

Ref: ISD/19-20/288

November 14, 2019

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
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Madam/Sir,

Subject: Press Release on the Financial Results for the Quarter / Half year ended on September 30, 2019

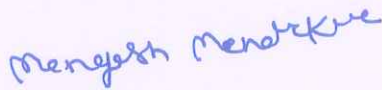
We enclose herewith a copy of Press Release issued by the Bank on its Reviewed Unaudited Financial Results for the Quarter / Half year ended on September 30, 2019.

The same is also made available on the Bank's website under the following link - <http://www.unionbankofindia.co.in/english/financial-result.aspx>

The above is for your information and record.

Thanking you.

Yours faithfully,



(Mangesh Mandrekar)
Company Secretary

Encl: As above.

Press Release

Financial Results for the quarter and half Year ended September 30, 2019

The Board of Directors of Union Bank of India today approved the accounts of the Bank for the quarter and half year ended September 30, 2019.

Key Highlights of the Quarter

Provision Coverage Ratio  67.75 %	Global Business  7.3 % (YoY)
Operating Profit  22.3 % (YoY)	Retail Advances  15.7 % (YoY)
Net Interest Margin  2.35%	Current Deposit  9.2 % (YoY)

Business:

-  Global Business grew by 7.3 per cent to ₹769936 crore as on September 30, 2019 from ₹717656 crore as on September 30, 2018. Domestic business grew by 7.2 per cent to ₹748893 crore as on September 30, 2019 from ₹698892 crore as on September 30, 2018.
-  Total deposit of the bank grew by 11.0 per cent to ₹442879 crore as on September 30, 2019 from ₹399092 crore as on September 30, 2018.
-  Saving deposits grew by 5.9 per cent to ₹125380 crore as on September 30, 2019 from ₹118424 crore as on September 30, 2018.
-  The Bank's Global Advances grew by 2.7 per cent to ₹327057 crore as on September 30, 2019 from ₹318563 crore as on September 30, 2018.
-  Domestic Advances increased by 2.5 per cent to ₹309449 crore as on September 30, 2019 from ₹302007 crore as on September 30, 2018. Retail Advances grew by 15.7 per cent to ₹59335 crore as on September 30, 2019 from ₹51270 crore as on September 30, 2018.

Financial Performance for the quarter ended September 2019:

-  Net Interest Income for July-September 2019 increased by 16.5 per cent to ₹2906 crore from ₹2494 crore for July-September 2018.
-  Global Net Interest Margin (NIM) for July-September 2019 improved to 2.35 per cent as against 2.18 per cent for July-September 2018. Domestic NIM improved to 2.44 per cent for July-September 2019 as against 2.18 per cent for July-September 2018.
-  Operating profit for July-September 2019 increased by 22.3 per cent to ₹2240 crore from ₹1832 crore in July-September 2018.
-  Net loss for July-September 2019 stood at ₹1194 crore on account of higher provisioning.



- Yield on advances improved to 7.89 per cent for July-September 2019 as against 7.71 per cent for July-September 2018.
- Cost of funds improved to 4.76 per cent for July-September 2019 as against 4.93 per cent for April-June 2019.
- Cost to income ratio improved to 44.66 per cent for July-September 2019 as against 46.22 per cent for April-June 2019.
- Return on average assets (annualised) stood at -0.87 per cent for July-September 2019.

Financial Performance for half Year ended FY 2019-20:

- Net Interest Income for H1 2019-20 increased by 6.0 per cent to ₹5425 crore from ₹5120 crore in H1 2018-19.
- Non Interest Income for H1 2019-20 increased by 1.2 per cent to ₹2132 crore from ₹2107 crore in H1 2018-19.
- Net loss for H1 2019-20 stood at ₹-969 crore on account of higher provisioning.
- Yield on advances improved to 7.85 per cent for H1 2019-20 as against 7.80 per cent for H1 2018-19.
- Cost of funds stood at 4.86 per cent for H1 2019-20 as against 4.84 per cent for H1 2018-19.
- Return on average assets (annualised) stood at -0.37 per cent for H1 2019-20.
- Return on equity (annualised) stood at -6.72 per cent in H1 2019-20.

Asset Quality:

- Cash Recovery & Upgradation during July - September 2019 increased by 69.2 % to ₹1303 crore as against ₹770 crore during April - June 2019.
- Gross NPA ratio stood at 15.24 per cent as on September 30, 2019 as against 15.18 per cent as on June 30, 2019.
- Net NPA ratio stood at 6.98 per cent as on September 30, 2019 as against 7.23 per cent as on June 30, 2019.
- Provision Coverage Ratio improved to 67.75 per cent as on September 30, 2019 as against 65.88 per cent as on June 30, 2019.

Capital Adequacy:

- Capital Adequacy ratio of the Bank under Basel III is 15.14 per cent as on September 30, 2019 as against 11.43 per cent as on June 30, 2019 compared to minimum regulatory requirement of 10.875 per cent.
- The Tier I ratio as of September 30, 2019 is 12.83 per cent, within which Common Equity Tier 1 ratio is 11.46 per cent compared to regulatory minimum of 7.375 per cent.



Structural Transformation Initiatives & Outcomes:

The Bank has started various structural transformation initiatives last year to improve operational efficiency, customer experience and business quality. As on September 30, 2019 the bank has created about 197 centers for processing of loans to improve turnaround time as well as better quality of risk underwriting. At present, 64 % retail loans, 92% Corporate & MSME loans and 76% of total loans are processed centrally.

Financial Inclusion:

-  Under the Pradhan Mantri Jan Dhan Yojana (PMJDY), the Bank has more than 1.06 crore accounts having a balance of ₹2453 crore as on September 30, 2019.
-  65.6 lakh Rupay Card issued under PMJDY as on September 30, 2019.
-  Total enrollment under Pradhan Mantri Suraksha Bima Yojana (PMSBY), Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) and Atal Pension Yojana (APY) increased to 41.7 lakh, 15.4 lakh and 5.4 lakh respectively as on September 30, 2019.
-  The Bank financed ₹1667 crore in 86973 accounts under Pradhan Mantri Mudra Yojana, during April -September 2019.
-  Under psbloansin59minutes the Bank financed ₹1349 crore in 3352 accounts as on September 30, 2019.

Network:

-  The Bank has 4282 branches as of September 30, 2019 excluding 3 overseas branches at Hong Kong, DIFC (Dubai) and Sydney (Australia). In addition, the Bank has representative office at Abu Dhabi. The Bank also operates in United Kingdom through its wholly owned subsidiary, Union Bank of India (UK) Ltd.
-  Total number of ATMs stood at 12384 including 5586 micro ATMs & 4322 talking ATMs as of September 30, 2019. ATM to branch ratio stood at 2.89 (including micro ATMs).

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Date: 14th November, 2019
Place: Mumbai