank for the quarter ended 30th June, 2020 have been reviewed and recommended by Audit Committee of the Board and approved by the Board of Directors in their meeting held on 21st August, 2020. 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. The auditors have issued a clean report for the quarter ended 30th June, 2020.

2. The figures of the last quarter in each of the financial years are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.

3. a) The Government of India (GOI), Ministry of Finance, Department of Financial Services vide Gazette Notification CG-DL-E-04032020-216535 dated 4th March, 2020 approved the scheme of amalgamation of Andhra Bank and Corporation Bank (Amalgamating Banks) into Union Bank of India effective from 1st April, 2020. The working results for the quarter ended 30th June, 2020 include operations of erstwhile Andhra Bank and erstwhile Corporation Bank. Hence the results for the current quarter are not comparable with immediately preceding quarter and corresponding previous year.

   b) The Bank has adopted "Pooling of Interest" method as prescribed under the Accounting Standard - 14 on "Accounting for Amalgamations" issued by the Institute of Chartered Accountants of India (ICAI), to record amalgamation of Andhra Bank and Corporation Bank (the amalgamating banks) with the Bank with effect from 1st April, 2020.

   Accordingly, the difference of ₹ 1309.60 Crore between the net assets of amalgamating banks and the amount of shares issued to shareholders of the amalgamating banks has been recognized as Amalgamation Reserve in the opening balance sheet as on 1st April, 2020. The Bank has considered this amount under CET I for the purpose of calculation of CRAR and approval from the Reserve Bank of India is pending for the same.

4. There is change in the accounting policies/estimates followed (with effect from 1st April, 2020) during the quarter ended 30th June, 2020 as compared to those followed in the preceding financial year ended 31st March, 2020:-
   a) LC/BG commission income is now recognized as revenue on accrual basis as against receipt basis followed in earlier periods. Impact due to the change in accounting policy has resulted in decrease in other income and net profit (before tax) for the quarter by ₹. 134.08 Crore.
   b) Pursuant to amalgamation of Andhra Bank and Corporation Bank into Union Bank of India, there is a change in method of depreciation on Fixed Assets from Written Down Value to Straight Line Method and change in estimated useful life with respect to some categories of assets. Impact due to the said changes has resulted in increase in depreciation and decrease in net profit (before tax) for the quarter by ₹. 177.66 Crore.

5. 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 Auditors.

6. During the quarter, the Bank has exercised call option and accordingly has redeemed Basel II compliant Upper Tier II bonds aggregating Rs. 1050 Crore.

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B M CHATRATH & CO LLP KOLKATA CHARTERED ACCOUNTANTS

7. The Consolidated Financial Statements (CFS) of group companies comprises the results of Union Bank of India and entities as detailed hereunder:

Type of Association	Name of Entity	Proportion of Ownership of Bank
Parent	Union Bank of India	
Subsidiaries	Union Asset Management Company Private Ltd	100%
	Union Trustee Company Private Ltd	100%
	Union Bank of India UK Ltd	100%
	Andhra Bank Financial Services Ltd	100%
	Corp Bank Securities Ltd	100%
Jointly Controlled Entity	Star Union Dai-Ichi Life Insurance Company Ltd	25.10%
	ASREC (India) Ltd	26.02%
	India First Life Insurance Co Pvt Ltd	30.00%
	India International Bank (Malaysia) BHD.	25.00%
Associate	Chaitanya Godavari Gramin Bank	35%

Ministry of Finance vide Gazette Notification 3837 dated 26th November, 2019 amalgamated Kashi Gomti Samyut Gramin Bank (KGSGB) into Baroda U P Bank with effect from 1st April, 2020. Thus, KGSGB is no longer an associate of the Bank since this date and hence not considered for these consolidated financial results.

8. 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.

9. The working results of the Bank for the quarter ended 30th June, 2020 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 and Non Performing Investments and Investment Depreciation on the basis of extant guidelines issued by the Reserve Bank of India.

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 adjustments during subsequent quarters.

11. As per RBI circular No. DBR No. BP. 15199/21.04.048/2016-17 and DBR No. BP. 1906/21.04.048/2016-17 dated June 23, 2017 and August 28, 2017 respectively, for the accounts covered under the provisions of the Insolvency and Bankruptcy Code (IBC), the Bank has made a total provision of ₹ 19201 Crore covering 99.82% of the total outstanding of ₹ 19236 Crore as on the Balance Sheet date.

12. 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 the Bank has opted to provide the liability towards frauds over a period of four quarters as against the charging the same in the relevant period. Accordingly, the carry forward provision as on 30th June, 2020 is ₹ 1647.62 Crore which is to be amortised in the subsequent quarters by the Bank.

