

LIMITED REVIEW REPORT FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2017

We have reviewed the accompanying statement of unaudited financial results of **United Bank of India** for the quarter and half year ended **30th September, 2017**. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 inquiries of Bank's 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.

The financial results incorporate the relevant returns of 20 branches and treasury branch reviewed by us and un-reviewed returns in respect of 2008 branches. These review reports together cover 53.80% of advances portfolio of the Bank and 70.42% of Non-Performing Assets (NPAs) of the Bank as on 30th September, 2017. In the conduct of our review, we have also relied upon various returns received from the branches of the bank.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards & other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 including the manner in which it is to be disclosed or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters

For Nundi & Associates

Chartered Accountants
FRN: 309090E



CA. Soumen Nandi

Partner
M.No. 059828

For M/s Arun K. Agarwal & Associates

Chartered Accountants
FRN: 303917N



CA. Arun Kumar Agarwal

Partner
M.No. 082899

For M/s Mookherjee, Biswas & Pathak

Chartered Accountants
FRN: 301138E



CA. Sudersan Mukherjee

Partner
M.No. 059159

Place: New Delhi

Date: 13th November 2017

UNITED BANK OF INDIA
HEAD OFFICE: KOLKATA

UNAUDITED FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2017.

	Quarter Ended			Half Year Ended		Year Ended
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
1 Interest Earned (a+b+c+d)	207570	207329	223211	414899	466144	942791
a) Interest/Discount on advances/bills	134743	133723	142369	268466	302751	603626
b) Income on Investment	65668	60372	74334	126040	150204	306008
c) Interest on balance with RBI/Other interbank fund	3106	9303	1500	12409	2903	11426
d) Others	4053	3931	5008	7984	10286	21731
	50919	77932	66120	128851	105124	218662
2 Other Income	258489	285261	289331	543750	571268	1161453
3 Total Income (1+2)	169944	181814	185571	351758	373954	750018
4 Interest Expended	59945	61084	60101	121029	120935	256146
5 Operating Expenses (i+ii)	37019	38354	38400	75373	76888	162418
i) Employee Cost	22926	22730	21701	45656	44047	93728
ii) Other operating expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)						
6 Total Expenditure (4)+(5) (Excluding Provision and Contingencies)	229889	242898	245672	472787	494889	1006164
7 Operating Profit before Provisions and Contingencies (3)-(6)	28600	42363	43659	70963	76379	155289
8 Provisions (Other than tax) & Contingencies	75309	75835	40103	151144	67629	246710
(of which provision for Non Performing Assets)	(87615)	(73253)	(46941)	(160868)	(75643)	(200178)
9 Exceptional Items	0	0	0	0	0	0
10 Profit (+)/Loss(-) from Ordinary Activities before tax (7-8-9)	(46709)	(33472)	3556	(80181)	8750	(91421)
11 Tax Expense	(12226)	(12326)	(797)	(24552)	565	(113372)
12 Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)	(34483)	(21146)	4353	(55629)	8185	21951
13 Extraordinary Items (net of tax expenses)	0	0	0	0	0	0
14 Net Profit (+)/Loss(-) for the period (12-13)	(34483)	(21146)	4353	(55629)	8185	21951
15 Paid-up equity share capital (Face Value of each share Rs.10)	156182	139436	107196	156182	107196	139436
16 Reserves excludg. Revaluation reserves (As per Balance sheet of previous financial year)	503042	503042	407501	503042	407501	503042
17 Analytical Ratios						
(i) Percentage of Shares held by Govt of India	86.81%	85.23%	85.91%	86.81%	85.91%	85.23%
(ii) Capital Adequacy Ratio % (Basel- III)	10.70%	10.35%	10.88%	10.70%	10.88%	11.14%
(a) CET 1 Ratio	7.48%	8.05%	8.56%	7.48%	8.56%	8.46%
(b) Additional Tier 1 Ratio	0.50%	0.49%	0.20%	0.50%	0.20%	0.48%
(iii) Earning per Share (EPS)						
a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the quarter,period and for the year (not annualised)	(2.30)	(1.52)	0.41	(3.85)	0.79	1.86
b) Basic and diluted EPS after Extraordinary items (net of tax expense) for the quarter,period and for the year (not annualised)	(2.30)	(1.52)	0.41	(3.85)	0.79	1.86
(iv) NPA Ratio						
(a) Amount of Gross NPAs	1289267	1216490	1113447	1289267	1113447	1095199
(b) Amount of Net NPAs	727964	726966	718523	727964	718523	659185
(c) Percentage of Gross NPA	18.80%	17.17%	16.26%	18.80%	16.26%	15.53%
(d) Percentage of Net NPA	11.63%	11.10%	11.19%	11.63%	11.19%	10.02%
(v) Return on Assets (Annualised) (%)	-0.98%	-0.61%	0.13%	-0.79%	0.13%	0.16%



**UNITED BANK OF INDIA
KOLKATA**

Statement of Assets & Liabilities as on 30 September, 2017

(Rs. in lacs)

