

Ref: ISD/060/14-15

May 09, 2014

National Stock Exchange of India Limited
Listing Department,
Exchange Plaza,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (E),
Mumbai - 400 051.

Fax No. 2659 8237/38, 26598347
66418124/25/26

Dear Sir,

Sub: Union Bank of India's Equity Shares
(Scrip Symbol/Series-UNIONBANK-EQ)
Revised Financial Results for the year ended 31.03.2014

Further to our letter No.ISD/053/14-15 dated 08.05.2014 we submit herewith the revised financial results of the Bank for the year ended 31.03.2014.

Thanking you,

Yours faithfully,



(Neha Agrawal)
Company Secretary

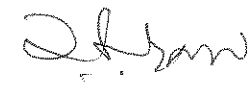
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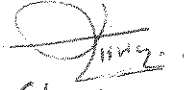
निवेशक सेवाएं प्रभाग
केन्द्रीय कार्यालय, यूनियन बैंक भवन
239, विधान भवन मार्ग, मुंबई - 400 021.
टेलीफोन : 022-22896650
फैक्स : 022-22025238

Investor Services Division
Central Office, Union Bank Bhavan
239, Vidhan Bhavan Marg,
Mumbai - 400 021.
Telephone : 022-22896643
Fax : 022-22025238

E-mail Id : investorservices@unionbankofindia.com

Union Bank of India								
AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31.03.2014								
(₹ in lacs)								
Sr. No.	Particulars	STANDALONE					CONSOLIDATED	
		Quarter Ended			Year Ended		Year Ended	Year Ended
		31.03.2014 (Audited)	31.12.2013 (Reviewed)	31.03.2013 (Audited)	31.03.2014 (Audited)	31.03.2013 (Audited)	31.03.2014 (Audited)	31.03.2013 (Audited)
1	Interest earned (a+b+c+d)	767,070	755,028	662,512	2,934,939	2,512,470	2,939,353	2,516,853
	a) Interest/discount on advances/bills	576,153	556,536	505,589	2,174,036	1,914,046	2,174,036	1,914,046
	b) Income on investments	183,564	191,080	149,533	727,045	567,103	731,459	571,486
	c) Interest on balances with RBI and other interbank funds	3,988	3,632	4,214	17,853	19,861	17,853	19,861
	d) Others	3,365	3,780	3,176	16,005	11,460	16,005	11,460
2	Other Income	77,425	87,989	87,547	282,154	255,203	314,073	286,804
3	Total Income (1+2)	844,495	823,017	750,059	3,217,093	2,767,673	3,253,426	2,803,657
4	Interest Expended	561,847	558,678	464,564	2,147,007	1,758,186	2,146,672	1,757,538
5	Operating Expenses (i+ii)	150,671	138,176	117,032	548,276	451,217	587,608	490,547
	i) Employees cost	88,802	82,318	66,414	330,777	275,501	334,766	279,394
	ii) Other operating expenses	61,869	55,858	50,618	217,499	175,716	252,842	211,153
6	Total Expenditure (4+5) (excluding provisions & contingencies)	712,518	696,854	581,596	2,695,283	2,209,403	2,734,280	2,248,085
