Union Bank of India

Ref: ISD/153/15-16

May 21, 2015

The Deputy General Manager, Corporate Relationships Dept. Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001. Scrip Code 532 477 "Email:corp.relations@bseindia.com" Fax no.2272 3121/2272 3719	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 "Email:cmlist@nse.co.in" Fax No.66418124/25/26

Dear Madam /Sir,

Sub: Audited Consolidated Financial Results for the year ended 31.03.2015

In terms of clause 20 & 41 of the listing agreement, we have already submitted the Standalone Financial Results of the Bank for the year ended 31.03.2015 to you on 12.05.2015.

We are herewith submitting the Audited Consolidated Financial Results of the Bank for the year ended 31.03.2015, which have been approved by the Board of Directors at their meeting held on 21st May, 2015.

Thanking you,

Yours faithfully,

(Dipak D. Sanghavi)
Deputy General Manager

Encl: As above.

Union Bank of India
निवेशक सेवाएं संभाग, यूनियन बैंक भवन, 239, विधान भवन मार्ग, नरीमन पॉईंट, मुंबई - 400 021.
Investor Services Division, Union Bank Bhavan, 239,Vidhan Bhavan Marg, Nariman Point, Mumbai-400 021.
T: + 91 22 2289 6643/36, F: +91 22 2202 5238, Email: investorservices@unionbankofindia.com

FORM - A

Covering letter of the annual audit report to be filed with the stock exchanges

1	Name of the Company/Body Corporate	**Union Bank of India**
2	Consolidated Annual financial statements for the year ended	31st March, 2015
3	Type of Audit observation	Un-qualified/~~Emphasis of Matter~~
4	Frequency of observation	Not applicable

(MAYANK MEHTA)
GENERAL MANAGER & CFO

(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

(D.CHATTERJI)
DIRECTOR AND CHAIRMAN OF AUDIT COMMITTEE

FOR V.ROHATGI & CO
CHARTERED ACCOUNTANTS
FIRM REGN.NO.000980C

(BIPUL RASTOGI)
PARTNER (M.NO.072318)

FOR J GUPTA & CO
CHARTED ACCOUNTANTS
FIRM REGN.NO.314010E

(H.K.DATTA)
PARTNER (M.NO.012208)

FOR G P KAPADIA & CO
CHARTERED ACCOUNTANTS
FIRM REGN.NO.104768W

(NIMESH BHIMANI)
PARTNER (M.NO.030547)

FOR ASHWANI & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGN.NO.000497N

(SANJEEVA NARAYAN)
PARTNER (M.NO.084205)

FOR GBCA & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGN.NO.103142W

(TANSUKHLAL K CHHEDA)
PARTNER (M.NO.047157)

FOR SUNDAR SRINI & SRIDHAR
CHARTERED ACCOUNTANTS
FIRM REGN.NO.004201S

(S.SRIDHAR)
PARTNER (M.NO.025504)

Place: Mumbai
Date : 21st May, 2015.

To

The Board of Directors
Union Bank of India
Mumbai

Re: Certificate Under Clause 49 of the Listing Agreement

This is to certify that

(a) We have reviewed the consolidated financial statements and the cash flow statement for the year (2014-15) and that to the best of our knowledge and belief:

(i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(ii) these statements together present a true and fair view of the Bank's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of our knowledge and belief, no transactions entered into by the Bank during the year which are fraudulent, illegal or violative of the Bank's code of conduct.

(c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Bank pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we were aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the auditors and the Audit Committee -

(i) significant changes in internal control over financial reporting during the year;

(ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

(iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Bank's internal control system over financial reporting.

For Union Bank of India

(Mayank Mehta)
General Manager & CFO

For Union Bank of India

(Arun Tiwari)
Chairman & Managing Director

Place : Mumbai
Date : 21st May, 2015.

Union Bank of India

CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31.03.2015

(₹ in lacs)