CAPITAL & LIABILITIES	As on 30.09.2017 (Reviewed)	As on 30.09.2016 (Reviewed)	As on 31.03.2017 (Audited)
Capital	156182	107196	139436
Share Capital Money Pending Allotment	0	60800	41800
Reserves & Surplus	568567	538282	593146
Deposits	12632158	11789257	12693925
Borrowings	243144	247733	255175
Other Liabilities and Provisions	328169	287555	381829
Total :	13928220	13030823	14105311
ASSETS	As on 30.09.2017	As on 30.09.2016	As on 31.03.2017
Cash and balances with Reserve Bank of India	567206	562638	663446
Balance with Banks and Money at Call and Short Notice	1127115	201638	638159
Investments	4999190	5004883	5303549
Advances	6296155	6448988	6613930
Fixed Assets	126726	119442	118166
Other Assets	811828	693234	768061
Total :	13928220	13030823	14105311



Segment Reporting:
Part A: Business Segments:

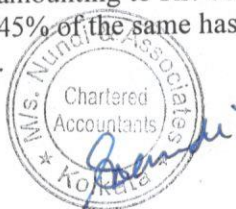
Rs in Lacs

	Quarter ended 30.09.2017	Quarter ended 30.06.2017	Quarter ended 30.09.2016	Half Year Ended 30.09.17	Half Year Ended 30.09.16	Year Ended 31.03.2017
1. Segment Revenue:	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
a) Treasury Operations	1,07,051	1,34,222	1,29,965	2,41,273	2,35,072	4,81,927
b) Corporate/Wholesale Banking	67,154	82,730	97,036	1,49,884	2,10,062	3,87,281
c) Retail Banking	79,966	64,080	57,125	1,44,046	1,15,430	2,68,668
d) Other Banking operation	257	267	194	524	408	1,823
e) Unallocated Income	4,061	3,962	5,011	8,023	10,296	21,754
Total	2,58,489	2,85,261	2,89,331	5,43,750	5,71,268	11,61,453
Less: Intersegment Revenue						0
Net Sales/Income from Operations	2,58,489	2,85,261	2,89,331	5,43,750	5,71,268	11,61,453
2. Segment Results: (Profit+)/(Loss-) before tax and interest from each segment)						
a) Treasury Operations	29,048	57,569	51,586	86,617	86,111	1,61,380
b) Corporate/Wholesale Banking	6,709	9,533	22,559	16,242	49,466	82,059
c) Retail Banking	35,803	22,450	16,161	58,253	34,865	1,02,859
d) Other Banking operation	257	267	194	524	408	1,823
e) Unallocated	(43,217)	(47,457)	(46,841)	(90,674)	(94,471)	(1,92,832)
Total	28,600	42,363	43,659	70,963	76,379	1,55,289
Less: i) Interest						
ii) Unallocable Expenses net off	(75,309)	(75,835)	(40,103)	(1,51,144)	(67,629)	(2,46,710)
iii) all unallocable income						
Profit Before Tax	(46,709)	(33,472)	3,556	(80,181)	8,750	(91,421)
3. Segment Assets						
a) Treasury Operations	60,16,290	57,53,043	51,48,884	60,16,290	51,48,884	59,33,569
b) Corporate/Wholesale Banking	38,35,278	42,04,293	42,95,272	38,35,278	42,95,272	42,86,552
c) Retail Banking	24,60,877	23,89,698	21,53,717	24,60,877	21,53,717	23,27,378
d) Other Banking operation	16,15,775	15,30,925	14,32,951	16,15,775	14,32,951	15,57,812
e) Unallocated Assets						
Total Assets	139,28,220	138,77,960	130,30,824	139,28,220	130,30,824	141,05,311
4. Segment Liabilities						
a) Treasury Operations	57,85,761	55,15,010	48,94,077	57,85,761	48,94,077	56,78,976
b) Corporate/Wholesale Banking	36,87,729	40,29,291	40,80,657	36,87,729	40,80,657	41,00,594
c) Retail Banking	23,67,382	22,91,577	20,47,107	23,67,382	20,47,107	22,27,598
d) Other Banking operation						0
e) Unallocated Liabilities	13,62,598	12,87,536	13,02,704	13,62,598	13,02,704	13,23,761
Total	132,03,471	131,23,413	123,24,545	132,03,471	123,24,545	133,30,929
5. Other Information:						
A. Capital Employed						
(Segment Assets - Segment Liabilities)						
a) Treasury Operations	2,30,529	2,38,033	2,54,807	2,30,529	2,54,807	2,54,593
b) Corporate/Wholesale Banking	1,47,549	1,75,003	2,14,615	1,47,549	2,14,615	1,85,958
c) Retail Banking	93,495	98,121	1,06,610	93,495	1,06,610	99,780
d) Other Banking operation	0	0	0	0	0	0
e) Unallocated	2,53,177	2,43,390	1,30,247	2,53,177	1,30,247	2,34,051
Total	7,24,749	7,54,547	7,06,279	7,24,749	7,06,279	7,74,382

B. The Bank has only one Geographical Segment i.e Domestic Segment


NOTES ON ACCOUNTS FORMING PART OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30th SEPTEMBER, 2017