7	Operating Profit (before provisions & contingencies) (3-6)	131,977	126,163	168,463	521,810	558,270	519,146	555,572
8	Provisions (other than tax) and Contingencies	92,052	61,040	65,553	314,921	251,841	314,926	251,821
9	Exceptional Items	-	-	-	-	-	-	-
10	Profit / (Loss) from Ordinary Activities before tax (7-8-9)	39,925	65,123	102,910	206,889	306,429	204,220	303,751
11	Tax expense	(17,971)	30,229	23,972	37,264	90,636	37,264	90,636
12	Net Profit / (Loss) from Ordinary Activities after Tax (10-11)	57,896	34,894	78,938	169,625	215,793	166,956	213,115
13	Extraordinary items (net of tax expense)	-	-	-	-	-	-	-
14	Net Profit / (Loss) for the period (12-13)	57,896	34,894	78,938	169,625	215,793	166,956	213,115
15	Paid -up equity share capital (face value of Rs. 10 each)	63,031	63,031	59,679	63,031	59,679	63,031	59,679
16	Reserves excluding Revaluation Reserves (as per Balance sheet of previous accounting year)	1,627,472	1,483,803	1,509,263	1,627,472	1,509,263	1,654,467	1,515,823
17	Analytical Ratios							
	i) Percentage of shares held by Government of India	60.13	60.13	57.89	60.13	57.89	60.13	57.89
	ii) Capital Adequacy Ratio (%) - Basel II	11.89	10.79	11.45	11.89	11.45	11.89	11.45
	Capital Adequacy Ratio (%) - Basel III	10.80	10.12	N.A.	10.80	N.A.	10.89	N.A.
	iii) Earning per share(EPS) at face value Rs.10/- (in Rs.)							
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year (not annualised)	9.19	5.79	14.15	27.99	38.93	27.56	38.44
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	9.19	5.79	14.15	27.99	38.93	27.56	38.44
	iv) NPA Ratios							
	a) Gross NPA	956,372	877,619	631,383	956,372	631,383	956,372	631,383
	b) Net NPA	534,008	504,785	335,338	534,008	335,338	534,008	335,338
	c) % Gross NPA	4.08	3.85	2.98	4.08	2.98	4.08	2.98
	d) % Net NPA	2.33	2.26	1.61	2.33	1.61	2.33	1.61
	e) Return on Assets (annualised) (Average) (%)	0.68	0.42	1.08	0.52	0.79	0.52	0.79
18	Public Shareholding							
	No. of Shares (in lacs)	2,513	2,513	2,513	2,513	2,513	2,513	2,513
	% of Shareholding	39.87	39.87	42.11	39.87	42.11	39.87	42.11
19	Promoters and Promoter Group Shareholding							
	(a) Pledged / Encumbered							
	No. of Shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(b) Non-encumbered							
	No. of Shares (in lacs)	3,790	3,790	3,455	3,790	3,455	3,790	3,455
	Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	100	100	100	100	100	100	100
	Percentage of shares (as a percentage of the total share capital of the company)	60.13	60.13	57.89	60.13	57.89	57.89	57.89