13. In terms of RBI Circular No. DBR.BP.BC.18/21.04.048/2018-19 dated 1st January, 2019 and DOR.No. BP.BC.34/21.04.048/2019-20 dated 11th February, 2020 on "Restructuring of

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Advances - Micro, Small & Medium Enterprises (MSME) Sector (One Time Restructuring)", the Bank has restructured the MSME borrower accounts as under:

No of Accounts restructured	Amount
59202	₹ 2883.94 Crore

14. In terms of RBI guidelines relating to 'Covid 19 Regulatory Package' on Asset Classification and Provisioning dated 27th March, 2020, 17th April, 2020 and 23rd May, 2020, the Bank has extended moratorium on payment of instalment and/or interest as applicable, falling due between 1st March, 2020 to 31st August, 2020 to eligible borrowers classified as standard, even if overdue, as on 29th February, 2020 without considering the same as restructuring. The moratorium period wherever granted, shall be excluded by the Bank from the number of days past due for the purpose of asset classification in terms of IRAC norms. In accordance with RBI guidelines, the Bank is required to make provision of not less than 10% of outstanding advances to be phased over two quarters not less than 5% beginning with quarter ended 31st March, 2020 in respect of borrowal accounts where asset classification benefit has been granted as per RBI guidelines. Accordingly, the Bank has extended the relief in terms of the said circular as under: (₹ in Crore)

SN	Particulars	Amt
1	Amounts in SMA/overdue categories, where the moratorium/deferment was extended	49683.38
2	Amount where asset classification benefits is extended	5399.98
3	Additional Provisions made during the quarter	343.16
4	Total Provision held as on 30th June, 2020	682.95*
5	Provisions adjusted during the respective accounting periods against slippages and the residual provisions	NIL

*The provision made by the Bank is higher by ₹ 142.96 Crore than requirement as per the RBI guidelines dated 17th April, 2020.

15. In terms of RBI Circular DBR.No.BP.BC.45/21.04.048/2018-19 dated 7th June, 2019 on Prudential Framework for Resolution of Stressed Assets the bank is holding additional provision amounting to ₹ 539.19 Crore in 13 accounts.

16. In accordance with guidelines of RBI, the Bank has shifted securities from Held to Maturity (HTM) category to Available for Sale (AFS) category amounting to ₹ 13508.08 crore (Face Value), and AFS to HTM category amounting to ₹ 12500.00 crore (Face Value) during the quarter and resulting depreciation of ₹ 124.14 crore has been fully provided.

17. In the Annual General Meeting held on 4th August, 2020, the Bank has taken approval of its shareholders in terms of Gazette Notification issued by Ministry of Finance on 23rd March, 2020 for set off of accumulated losses of ₹ 32,758.49 Crore against securities premium account. The same is subject to regulatory approval and will be given effect in books of accounts upon receipt of RBI's approval.

18. In pursuance of amalgamation approved by the Board of Directors and further directives by Reserve Bank of India, the Bank had carried out the process of harmonisation with regard to impact of Divergence in Asset Classification and provisioning across Union Bank of India, Corporation Bank & Andhra Bank as per extant IRAC norms as on March 31, 2020.
Accordingly, an amount of ₹ 3,654.91 Crore was provided in respective Banks as on 31st March, 2020 (₹ 2,509.98 Crore relating to UBI, ₹ 199.86 Crore relating eCB and ₹.945.07 Crores relating to eAB). Over and above this, additional harmonization provision amounting to ₹. 323.86 Crore is made during the quarter ended 30th June, 2020.

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19. Outbreak of COVID-19 Pandemic has impacted credit and recovery segments of banking business. Though there has been an impact on recovery, loan default risk has been largely minimized on account of grant of moratorium, one-time restructuring of loans and other measures to reduce the interest burden by Reserve Bank of India (RBI).
With the gradual withdrawal of lockdown and partial resumption of economic activities the Bank has resumed full fledged operations through all its branches and alternate digital channels.
However, the situation continues to be uncertain the Bank expects that with the measures being taken by Government of India and State Governments, normalcy is expected to be restored by 3rd and 4th quarter of the current financial year. Nevertheless, the management believes that no adjustments are required in the financial results as the Bank is adequately capitalized and has sufficient liquidity to take care of its present and future operations and there would not be any significant impact on Bank's performance in future and going concern assumptions.

