UNITED BANK OF INDIA

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Board Sec/PR/UFR/Exch./ /2015

November 9, 2015

Corporate Relations Cell BSE Ltd. P. J. Towers, Dalal Street, Fort, Mumbai – 400001	Listing Department National Stock Exchange of India Ltd. Exchange Plaza, Plot – C/1, Block – G Bandra Kurla Complex, Bandra (E) Mumbai – 400051
Scrip Code: UNITEDBNK (533171)	Scrip Code: UNITEDBNK

Dear Sir,

Sub: Press Release

The Exchange is hereby informed that the Bank has issued the attached Press Release on the occasion of the announcement of its unaudited financial results for the quarter and half year ended September 30, 2015.

Thanking you,

Bikramjit Ghosh

Company Secretary &
Compliance Officer

United Bank of India Financial Results
Q2 (FY 15-16) and FY 14-15
Nov 07,2015

- **Operating Profit at Rs 518.22 crore (up 12.89% Y-o-Y)**
- **Net Profit at Rs.61.86 crore in Q2FY16 (up 41.23% Y-O-Y)**
- **Net Interest Income (NII) at Rs 638.72 crore (up 13.91% Y-o-Y)**
- **Gross NPA at Rs.6112.21 crore (down 13.60% Y-O-Y)**
- **CASA share** 40.45% as on 30th September 15 vis-à-vis 39.01% as on 30th Sep 2014
- **NIM at 2.24%**
- **ROAA (annualized) at 0.20%**
- **ROE (annualized) at 4.40%**
- **CRAR (Basel III) at 10.29 with Tier 1 at 7.45 as on 30th Sep, 2015**

United Bank of India has announced its reviewed financial results for the second quarter (Q2) of FY 2015-16 , following the approval of its Board of Directors on Nov 07, 2015.

Results at a Glance

Quarterly Results				Yearly
	Q2:FY16 (Rs Cr)	Q2:FY15 (Rs cr)	Change%	FY15
Total Income	2927.20	2835.36	3.24%	11927.39
Interest Income	2553	2497.62	2.22%	10180.48
Interest Expenses	1914.28	1936.89	-1.17%	7689.82
Net Interest Income	638.72	560.73	13.91%	2490.66
Other Income	374.20	337.74	10.80%	1746.91
Operating Expenses	494.69	439.42	12.58%	1809.63
Staff Expenses	288.87	255.22	13.18%	1038.29
Total Expenses(Excluding provisions, contingency and taxes)	2408.98	2376.31	1.37%	9499.45
Operating Profit	518.22	459.06	12.89%	2427.94
Provisions , contingencies and taxes	456.36	415.26	9.90%	2171.70
Net Profit	61.86	43.80	41.23%	256.24

Profits

The Bank's **Operating Profit** stood at **518.22 crore** in Q2, FY15-16 versus Rs 459.06 crore in Q2, FY14-15 **(up 12.89%** y-o-y). Bank's **Net Profit** stands at Rs.61.86 Crore against Rs.43.80 crore in Q2 FY 2014- 2015.

Income

Bank's **Net Interest Income (NII)** stood at Rs 638.72 crores in Q2 FY 2015-2016 against Rs.560.73 crore in the corresponding quarter of the previous year showing a growth of 13.91% primarily due to an efficient management of liabilities and improved management of the asset portfolio.

Expenses

During Q2 FY 2015-2016, the Bank's **Interest Expended** (at **Rs 1914.28 crore)** posted a decline of 1.17 % (y-o-y) due to the Bank's strict monitoring of funding costs coupled with declining interest rate scenario.

Provisions

"Provisions and Contingencies" of the Bank stood at of the Bank for the quarter was at Rs.456.36 crore during Q 2 FY2015-2016. Provision against non performing loans and advances has come down/ gone up from Rs.164.02 crore as on Sep'14 to Rs.275.17 crore as on Sep'15.

Business Expansion

The total business of the Bank increased by Rs.9565 crore registering a moderate growth of 5.61%.The deposit grew up by Rs.6531 crore (6.22%) . Similarly the advances saw a muted growth of Rs.3034 crore (4.62%).CASA grew from Rs.40928 crore to Rs.45086 crore (10.16%) yoy.

Asset Quality

The Gross NPA has shown a decline of from Rs.7074.69 crore as on Sep '14 to Rs.6112.21 crore in Sep '15. The Net NPA of the Bank has come down from Rs.4486.24 crore to Rs.3677.37 crore (down 18.03% Y-o-Y) during the same period.

In percentage terms also the Gross NPA has come down from 10.78% as on Sep'14 to 8.90% as on Sep'15, and Net NPA has come down from 7.19% to 5.61%.

The slippages have shown a steep decline. Against Rs.800.70 crore in Q2 14-15, the fresh slippages have come down to Rs.139.68 crore (Slippage Ratio 0.23_%) in Q2 2015-16.

The **Cash Recovery** from **NPA** during the half year stood at the level of **Rs.548.07 crore** and **Reduction of**

NPA Assets amounted to **Rs.560.29 crore which includes sale of assets of Rs.331.10 crores during current quarter.**

Provision Coverage Ratio improved from 54.82% as on Sep '14 to 61.45% in Sep'15

Capital Adequacy

The Bank's **Capital Adequacy Ratio** was at **11.31% (as per Basel II)** as of Sep 30, 2015. Its **Tier 1** was maintained at the level of 7.87 **%.**

Under **Basel III,** the Bank's Capital Adequacy Ratio stood at **10.29%** with the **Tier 1** capital at **7.45%** as on 30th Sep, 2015.

Key Financial Ratios

- The NIM of the Bank is 2.24%
- The Cost to Income Ratio of the Bank is 48.84%
- In annualized terms, the Bank's **Return on Equity** (%) stood at **4.40%**.
- The **Return on Average Assets** (%) 0.20%
- The Bank's **Book Value per Share** stood at **Rs.61.75**

Key Strategic Initiatives and awards during Q2 FY 15-16

1. The Bank was one of the first bank to launch Mudra Card (Rupay) on 25th August 2015
2. The Bank has been awarded with the Certificates of Excellence in October'2015 for maximum coverage of SSAs and Deposit mobilized under PMJDY.
3. The Bank has been felicitated by Forum For Inclusive Financial System (FFIFS) on 06th August'2015 as the Best Bank in West Bengal under the category of "Highest Deposit in Account opened under Prime Minister Jan Dhan Yojana".
4. eKYC has been activated at the Branch as well as Bank Mitra level.
5. U connect
6. ADC products
7. Launched India's first RuPay Platinum Chip Card
8. Internet Banking services enhanced with new products like Flexi Deposit, Cheque Book Request and Card module
9. Bank has installed 22 new ATMs during the quarter , with this Bank has reached to 1999 ATMs
10. DTH recharge service introduced in Mobile Banking
11. The Bank tied up with Kotak Securities to launch share trading product named Trio under the brand U-Connect.Under this arrangement, willing customers of the Bank are offered a 3-in-1 Accounts – i.e. Saving & Demat Accounts with UBI and trading account by Kotak Securities

Delhi
Nov 07, 2015

P.Srinivas
Managing Director & CEO