UNITED BANK OF INDIA
Head Office
11, Hemanta Basu Sarani
Kolkata - 700001

Board Sec/ UFR / PR /273/2017

February 7, 2017

Corporate Relations Cell Bombay Stock Exchange Ltd. P.J. Tower, 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 Madam / Sir,

Sub: Press Release

We furnish herewith the Press Release issued by the Bank on the occasion of the announcement of unaudited financial results of the Bank for the quarter and nine months ended December 31, 2016.

The same is filed in terms of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking You,

Bikramjit Shom
Company Secretary & Compliance Officer

United Bank of India Financial Results
Q3 (FY 16-17) and Q2 (FY 16-17)
February 07, 2017

- **Operating Profit up by 21.43% Q-o-Q at Rs 530.15 crore in Q3 FY 17**
- **Net Profit at Rs.64.10 crore in Q3FY17 showing increase of 47.25% over previous quarter**
- **Other Income increased by 23.12% in Q3 FY 17 over the previous quarter**
- **CASA share** 47.75% as on 31st December 2016 vis-à-vis 43.49% as on 30th September 2016
- **ROAA (annualized) at 0.21% for Q3 of FY:17 as against 0.13% as of Q2 FY 17**
- **ROE (annualized) at 3.60% against 3.00% in previous quarter**
- **CRAR (Basel III) at 10.84% with Tier 1 at 8.66% as on 31st December, 2016**
- **Gross NPA at Rs.10845.31crore reduced by 2.60% over previous quarter**

United Bank of India has announced its reviewed financial results for the third quarter (Q3) of FY 2016-17 following the approval of its Board of Directors on February 07, 2017.

Results at a Glance

(Rs./Crore)

	Quarterly Results			Yearly
	Q3-FY 17	Q2-FY 17	Change (%)	FY 16
Total Income	3086.06	2893.31	6.66	11404.20
Interest Income	2271.98	2232.11	1.79	9936.67
Interest Expenses	1911.00	1855.71	2.98	7656.11
Net Interest Income	360.98	376.40	-4.10	2280.56
Other Income	814.08	661.20	23.12	1467.53
Operating Expenses	644.91	601.01	7.30	2972.78
Staff Expenses	405.66	384.01	5.64	2133.91
Total Expenses (Excluding Provisions, Contingency & Taxes)	2555.91	2456.72	4.04	10628.89
Operating Profit	530.15	436.59	21.43	775.31
Provisions, Contingencies & Taxes	466.05	393.06	18.57	1057.27
Net Profit	64.10	43.53	47.25	-281.96

Profits

The Bank's **Operating Profit** stood at **530.15 crore** in Q3, FY17 versus Rs 436.59 crore in Q2, FY17 **(up 21.43%** Q-o-Q). Bank's **Net Profit** stands at Rs.64.10 Crore **against net profit of Rs.43.53 Crore in Q2-17.**

Income

Bank's **Total Income (NII)** increases to Rs 3086.06 crores in Q3 FY 17 showing an increase of 6.66% over the previous quarter.

Expenses

During Q3 FY 17, the Bank's **Interest Expended** (at **Rs 1911.00 crore)** posted a increase of 2.98 **%** (Q-o-Q) due to increase in CASA deposits.

Provisions

"Provisions and Contingencies" of the Bank for the quarter was at Rs.466.05 crore during Q 3 FY17. Provision against non performing loans and advances has gone up by Rs.25.11 crores during the quarter under review.

Business Expansion

While the deposits grew by Rs.9800 crore (8.31%) with CASA growing from Rs.51269 crore to Rs.60971 crore (18.92%) Q-o-Q, advances saw a decline of Rs.605 crore (-0.88%) on account of recovery measures.

Asset Quality

The Gross NPA has reduced from Rs.11134.47 crore in September'16 to Rs.10845.31 crore in December'16. The Net NPA of the Bank has also gone down from Rs.7185.23 crore to Rs.6729.89 crore (down 6.34 % Q-o-Q).

For the nine months ended December'2016 the **Cash Recovery** from **NPA** aggregated **Rs.322.95 crore** and **Reduction of NPA Assets** were to the tune of **Rs.972.85 crore .**

Capital Adequacy

Under **Basel III,** the Bank's Capital Adequacy Ratio stood at **10.84%** with the **Tier 1** capital at **8.66%** as on 31st December, 2016. The Bank's **Capital Adequacy Ratio** was at **11.08% (as per Basel II)** as of December 31, 2016. Its **Tier 1** was maintained at the level of **7.95%.**

Key Financial Ratios

- The Cost to Income Ratio of the Bank is 54.88%
- In annualized terms, the Bank's **Return on Equity** (%) stood at **3.60%.**
- The **Return on Average Assets** 0.21% for Q3 of FY:2016-17 as against 0.13% in previous quarter.

Key Strategic Initiatives

1. Bank has approved new Skill Loan Scheme. The Scheme will be implemented in the name and style "United Kaushal Rin Yojna" which will replace the existing Scheme for Vocational Education and training.
2. Bank has introduced two products Voice OTP & Mini Statement on missed call from the cell phone for customer convenience.
3. Tie-up between United Bank of India and TVS Motor Company for financing three wheelers and giving boost to MSE sector.
4. Implementation of "Stand Up India" Scheme which is one of the flagship programmes of Government of India
5. Implementation of "Urban Financial Inclusion".
6. Launch of Unified Payment Interface (UPI).
7. Implementation of deposit scheme namely "Pradhan Mantri Garib Kalyan Deposit Scheme (PMGKDS)" notified by Government of India.
8. Launch of personalised United Moments Platinum Card.

New Delhi
February 07, 2017

Pawan Kumar Bajaj
Managing Director & CEO