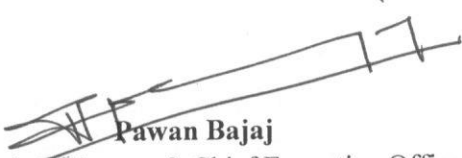
1. The above financial results have been reviewed by the Audit Committee of the Board and approved and taken on record by the Board of Directors of the Bank in its meeting held on 13th November, 2017 and have been subjected to review by the Statutory Central Auditors of the Bank.
2. There has been no change in the Accounting Policies followed during the quarter and half year ended 30th September, 2017 as compared to those followed in the preceding financial year ended 31st March 2017.
3. The financial results for the quarter and half year ended 30th September, 2017 have been arrived at, after considering provisions for Non-Performing Assets, Standard Assets, Restructured Assets, Provision on advances under SDR and S4A and Depreciation/Provision for Investments on the basis of prudential norms and specific guidelines issued by the Reserve Bank of India (RBI), provision for exposure to entities with Unhedged Foreign Currency Exposure besides other usual and necessary provisions. Provision for Employee Benefits pertaining to gratuity and pension has been made on the basis of best estimation made by the management during the quarter/half-year ended 30th September, 2017.
4. In terms of RBI circular DBOD.No.BP.BC.1/21.03.201/2015-16 dated 1st July, 2015 on Basel III Capital Regulations read together with RBI circular DBR.No.BP.BC.80/21.06.201/2014-15 dated 31st March, 2015 on 'Prudential Guidelines on Capital Adequacy and Liquidity Standard-Amendments' banks are required to make Pillar III disclosures including leverage ratio and liquidity coverage ratio under the Basel III Framework. These disclosures are being made available on bank's website and these disclosures have not been subjected to limited review by Statutory Central Auditors.
5. In accordance with RBI guidelines, the bank has shifted the securities from HTM to AFS having face value of Rs.9071.72 crore (Book value Rs. 9278.90 crore) and AFS to HTM having face value of Rs.5199.58 crore (Book value Rs.5470.26 crore) during the quarter ended 30th June 2017. The impact of depreciation due to shift from AFS to HTM category is 154.52 crore.
6. Provision of Rs 2.25 Crores towards Unhedged Foreign Currency Exposure (UFCE) has been made as on 30th September, 2017 in terms of RBI Circular DBOD No.BP.BC.85/21.06.200/2013-14 dated 15.01.2014. The liability has been estimated based on available data, and financial statements available with the bank.
7. The Provision Coverage Ratio as at 30th September, 2017 is 57.41 %.
8. Upon receipt of requisite approval from the Government of India vide their letter dated 04th August, 2017, the Bank has on 05.08.2017 issued and allotted 16,74,67,948 new equity shares of face value of Rs.10 each on preferential basis to Government of India (President of India) at an issue price of Rs. 24.96 per equity share including a premium of Rs. 14.96 per equity share against said capital infusion of Rs. 418.00 crore. The shareholding of Government of India has increased to 86.81% from 85.23% post allotment.
9. During the quarter ending September 17, the bank has issued 6500 units of rated, unsecured, non convertible fully paid up redeemable listed BASEL III Compliant Tier II debt instruments in the nature of debenture of face value of Rs 10 lacs each at par on private placement basis of ten years tenure.
10. During the year Bank has revalued the premises forming part of its Fixed Assets Schedule in terms of RBI guidelines on the reports of external independent Valuers. The surplus arising from the revaluation amounting to Rs. 68.86 Crores is credited to "Revaluation Reserve" under "Reserves and surplus" and 45% of the same has been reckoned in Tier 1 capital as per RBI guidelines.



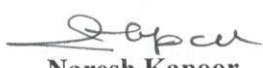
11. As per RBI Directions for initiating insolvency process- Provisioning Norms vide letter No DBR.NO. BP15199/21.048/2016-17 dated June 23rd 2017, the Bank is required to make additional provision of Rs 436.14 Crore in respect of seven accounts covered under provisions of Insolvency and Bankruptcy Code (IBC) over three quarters starting from quarter September 2017. Accordingly, Bank has provided Rs 145.38 Crore towards the same during the current quarter.
12. In compliance to RBI letter no. DBR.NO.BP.13018/21.04.048/2015-16 dated 12.04.2016., Bank has provided 15% of the existing outstanding balance of Rs.336.42/- crores as on 30.09.2017 under the food credit availed by State Government of Punjab.
13. The number of investors' complaints received and disposed off during the quarter ended 30st September, 2017 is as under:

During Quarter September 17			
Opening	Received	Disposed off	Closing
Nil	2	2	Nil

14. The figures of previous period have been regrouped/ reclassified wherever considered necessary in order to make them comparable.


Pawan Bajaj
 Managing Director & Chief Executive Officer



Ashok Kumar Pradhan
 Executive Director


Naresh Kapoor
 General Manager & CFO

As per our separate report of even date attached.

M/s. Nundi & Associates
 Chartered Accountants
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CA. Soumen Nandi
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Date : 13th November 2017
 Place: New Delhi