यूनियन बैंक
ऑफ इंडिया

Ref: ISD/17-18/72

19th May, 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

Dear Madam /Sir,

Subject: Audited Consolidated Financial Results of the Bank for the Financial Year 2016-17

Pursuant to Regulation 30 read with point 4(h) of Para A of Part A of Schedule III and Regulation 33 of SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015, we have already submitted the Audited Standalone Financial Results of the Bank for the Financial Year 2016-17 on 08.05.2017.

We are herewith submitting the Audited Consolidated Financial Results of the Bank for the Financial Year 2016-17, which have been approved by the Board of Directors at its meeting held on 19.05.2017.

Further, we hereby declare that the Statutory Auditors of the Bank have issued the Audit Report on Consolidated Financial Results for the financial year 2016-17 with unmodified opinion.

The Board Meeting commenced at 4.00 p.m. and concluded at 4.30 p.m.

The above is for your information and record.

Thanking you.

Yours faithfully,

(Dipak D. Sanghavi)
Company Secretary

Encl: As above.

यूनियन बैंक ऑफ इंडिया Union Bank of India

CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31.03.2017

₹ in Lakhs

	Particulars	Year Ended (Audited)	
		31.03.2017	31.03.2016
1	Interest earned (a) + (b) + (c) + (d)	**3281697**	**3231567**
	(a) Interest/discount on advances/bills	2300484	2368449
	(b) Income on investments	878893	762370
	(c) Interest on balances with Reserve Bank of India and other inter bank funds	88196	81803
	(d) Others	14124	18945
2	Other Income	542998	393443
A.	**TOTAL INCOME (1+2)**	**3824695**	**3625010**
3	Interest Expended	2377630	2389404
4	Operating Expenses (e) + (f)	702129	663652
	(e) Employees cost	350939	368865
	(f) Other operating expenses	351190	294787
	(All items exceeding 10% of the total expenditure excluding interest expenditure may be shown seperately)	NIL	NIL
B.	**TOTAL EXPENDITURE (3)+(4)** (excluding Provisions and Contingencies)	**3079759**	**3053056**
C.	**OPERATING PROFIT (A-B)** (Profit before Provisions & Contingencies)	**744936**	**571954**
D.	**Provisions (other than tax) and**	709060	388217
	(Of which provisions for Non-performing Assets)	(603190)	(465502)
E.	**Exceptional Items**	0	7940
F.	**Provision for taxes**	-20799	41508
G.	**Net Profit from Ordinary activitiy (C-D-E-F)**	**56675**	**134289**
H.	**Extraordinary items (net of tax expense)**	**0**	**0**
I.	**Net Profit(Loss) for the period (G-H)**	**56675**	**134289**
	Less: Minority Interest	**0**	**-903**
	Add: Share of Earnings in Associates	**589**	**452**
	Net Profit (Loss) for the period (after Minority Intrest)	**57264**	**135644**
5	Paid-up equity share capital	68744	68744
6	Reserves excluding revaluation reserves	2042684	1977943
7	Analytical Ratios		
	(i) Percentage of shares held by Government of India	63.44	63.44
	(ii) Capital Adequacy Ratio	11.84	10.62
	(a) CET 1 Ratio	7.76	8.00
	(b) Additional Tier 1 Ratio	1.31	0.20
	(iii) Earning per share (Basic and Diluted)	8.33	20.50
	(iv) (a) Amount of gross non-performing assets	3371228	2417089
	(b) Amount of net non-performing assets	1883210	1402594
	(c) % of gross NPAs	11.17	8.70
	(d) % of net NPAs	6.57	5.25
	(v) Return on Assets (annualised) (Average)(%)	0.13	0.34

*** Not Annualised**

(ATUL KUMAR GOEL)
EXECUTIVE DIRECTOR

(RAJ KAMAL VERMA)
EXECUTIVE DIRECTOR

(VINOD KATHURIA)
EXECUTIVE DIRECTOR

(ARUN TIWARI)
CHAIRMAN AND MANAGING DIRECTOR

Place: Mumbai
Date: 19.05.2017

G. P. BHANDARI & CO. MUMBAI CHARTERED ACCOUNTANTS
ASHWANI & ASSOCIATES FRN:000497N CHARTERED ACCOUNTANTS
GBCA & ASSOCIATES MUMBAI Chartered Accountants
Sundar Srini & Sridhar Chartered Accountants 003504
P.A. & ASSOCIATES FRN-313085E Chartered Accountants
S. BHANDARI & CO. Chartered Accountants