S. No.		Particulars	31.03.2015 (Audited)	31.03.2014 (Audited)
1		**Interest earned (a+b+c+d)**	**3216428**	**2939353**
	a)	Interest/discount on advances/bills	2398258	2174036
	b)	Income on investments	774279	731459
	c)	Interest on balances with RBI and other interbank funds	19112	17853
	d)	Others	24779	16005
2		**Other Income**	395712	314073
3		**Total Income (1+2)**	**3612140**	**3253426**
4		**Interest Expended**	2363955	2146672
5		**Operating Expenses (i+ii)**	**668327**	**587608**
	i)	Employees cost	384463	334766
	ii)	Other operating expenses	283864	252842
6		**Total Expenditure (4+5)**	**3032282**	**2734280**
		(excluding provisions & contingencies)		
7		**Operating Profit {before provisions & contigenies} (3-6)**	**579858**	**519146**
8		**Provisions (other than tax) and Contingencies**	304112	314921
9		**Exceptional Items**		0
10		**Profit / (Loss) from Ordinary Activities before tax (7-8-9)**	**275746**	**204225**
11		**Tax expense**	100000	37269
12		**Net Profit / (Loss) from Ordinary Activities after Tax (10-11)**	**175746**	**166956**
13		Extraordinary items (net of tax expense)	0	0
14		**Net Profit / (Loss) for the period (12-13)**	**175746**	**166956**
15		**Paid -up equity share capital (face value of Rs. 10 each)**	63578	63031
16		**Reserves excluding Revaluation Reserves**	1783868	1654467
		(as per Balance sheet of previous accounting year)		
17		**Analytical Ratios**		
	i)	Percentage of shares held by Government of India	60.47	60.13
	ii)	Capital Adequacy Ratio (%) - Basel II	10.83	11.92
		Capital Adequacy Ratio (%) - Basel III	10.24	10.89
	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)	27.67	27.56
		b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	27.67	27.56
	iv)	NPA Ratios		
		a) Gross NPA	1303087	956372
		b) Net NPA	691897	534008
		c) % Gross NPA	4.96	4.08
		d) % Net NPA	2.71	2.33
		e) Return on Assets (annualised) (Average) (%)	0.48	0.52
18		**Public Shareholding**		
		No. of Shares (in lacs)	2513	2513
		% of Shareholding	39.53	39.87
19		**Promoters and Promoter Group Shareholding**		
	(a)	Pledged / Encumbered		
		No. of Shares	Nil	Nil
		Percentage of shares (as a percentage of the total sharteholding of promoter and promoter group)	Nil	Nil
		Percentage of shares (as a percentage of the total share capital of the company)	Nil	Nil
	(b)	Non-encumbered		
		No. of Shares (in lacs)	3844	3790
		Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	100	100
		Percentage of shares (as a percentage of the total share capital of the company)	60.47	60.13

(RAKESH SETHI)
EXECUTIVE DIRECTOR

(K. SUBRAHMANYAM)
EXECUTIVE DIRECTOR

(ARUN TIWARI)
CHAIRMAN & MANAGING DIRECTOR

CONSOLIDATED SEGMENT REPORTING AS PER ACCOUNTING STANDARD - 17

(₹ in Lacs)

	Particulars	Year ended (Audited)	
		31.03.2015	31.03.2014
(a)	**Segment Revenue**		
1	Treasury Operations	945735	851580
2	Retail Banking Operations	1009656	903475
3	Corporate /Wholesale Banking	1573395	1430105
4	Other Banking Operations	34236	33129
5	Unallocated	51444	36333
	Total	**3614466**	**3254622**
	Less Inter-segment Revenue	**2326**	**1196**
	Total Revenue	**3612140**	**3253426**
(b)	**Segment Results**		
1	Treasury Operations	190299	114560
2	Retail Banking Operations	121699	84564
3	Corporate /Wholesale Banking	-50319	-8549
4	Other Banking Operations	16659	16314
5	Unallocated	-2592	-2664
	Total Profit Before Tax	**275746**	**204225**
(c)	Income Tax	100000	**37269**
(d)	**Net Profit**	**175746**	**166956**
(e)	**Segment Assets**		
1	Treasury Operations	11344055	11844908
2	Retail Banking Operations	10728595	8759732
3	Corporate/Wholesale Banking	15647427	14442144
4	Other Banking Operations	0	0
5	Unallocated Assets	636818	454662
	Total	**38356895**	**35501446**
(f)	**Segment Liabilities**		
1	Treasury Operations	10765406	11215487
2	Retail Banking Operations	10276057	8341491
3	Corporate /Wholesale Banking	14987409	13752591
4	Other Banking Operations	0	0
5	Unallocated Liabilities	338106	317345
6	Capital, Reserves & Surplus	1989917	1874532
	Total	**38356895**	**35501446**

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, assets and liabilities 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/Twelve Month's figures have been regrouped/recasted wherever considered necessary to correspond with the current Twelve Month's classification/ presentation.*

(RAKESH SETHI)
EXECUTIVE DIRECTOR

(K. SUBRAHMANYAM)
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 31.03.2015 (Audited)	As at 31.03.2014 (Audited)
Capital	63,578	74,130
Reserves and surplus	19,26,339	18,00,401
Minority Interest	881	1,917
Deposits	3,17,45,034	2,97,65,106
Borrowings	35,16,800	29,31,623
Other Liabilities and Provisions	11,04,263	9,28,269
Total	**3,83,56,895**	**3,55,01,446**
ASSETS		
Cash and Balances with Reserve Bank of India	15,06,387	18,41,998
Balances with Banks and Money at Call and Short Notice	7,53,914	4,90,066
Investments	95,44,941	94,63,635
Advances	2,55,92,111	2,29,10,467
Fixed Assets	2,69,443	2,62,339
Other Assets	6,90,099	5,32,941
Total	**3,83,56,895**	**3,55,01,446**

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 21st May, 2015.