20. Pursuant to the MOU executed between Indian Bank's Association and Workmen Unions & Officer's Association on 22nd July, 2020 with respect to wage revision (due with effect from 1st November, 2017) the Bank has made an additional provision of ₹ 645.00 Crore for the quarter. Accordingly, the total provision towards the wage arrear as on 30th June, 2020 stands at ₹ 2036.89 Crore.

21. The Bank, based on internal evaluation, has decided to continue with the existing tax regime. Further, the Bank has reversed net Deferred Tax Assets of ₹.145.58 Crore during the quarter 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.

22. Provision coverage ratio of the Bank as at 30th June, 2020 is 79.87% (as at 30th June 2019; 65.88%).

23. Position of investor complaints for the quarter ended 30th June, 2020:

Sr No		No. of complaints
i	Pending as on 01st April, 2020	0
ii	Received during the quarter	0
iii	Resolved during the quarter	0
iv	Pending as on 30th June, 2020	0

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

(Birupaksha Mishra)
Executive Director

(Manas Ranjan Biswal)
Executive Director

(Dinesh Kumar Garg)
Executive Director

(Gopal Singh Gusain)
Executive Director

(Rajkiran Rai G.)
Managing Director & CEO

Place: Mumbai
Date: 21st August, 2020

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Independent Auditor's Review Report on Unaudited Standalone Financial Results of Union Bank of India for the quarter ended 30th June 2020 pursuant to the regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015 as amended

To
The Board of Directors
Union Bank of India
Mumbai

1. We have reviewed the accompanying statement of unaudited standalone financial results of Union Bank of India ("The Bank") for the quarter ended 30th June, 2020 ("the Statement") attached herewith, being submitted by the Bank pursuant to the requirement of regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015, as amended ("the Regulations"). This statement is the responsibility of the Bank's Management and has been reviewed by the Audit committee of the Board and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review. Further, the disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage ratio" and "Liquidity Coverage Ratio" as have been disclosed on Bank's Website and in respect of which a link has been provided in the statement and have not been reviewed by us.

2. We conducted our review of the statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to making inquiries of bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. The financial results include the relevant returns of 20 branches including 1 treasury branch reviewed by us. We have relied on review reports received from concurrent auditors for 72 branches and returns of 3 foreign branches reviewed by an overseas audit firm specifically appointed for this purpose. These review reports cover 50.37% of the advances portfolio (excluding outstanding of asset recovery branches and food credit advance) of the Bank,72.03% of non performing assets of the Bank. The financial results also include un- reviewed returns in respect of 9495 branches. We have also relied upon various information and returns of these un- reviewed branches generated through the centralized data base at Bank's Head Office.

4. Based on our review conducted as above, subject to limitation in scope as mentioned in para 3 above and read with notes to the Financial Results, nothing further has come to our attention that causes us to believe that the accompanying statement of un- audited standalone financial results prepared in accordance with Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) regulations, 2015 as amended including in the manner in which it is to be disclosed, or that it contains any material misstatements or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve bank of India in respect of the income recognition, asset classification, provisioning and other related matters.

5. We draw Attention to following notes of the statement:
   a. Note No. 3 regarding Government approved scheme of amalgamation and basis for preparation of these financial results adopting the "Pooling of Interest" method as prescribed under the Accounting Standard – 14 on "Accounting for Amalgamations" issued by the Institute of Chartered Accountants of India (ICAI), to record amalgamation of Andhra Bank and Corporation Bank (the amalgamating banks) with the Bank with effect from 1st April, 2020. The figures for the current quarter includes figures of eCorporation Bank and eAndhra Bank merged with the Bank whereas figures for immediately preceding quarter and corresponding quarter of previous financial year are pre-merged and hence the same are not comparable.

   b. Note No. 3 (b) regarding the consideration of amalgamation reserve amounting to Rs. 1,309.60 crores as a part of CET I capital for the purpose of calculation of Capital Adequacy Ratio for the quarter ended 30th June ,2020.

   c. Note No.19 to the Statement, which describes the uncertainties due to outbreak of COVID-19 pandemic and the management's evaluation of its impact on the business operations of the Bank. The extent to which the COVID-19 Pandemic will continue to impact the Bank's results will depend on future developments, which are highly uncertain.

Our conclusion is not modified in respect of these matters.