यूनियन बैंक ऑफ इंडिया Union Bank of India

CONSOLIDATED SEGMENT REPORT FOR THE YEAR ENDED 31.03.2017

(₹ in Lacs)

	Business Segment	Year ended (Audited)	
		31.03.2017	31.03.2016
(a)	**Segment Revenue**		
1	Treasury Operations	1250854	1017719
2	Retail Banking Operations	1029319	1022126
3	Corporate /Wholesale Banking	1458686	1523662
4	Other Banking Operations	33431	26476
5	Unallocated	62239	41956
	Total Segment Revenue	**3834529**	**3631939**
	Less Inter-segment Revenue	**9833**	**6929**
	Income from operations	**3824696**	**3625010**
(b)	**Segment Results (i.e. Profit/ (Loss) Before Tax)**		
1	Treasury Operations	341800	214601
2	Retail Banking Operations	67902	66762
3	Corporate /Wholesale Banking	-393355	-117331
4	Other Banking Operations	17913	12507
5	Unallocated	2205	613
	Total Profit Before Tax	**36465**	**177152**
(c)	**Segment Assets**		
1	Treasury Operations	14945225	12418702
2	Retail Banking Operations	10124761	9332072
3	Corporate/Wholesale Banking	19670094	18328167
4	Other Banking Operations	0	0
5	Unallocated	826792	657515
	Total	**45566872**	**40736456**
(d)	**Segment Liabilities**		
1	Treasury Operations	14229716	11746924
2	Retail Banking Operations	9718359	8893490
3	Corporate/Wholesale Banking	18880548	17466792
4	Other Banking Operations	0	0
5	Unallocated	327041	324417
	Total	**43155664**	**38431623**
(e)	**Capital Employed (i.e. Segment Assets-Segment Liabilities)**		
1	Treasury Operations	715509	671778
2	Retail Banking Operations	406402	438582
3	Corporate/Wholesale Banking	789546	861375
4	Other Banking Operations	0	0
5	Unallocated	499751	333098
	Total	**2411208**	**2304833**

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 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 prescribed in AS-17 of foreign branch for the period are within the threshold limits as stipulated under 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 year's figures have been regrouped/recasted wherever considered necessary to correspond with the current year's classification/ presentation.*

(ATUL KUMAR GOEL) **EXECUTIVE DIRECTOR**

(RAJ KAMAL VERMA) **EXECUTIVE DIRECTOR**

(VINOD KATHURIA) **EXECUTIVE DIRECTOR**

(ARUN TIWARI) **CHAIRMAN & MANAGING DIRECTOR**

यूनियन बैंक ऑफ इंडिया Union Bank of India

Consolidated Financial Results
Statement of Assets and Liabilities

CAPITAL AND LIABILITIES	(₹ in lacs)	
	As at 31.03.2017 (Audited)	As at 31.03.2016 (Audited)
Capital	68,744	68,744
Reserves and surplus	22,88,364	22,36,067
Share Application Money	54,100	-
Minority Interest	-	-
Deposits	3,79,68,727	3,44,11,751
Borrowings	41,22,549	30,63,661
Other Liabilities and Provisions	10,64,388	9,56,233
Total	**4,55,66,872**	**4,07,36,456**
ASSETS		
Cash and Balances with Reserve Bank of India	16,52,237	15,60,692
Balances with Banks and Money at Call and Short Notice	16,38,355	14,00,989
Investments	1,13,44,126	90,57,321
Advances	2,87,94,983	2,68,24,956
Fixed Assets	3,90,541	3,95,185
Other Assets	17,46,630	14,97,313
Total	**4,55,66,872**	**4,07,36,456**

NOTES :-

1. The above consolidated financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 19th May, 2017.

2. The consolidated financial results have been prepared in accordance with the Accounting Standard 21 - "Consolidated Financial Statements", Accounting Standard 23 - "Accounting for Investments in Associates in Consolidated Financial Statements" and Accounting Standard 27 - "Financial Reporting of Interest in Joint Ventures" issued by the Institute of Chartered Accountants of India and the guidelines issued by the Reserve Bank of India. The Parent was having 51% ownership in Union Asset Management Company Pvt. Ltd. and Union Trustee Company Pvt. Ltd. as on 31.03.2016. During the year the remaining 49% ownership in these Subsidiaries has been acquired by the parent, resulting into 100% ownership as on 31.03.2017.