2. The consolidated financial results have been prepared in accordance with the Accounting Standard 21 - "Consolidated Financial Statements" and Accounting Standard 23 - "Accounting for Investments in Associates in Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India and the guidelines issued by the Reserve Bank of India.

3. The consolidated financial results comprise financial statements of Union Bank of India [Parent Bank], three subsidiaries consisting of Union KBC Asset Management Company Pvt. Ltd., Union KBC 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, 2015 have been arrived at after considering, provision for non-performing assets, standard assets, standard derivative exposures, 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 year, the Parent Bank has allotted 54,72,563 equity shares of ₹10/- each at a conversion price of ₹202.83 per equity share (including premium of ₹192.83 per equity share) to Government of India by conversion of entire Perpetual Non-Cumulative Preference Shares (PNCPS) amounting to ₹111 crore held by the Government of India. Consequently the Government share holding has increased from 60.13% to 60.47%.

6. Towards the proposed wage revision effective from 1st November, 2012 pending settlement, an adhoc provision of ₹464 crore is held by the Parent Bank as on 31st March, 2015, which includes ₹209 crore provided during the current year.

7. Pursuant to RBI circular DBR.No.BP.BC.79/21.04.048/2014-15 dated 30th March 2015, Parent Bank has utilized 50% of its floating provision held as at 31st December 2014. Accordingly, an amount of ₹293 crore out of floating provision of ₹586 crore held has been utilized towards specific provisions for non performing assets.

8. Based on available data, financial statements and the declaration from the borrowers wherever received, the Parent Bank has estimated the liability of ₹24.98 crore as on 31.03.2015 towards Unhedged Foreign Currency Exposure to their constituents in terms of RBI DBOD Circulars dated 15.01.2014 and 03.06.2014. The amount is fully provided.

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

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

Place: Mumbai.
Date: 21st May, 2015.

INDEPENDENT AUDITORS' REPORT

To the Board of Directors 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, 2015, 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 in which are incorporated the:

   (i) Accounts of the Bank audited by 6 (six) Joint Auditors,

   (ii) Accounts of the three subsidiaries, one associate and one joint venture audited by other auditors.

Management's responsibility for the Consolidated Financial Statements

2. 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 accounting principles generally accepted in India and the requirements of Reserve Bank of India (RBI). This includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

3. 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.

4. 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.

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

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditor on the financial statements of the Group as noted below, the 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, 2015

   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.

Other Matter

7. We have not audited the financial statements of:

   (i) two domestic subsidiaries, whose financial statements reflect total assets of ₹22.35 crore as at March 31, 2015, total revenues of ₹13.10 crore on that date and net cash outflows amounting to ₹8.21 crore for the year then ended; and

   (ii) a joint venture, whose financial statements reflect total assets of ₹5,739.55 crore as at March 31, 2015, total revenues of ₹2,052.32 crore on that date and net cash outflows amounting to ₹20.59 crore for the year then ended; and

   (iii) an associate, whose financial statements reflect total assets of ₹8,647.28 crore as at March 31, 2015, total revenues of ₹689.17 crore on that date and net cash inflows amounting to ₹26.01 crore for the year then ended; and

   (iv) an international subsidiary, whose financial statements reflect total assets of ₹842.83 crore as on 31st March, 2015 and total revenue of ₹12.01 crore and cash outflows amounting to ₹18.80 crore for the year then ended. The financial statements and other financial information of said subsidiary has been audited by other auditors as per the requirement of respective local Generally Accepted Accounting Principles (GAAP). These financial statements have been converted as per the requirements of Indian GAAP by the management.

   These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion is based solely on the reports of the other auditors. Our opinion is not qualified in respect of this matter.

FOR V.ROHATGI & CO.
CHARTERED ACCOUNTANTS
FIRM REGNO.NO.000980C

(BIPUL RASTOGI)
PARTNER (M.NO.072318)

FOR J. GUPTA & CO.
CHARTERED ACCOUNTANTS
FIRM REGN NO.314010E

(H. K. DATTA)
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FIRM REGNO.NO.103142W

(TANSUKHLAL CHHEDA)
PARTNER (M.NO.047157)

FOR SUNDAR SRINI & SRIDHAR
CHARTERED ACCOUNTANTS
FIRM REGN NO.004201S

(S. SRIDHAR)
PARTNER (M.NO.025504)

Place: MUMBAI
Date : 21st May, 2015