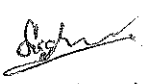

Executive Director

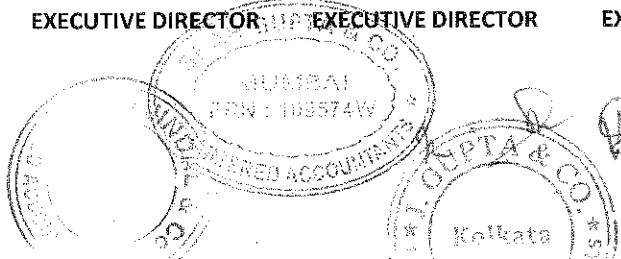
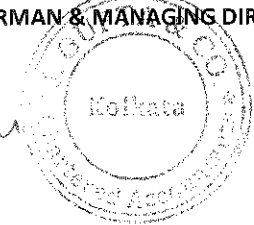
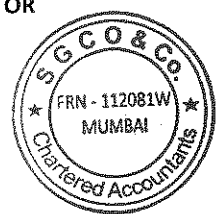

Chairman & Managing Director

(₹ in Lacs)

Business Segment	Standalone					Consolidated	
	Quarter ended			Year ended		Year ended	
	(Audited)	(Reviewed)	(Audited)	(Audited)		(Audited)	(Audited)
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013	31.03.2014	31.03.2013
(a) Segment Revenue							
1 Treasury Operations	210557	217313	195765	851580	687271	851580	687271
2 Retail Banking Operations	270837	250243	323096	903475	918312	903475	918312
3 Corporate /Wholesale Banking	353872	349580	227406	1430105	1141110	1430105	1141110
4 Other Banking Operations	9424	6212	8645	33130	32243	33130	32243
5 Unallocated	0	0	0	0	0	36333	35984
Total	844691	823348	754912	3218290	2778936	3254623	2814920
Less Inter-segment Revenue	200	331	4853	1196	11263	1196	11263
Total Revenue	844491	823017	750059	3217093	2767673	3253427	2803657
(b) Segment Results							
1 Treasury Operations	32565	54816	33368	114560	92460	114560	92460
2 Retail Banking Operations	22080	33780	82703	84564	159864	84564	159864
3 Corporate /Wholesale Banking	-19299	-26390	-18286	-8549	36275	-8549	36275
4 Other Banking Operations	4572	2917	5125	16309	17830	16309	17830
5 Unallocated	0	0	0	0	0	-2665	-2678
Total Profit Before Tax	39917	65123	102910	206883	306429	204218	303751
(c) Income Tax	-17971	30229	23972	37264	90636	37264	90636
(d) Net Profit	57888	34894	78938	169620	215793	166955	213115
(e) Segment Assets							
1 Treasury Operations	11844908	11553228	9949680	11844908	9949680	11844908	9949680
2 Retail Banking Operations	8759732	8284406	7177392	8759732	7177392	8759732	7177392
3 Corporate/Wholesale Banking	14442144	14228096	13755828	14442144	13755828	14442144	13755828
4 Other Banking Operations	0	0	0	0	0	0	0
5 Unallocated Assets	328169	317655	303181	328169	303181	454662	408292
Total	35374953	34383385	31186081	35374953	31186081	35501446	31291192
(f) Segment Liabilities							
1 Treasury Operations	11215487	10974693	9394235	11215487	9394235	11215487	9394235
2 Retail Banking Operations	8341491	7909435	6809684	8341491	6809684	8341491	6809684
3 Corporate /Wholesale Banking	13752591	13584100	13051096	13752591	13051096	13752591	13051096
4 Other Banking Operations	0	0	0	0	0	0	0
5 Unallocated Liabilities	217849	138306	201447	217849	201447	317345	293159
6 Capital, Reserves & Surplus	1847536	1776851	1729619	1847536	1729619	1874532	1743019
Total	35374953	34383385	31186081	35374953	31186081	35501445	31291192

- 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.
- Segment wise income, expenditure, assets and liabilities which are not directly allocable have been allocated to the reportable segments based on assumptions considered appropriate.
- Figures of previous period have been reclassified/regrouped wherever necessary.

   
(RAKESH SETHI) **(K. SUBRAHMANYAM)** **(S. K. JAIN)** **(ARUN TIWARI)**
EXECUTIVE DIRECTOR **EXECUTIVE DIRECTOR** **EXECUTIVE DIRECTOR** **CHAIRMAN & MANAGING DIRECTOR**



NOTES :-

1. The above financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 8th May, 2014.
2. The provision for non-performing assets, standard assets, standard derivative exposures and investment depreciation has been made on the basis of extant guidelines issued by the Reserve Bank of India on prudential norms for income recognition, asset classification and provisioning.
3. The provisions for Gratuity, Pension, Leave encashment, other retirement benefits have been made based on actuarial valuation in terms of AS-15. The provisions for income tax and other usual and necessary provisions have been made as per extant guidelines.
4. (a) In accordance with RBI circular no.DBOD.BP.BC.80 / 21.04.018/ 2010-11 dated 9th February, 2011 one-fifth of the additional pension fund liability amounting to ₹338 crore towards serving employees, who have exercised second pension option, has been charged to Profit & Loss account this year, with ₹338 crore carried forward to be charged over the next year.