3. The consolidated financial results comprise financial statements of Union Bank of India [Parent Bank], three subsidiaries consisting of Union Asset Management Company Pvt. Ltd., Union Trustee Company Pvt. Ltd. and Union Bank of India UK Limited; one joint venture viz. Star Union Dai-Ichi Life Insurance Company Ltd. and an associate viz. Kashi Gomti Samyut Gramin Bank.

4. The consolidated financial results of the group for the year ended 31st March, 2017 have been arrived at after considering, provision for non-performing assets, standard assets, restructured assets, SDR/S4A accounts, Discom Bonds, standard derivative exposures, non performing investments, investment depreciation and other usual and necessary provisions in the case of Parent Bank and associate as per prudential norms issued by the Reserve Bank of India and in case of subsidiaries / joint venture as per income recognition and provisioning norms laid down by the concerned regulatories.

5. During the reporting period (i.e. 2016-17) the Government of India vide its letter No. 7/38/2014-BOA dated 31st March 2017 infused Rs. 541 Crore in parent Bank which has been controlled under Share Application Money, pending allotment. The RBI vide its letter DBR.CO.BP.No.12999/21.01.002/2016-17 dated 03rd May 2017 has allowed to treat the said Share Application Money as part of CET-1 capital pending allotment.

6. Based on available data, financial statements and the declaration from the borrowers wherever received, the Parent Bank has estimated the liability of ₹ 12.90 crore as on 31.03.2017 towards Unhedged Foreign Currency Exposure to their constituents in terms of RBI DBOD Circulars dated 15.01.2014 and 03.06.2014 which amount is fully provided.

7. Pursuant to RBI circular RBI/2014-15/535 DBR.NO.BP.BC.83/21.04.048/2014-15 dated 01.04.2015, the Parent Bank has made a provision of ₹ 647.31 crore during the year ended 31/03/2017 in respect of frauds/suspected frauds and balance unprovided amount of ₹ 239.11 crore has been debited to Revenue & Other Reserves in terms of RBI circular no RBI/2015-16/376 DBR NO BP.BC.92.21/04.048/2015-16 dated 18/4/2016. The same will be reversed by debit to the P & L account in subsequent quarters in the next financial year.

8. The Reserve Bank of India (RBI) vide DBR.BP.BC.No. 63/21.04.018/2016-17 dated 18th April 2017, has prescribed certain additional disclosure to be made under "Notes to Accounts" for the reference period i.e. FY 2015-16. Neither the additional provisioning requirements assessed by RBI nor the additional Gross NPAs identified by RBI exceeds 15 percent of the published net profits after tax and incremental Gross NPAs respectively of the parent Bank.

9. Income Computation and Disclosure Standards (ICDS) as notified u/s 145(2) of the Income Tax, 1961 on 29th September 2016, are applicable for the financial year ended on 31st March 2017 and accordingly tax provisions and deferred tax for the financial year 2016-17 have been computed after considering its impact.

10. The parent Bank and its foreign subsidiary has recognized Deferred Tax Assets as on 31.03.2017 aggregating to ₹.1878.61 crore and ₹.0.07 crore respectively (₹. 867.79 crore and (₹. 0.01) crore during PY 2015-16) based on reasonable certainty of availability of future taxable income against which such DTA can be realised.

11. During the year, as per the legal position as exist and also based on legal opinion, parent Bank has written back excess provisions of income tax aggregating to ₹. 619.99 Crore pertaining to the period upto which the appeals have been decided by Hon'ble ITAT in favour of the Bank. References against the same filed by the Income Tax Department are pending before High Court.

