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Ref: ISD/16-17/436

31st March, 2017

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: Issuance of Additional Tier 1 Basel III Compliant Bonds for Rs. 500 crore

Further to our letter no. ISD/16-17/350 dated November 4, 2016, wherein the information about approvals from Board of Directors regarding raising of capital by way of equity and/or AT 1 and /or Tier 2 capital during FY 2016-17 was submitted, we hereby inform that the Bank has issued 5,000 Non-Convertible, Unsecured Subordinated Basel III Compliant Perpetual Debt Instruments eligible for inclusion in Additional Tier 1 Capital on 31st March, 2017. The Bond is issued for face value of Rs. 10,00,000/- each at par aggregating to Rs. 500 crore on private placement basis bearing 9.10% p.a. coupon payable annually. The AT1 Bonds are rated "BWR AA+/Stable' by Brickwork Rating India Pvt. Ltd' (Brickwork) and 'IND AA' by India Ratings and Research Private Limited ("India Ratings"). In this regard, we furnish the following details:

1.	Size of the Issue	5000 Unsecured Non convertible Subordinated Basel III Compliant Additional Tier I Bonds issued for face value of Rs. 10,00,000/- each at par aggregating to Rs. 500 crore.
2.	Whether proposed to be listed? If yes, name of the stock exchange(s);	Yes, National Stock Exchange of India Limited (NSE).
3.	Tenure of the instrument - date of allotment and date of maturity.	The deemed allotment date of the Bond is March 31, 2017. The Bonds shall be perpetual i.e. there is no maturity date.
4.	Coupon/ Interest offered, schedule of payment of coupon/interest and principal	The coupon offered on the Bond is 9.10% p.a. payable annually on March 31 every year till exercise of call option. Call Option can be exercised only after completion of minimum of 5 years or any Coupon Payment Date thereafter.

5.	Charge/security, if any, created over the assets	The bonds are unsecured.
6.	Special right/interest/privileges attached to the instrument and changes thereof	Not Applicable.
7.	Delay in payment of interest / principal amount for a period of more than three months from the due date or default in payment of interest / principal	Not Applicable: No such instance to report.
8.	Details of any letter or comments regarding payment/non-payment of interest, principal on due dates, or any other matter concerning the security and /or the assets along with its comments thereon, if any	Not Applicable: No such instance to report.
9.	Details of redemption of preference shares indicating the manner of redemption (whether out of profits or out of fresh issue) and debentures.	The Bonds shall be perpetual i.e. there is no maturity date.
10.	Other Details	The subject Additional Tier 1 Bond is rated 'BWR AA+/Stable' by Brickwork Rating India Pvt. Ltd and 'IND AA/ Stable' by India Ratings.

This is for your information and record please.

Thanking you.

Yours faithfully,

(Dipak D. Sanghavi)
Company Secretary