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For **B M Chatrath & CO. LLP**
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FRN: 301011E/E300025

Arindam Ray
Partner
Membership No. 058713
UDIN 20058713AAAABM8759

Place: Mumbai
Date: 21 August 2020

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Independent Auditor's Review Report on Unaudited Consolidated financial results of Union Bank of India for the quarter ended 30th June 2020, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

To
The Board of Directors
Union Bank of India
Mumbai

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Union Bank of India ("the Parent or the Bank") and its subsidiaries, jointly controlled entity (together referred to as "the Group") and its share of the net profit after tax of its associate for the quarter ended 30th June 2020 ("the Statement") attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, except for the disclosures relating to consolidated Pillar 3 disclosure as at 30th June 2020 including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" ("AS 25"), prescribed by the Institute of Chartered Accountants of India (ICAI), the relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ("RBI Guidelines") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. We draw Attention to following notes of the statement:
   a. Note No. 3 regarding Government approved scheme of amalgamation and basis for preparation of these financial results adopting the "Pooling of Interest" method as prescribed under the Accounting Standard – 14 on "Accounting for Amalgamations" issued by the Institute of Chartered Accountants of India (ICAI), to record amalgamation of Andhra Bank and Corporation Bank (the amalgamating banks) with the Bank with effect from 1st April, 2020. The figures for the current quarter includes figures of eCorporation Bank and eAndhra Bank merged with the Bank whereas figures for immediately preceding quarter and corresponding quarter of previous financial year are pre-merged and hence the same are not comparable.

   b. Note No. 3 (b) regarding the consideration of amalgamation reserve amounting to Rs. 1,309.60 crores as a part of CET I capital for the purpose of calculation of Capital Adequacy Ratio for the quarter ended 30th June ,2020.

   c. Note No.19 to the Statement, which describes the uncertainties due to outbreak of COVID-19 pandemic and the management's evaluation of its impact on the business operations of the Bank. The extent to which the COVID-19 Pandemic will continue to impact the Bank's results will depend on future developments, which are highly uncertain.

   Our conclusion is not modified in respect of these matters.

5. The Statement also includes the results of the following entities:

   - **Subsidiaries:**
     1. Union Asset Management Company Private Limited
     2. Union Trustee Company Private Limited
     3. Union Bank of India (UK) Limited
     4. CorpBank Securities limited
     5. Andhra Bank Financial Services Ltd

   - **Jointly controlled entity:**
     1. Star Union Dai- ichi Life Insurance Company Limited
     2. ASREC India(P) Limited

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3. India First Life Insurance company limited
4. India International Bank (Malaysia) Bhd.

- **Associate:**
  1. Chaitanya Godavari Grameena Bank

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors including those referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standard, RBI Guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015, as amended, including the manner in which it is to be disclosed, except for the disclosures relating to consolidated Pillar 3 disclosure as at 30th June 2020, including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations as have been disclosed on the Bank's website and in respect of which a link has been provided in the Statement and have not been reviewed by us, or that it contains any material misstatement.

7. We did not review the interim financial information of 75 branches included in the standalone unaudited interim financial results of the entities included in the Group, whose results reflect total assets of Rs. 1,64,88,455 lakhs as at 30th June 2020 and total revenues of Rs. 2,42,026 lakhs for the quarter ended 30th June 2020, as considered in the respective standalone unaudited interim financial results of the entities included in the Group. The interim financial results of these branches have been reviewed by the concurrent auditors and other auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such concurrent auditors and other auditors and the procedures performed by us as stated in paragraph 3 above.

   We did not review the interim financial information of 1 Subsidiary and 2 jointly controlled entity included in the consolidated unaudited financial results, whose interim financial information reflect total assets of Rs.7,47,765 lakhs as at 30th June 2020 and total revenues of Rs.56,096 lakhs and total net loss after tax of Rs. 120 lakhs for the quarter ended 30th June, 2020, as considered in the respective consolidated unaudited interim financial information of the entities included in the Group. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the said jointly controlled entity is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matters.

8. The consolidated unaudited financial results include the interim financial results which have not been reviewed of 9495 branches included in the standalone unaudited interim financial results of the entities included in the Group, whose results reflect total assets of Rs. 2,35,38,851 lakhs as at 30th June, 2020 and total revenues of Rs. 7,62,725 lakhs for the quarter ended 30th June

2020, as considered in the standalone unaudited financial information of the entities included in the Group. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

The consolidated unaudited financial results also include the interim financial information of 4 subsidiaries and 2 jointly controlled entity which have not been reviewed by their auditors, whose interim financial information reflect total assets of Rs. 3,87,664 lakhs as at 30th June, 2020 and total revenue of Rs.5,837 lakhs and total net profit after tax of Rs. 95 lakhs for the quarter ended 30th June, 2020, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net profit after tax of Rs. 846 lakhs for the quarter ended 30th June 2020 respectively, as considered in the consolidated unaudited financial results, in respect of 1 associate, based on their interim financial information which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

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Arindam Ray
Partner
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Place: Mumbai
Date: 21 August 2020