12. The figures of the previous year have been regrouped / rearranged wherever considered necessary.

(ATUL KUMAR GOEL)
EXECUTIVE DIRECTOR

(RAJ KAMAL VERMA)
EXECUTIVE DIRECTOR

(VINOD KATHURIA)
EXECUTIVE DIRECTOR

(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai.
Date: 19th May, 2017

INDEPENDENT AUDITORS' REPORT

To The Members of
Union Bank of India

1. We have audited the accompanying consolidated financial statements (CFS) of Union Bank of India (the 'Bank'), its subsidiaries, associates and joint ventures (the 'Group'), which comprise the consolidated Balance Sheet as at 31st March, 2017, and the consolidated Profit and Loss Account and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information

2. Incorporated in these CFS are the:

    a. Audited Accounts of the Bank audited by us vide our audit report dated May 8, 2017 which reflects total assets of Rs 452704 crore as at March 31, 2017 total revenue of Rs 37625 crore, profits of Rs 555 crore and net cash inflows amounting to Rs 3546 crore for the year ended;

    b. Audited Accounts of the three subsidiaries and one joint venture audited by other auditors whose financials statements reflects the Group share's in total asset of Rs 2964 crore as at March 31, 2017, the Group's shares in total revenue of Rs 621 crore, the Group's share in net cash outflows amounting to Rs 257 crore for the year ended; and

    c. Audited Accounts of one associates whose financial statements reflects the Group's share in profit from the associates of Rs 5.89 crore for the year ended March 31, 2017

The entities of the Group whose financial statements are included in the Consolidated Financial Statements are listed in Schedule 18 Notes to Accounts which forms part of the Consolidated Financial Statements of the Group

3. We have not audited the financial statements of its Subsidiaries, joint venture and an associate. These financials statement have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of other entities, is based solely on the report of the other auditors.

Management's responsibility for the Consolidated Financial Statements

4. Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Bank in accordance with the requirements of the Accounting Standard-21 "Consolidated Financial Statement", Accounting Standard-23 "Accounting for Investment in Associates in Consolidated Financial Statement" and Accounting Standard-27 " Financial Reporting of Interest in Joint Venture" issued by the Institute of Chartered Accountants of India, the requirements of Reserve Bank of India (RBI) and other accounting principles generally accepted in India. The responsibility of the management of the Bank includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements of the Group that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

5. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

6. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair

presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

8. The Audit Reports/Management Certifications on the financial statements of the Subsidiaries/ Joint Ventures/ Associates of the bank have been forwarded to us and dealt with in preparing our report in the manner considered by us and our opinion is based solely on the report of other auditor's/management certificates

Opinion

9. Subject to the limitation as indicated in Para 1 to 9 herein above, based on our audit and on consideration of the reports of other auditors on separate financial statements of Subsidiaries, Joint Ventures and an associate. In our opinion and to the best of our information and according to the explanations given to us, the accompanying consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

   a. In the case of the consolidated Balance Sheet, of the state of affairs of the Bank as at 31st March, 2017

   b. In the case of the consolidated Profit and Loss Account, of the profit for the year ended on that date, and

   c. In the case of the consolidated Cash Flow Statements, of the cash flows for the year ended on that date.

FOR G. P. KAPADIA & CO.
CHARTERED ACCOUNTANTS
FRN 104768W

(NIMESH BHIMANI)
PARTNER
M.NO.030547

FOR ASHWANI & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 000497N

(ADITYA KUMAR)
PARTNER
M.NO.506955

FOR GBCA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN103142W

(YOGESH AMAL)
PARTNER
M.NO.111636

FOR SUNDAR SRINI& SRIDHAR
CHARTERED ACCOUNTANTS
FRN 004201S

(S. SRIDHAR)
PARTNER
M.NO.025504

FOR P A & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 313085E

(DILLIP AGARWALLA)
PARTNER
M.NO.055420

FOR S BHANDARI & CO
CHARTERED ACCOUNTANTS
FRN 000560C

(P D BAID)
PARTNER
M.NO.072625

Place: MUMBAI
Date : 19th May, 2017