(b) In accordance with the above circular, one fifth of the additional gratuity liability which arose on enhancement of Gratuity limit from ₹3.50 lacs to ₹10 lacs amounting to ₹65 crore has also been charged to the Profit and Loss account with the balance of ₹65 crore being carried forward to be charged over the next year.
5. During the year, the Bank has allotted on preferential basis 3,35,12,064 equity shares of ₹10/- each at a premium of ₹139.20 aggregating to ₹500 crore to Government of India. Consequently the Government share holding has increased from 57.89% to 60.13%.
6. During the year, the Bank has also raised Tier II capital of ₹2000 crore by issue of Basel III compliant unsecured Redeemable Non-Convertible Tier II Bonds carrying coupon rate of 9.8%, having a tenor of 10 years.
7. Towards the proposed wage revision effective from 1st November, 2012 pending settlement, an adhoc provision of ₹255 crore is held as on 31st March, 2014, which includes ₹45 crore provided during the current quarter.
8. Provision coverage ratio as at 31st March, 2014 is 59.89%.
9. Pursuant to Reserve Bank of India (RBI) circular DBOD.No.BP.BC.77/21.04.018/2013-14 dated 20th December, 2013, the Bank has created Deferred Tax Liability (DTL) on the Special Reserve under section 36(1) (viii) of the income Tax Act, 1961. As required by the said RBI circular, the expenditure amounting to ₹720.59 crore due to the creation of DTL on Special Reserve as at 31st March, 2013, not previously charged to Profit & Loss Account has now been adjusted directly from the reserve. Had this amount been charged to Profit and Loss Account in accordance with the Generally Accepted Accounting Principles in India, the amount of the Profit for the year had been lower by ₹720.59 crore. Further, DTL of ₹60.50 crore on the special reserve for the year has been created.
10. In accordance with RBI circular DBOD No.BP.BC. 2/21.6.201/2013-14 dated 1st July 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirements with effect from 30th September, 2013. The disclosures as of 31st March, 2014 are being made available on Bank's website with link: http://www.unionbankofindia.co.in/Basel_Disclosures_III.aspx. The disclosures have not been subjected to audit by the Statutory Auditors of the Bank.
11. The Bank has paid an interim dividend of ₹2.70 (27%) per equity share of face value of ₹10/- each for the year 2013-14 on 29th January, 2014, involving cash outflow of ₹199.10 crore including tax. The Bank has proposed final dividend of 40% (₹4 per share inclusive of interim dividend of ₹2.70 per share) on the face value of ₹10/- for the year 2013-14 subject to approval of share-holders.

12. In accordance with RBI circular DBS.CO.SMC.No.8825/22.09.001/2005-06 dated 20th December, 2005, claims for credit entries transferred to block account for ₹2.58 lacs have been settled by reducing the General Reserves.
13. The figure for the quarter ended March 31, 2014 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figure between audited figures in respect of the full financial year and the reviewed year to date figures up to the end of the third quarter of the relevant financial year.

14. Position of investor complaints for quarter ended 31st March, 2014:

	No. of complaints
Pending as on 1 st January, 2014	Nil
Received during the quarter	436
Resolved during the quarter	436
Pending as on 31 st March, 2014	Nil

15. Statements of Assets & Liabilities is as under:-

CAPITAL AND LIABILITIES	(₹ in lacs)	
	As at 31.03.2014	As at 31.03.2013
Capital	74,130	70,779
Reserves and surplus	17,73,405	16,58,840
Deposits	2,97,67,564	2,63,76,157
Borrowings	29,31,662	23,79,728
Other Liabilities and Provisions	8,28,192	7,00,577
Total	3,53,74,953	3,11,86,081
ASSETS		
Cash and Balances with Reserve Bank of India	18,41,968	10,76,292
Balances with Banks and Money at Call and Short Notice	4,65,319	5,44,747
Investments	93,72,318	80,83,044
Advances	2,29,10,443	2,08,10,219
Fixed Assets	2,60,847	2,47,901
Other Assets	5,24,058	4,23,878
Total	3,53,74,953	3,11,86,081

16. Figures of previous period have been reclassified / regrouped wherever necessary.


(RAKESH SETHI)
EXECUTIVE DIRECTOR


(K. SUBRAHMANYAM)
EXECUTIVE DIRECTOR


(S. K. JAIN)
EXECUTIVE DIRECTOR


(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai.
Date: 8th May, 2014.

