# UNITED BANK OF INDIA

Head Office : 11, Hemanta Basu Sarani, Kolkata - 700 001
Tel : 033-22481054; Fax : 033-22485852, Email : co.sec@unitedbank.co.in

Board Sec/Cl41/NSE/J30/ /2014

August 14, 2014

**Sri Hari K., Vice President**
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot – C/1, Block - G
Bandra Kurla Complex, Bandra (E)
Mumbai – 4000051.

**Scrip Code: UNITEDBNK**

Dear Sir,

**Sub: Unaudited Financial Results for the quarter ended June 30, 2014 under Clause 41 of the Listing Agreement**

The Exchange is hereby informed that the Board of Directors of the Bank at its meeting held earlier today has inter-alia adopted and approved the unaudited financial results of the Bank for the quarter ended June 30, 2014. The copies of the accounts are enclosed for your perusal and records.

Thanking you,

Bikramjit shom
Company Secretary & Compliance Officer

Encl. A/A

**The Board of Directors**
**United Bank of India**
Head Office,
Kolkata

## REVIEW REPORT FOR THE QUARTER ENDED 30TH JUNE, 2014

We have reviewed the accompanying statement of unaudited financial results of **United Bank of India** for the quarter ended **30th June, 2014** in which the returns of 20 branches reviewed by us covering 59.33% of advance portfolio of the Bank are incorporated, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors/committee of Board of Directors. Our responsibility is to issue a report on these interim financial information based on our review.

We conducted our Review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of personnel responsible for financial and accounting matters, and applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

These review reports of 20 branches reviewed by us cover 51.35% of Non-Performing Assets of the Bank (NPAs) as on 30th June 2014. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the Bank.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results are not prepared, in all material respects, in accordance with applicable Financial Reporting framework issued by the Institute of Chartered Accountants of India and other recognized Accounting Practices and Policies and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

**M/s.Ramamoorthy(N) & Co**
Chartered Accountants.
FRN:002866S

**CA.Surendranath Bharathi**
Partner
M.No.023837

**M/s.Dinesh Mehta & Co.**
Chartered Accountants.
FRN:000370N

**CA. Vijay Batra**
Partner
M.No.509259

**M/s.P C Bindal & Co.**
Chartered Accountants.
FRN:003624N

**CA Manushree Bindal**
Partner
M.No.517316

**M/s.S P M R & Associates**
Chartered Accountants.
FRN:012757N

**CA.Pramod Kr Maheshwari**
Partner
M.No.085362

Place : **Kolkata**
Date : **14th August, 2014.**

## UNITED BANK OF INDIA
## HEAD OFFICE:KOLKATA

### UNAUDITED FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER ENDED 30th JUNE, 2014.

(Rs. in lacs)

| | Particulars | Quarter Ended | | | Year Ended |
|---|---|---|---|---|---|
| | | 30.06.2014 (Reviewed) | 31.03.2014 (Audited) | 30.06.2013 (Reviewed) | 31.03.2014 (Audited) |
| 1 | **Interest Earned (a+b+c+d)** | 260240 | 276204 | 246374 | 1059929 |
| | a) Interest/Discount on advances/bills | 181895 | 199723 | 183120 | 781656 |
| | b) Income on Investment | 72852 | 68869 | 60114 | 259762 |
| | c) Intt. on balance with RBI/Other Banks | 5476 | 5876 | 3024 | 14108 |
| | d) Others | 17 | 1736 | 116 | 4403 |
| 2 | **Other Income** | 40185 | 31174 | 40507 | 120687 |
| 3 | **Total Income (1+2)** | 300425 | 307378 | 286881 | 1180616 |
| 4 | **Interest Expended** | 200595 | 206369 | 187672 | 803647 |
| 5 | **Operating Expenses (i+ii)** | 42411 | 46714 | 39177 | 170795 |
| | i) Payments to and provisions for employees | 25714 | 26570 | 24061 | 101434 |
| | ii) Other operating expenses | 16697 | 20144 | 15116 | 69361 |
| 6 | **Total Expenditure (4)+(5) (Excluding Provision and Contingencies)** | 243006 | 253083 | 226849 | 974442 |
| 7 | **Operating Profit (3)-(6) (Profit before Provisions and Contingencies)** | 57419 | 54295 | 60032 | 206174 |
| 8 | **Provisions & Contingencies (Other than tax)** | 42548 | 26670 | 50608 | 361796 |
| 9 | **Exceptional Items** | 0 | 0 | 0 | 0 |
| 10 | **Profit (+)/Loss(-) from Ordinary Activities before tax (7-8-9)** | 14871 | 27625 | 9424 | (155622) |
| 11 | **Tax Expenses** | 8282 | (19312) | 4951 | (34277) |
| 12 | **Net Profit (+)/Loss(-) from Ordinary Activities after tax (10-11)** | 6589 | 46937 | 4473 | (121345) |
| 13 | **Extraordinary Items (net of tax expenses)** | 0 | 0 | 0 | 0 |
| 14 | **Net Profit (+)/Loss(-) for the period** | 6589 | 46937 | 4473 | (121345) |
| 15 | Paid-up equity share capital (Face Value of each share Rs.10) | 63215 | 55475 | 37471 | 55475 |
| 16 | Reserves excldg. Revaluation reserves | 331901 | 331901 | 408453 | 331901 |
| 17 | **Analytical Ratios** | | | | |
| | (i) Percentage of Shares held by G.O.I. | 89.47% | 88.00% | 82.23% | 88.00% |
| | (ii) Capital Adequacy Ratio % | | | | |
| | a) Basel-II | 11.17% | 11.46% | 11.74% | 11.46% |
| | b) Basel-III | 9.80% | 9.81% | 10.82% | 9.81% |
| | (iii) Earning per Share (EPS) | | | | |
| | a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the quarter (not annualised) | 0.82 | 8.46 | 0.68 | (28.68) |
| | b) Basic and diluted EPS after Extraordinary items (net of tax expense) for the quarter (not annualised) | 0.82 | 8.46 | 0.68 | (28.68) |
| | (iv) (a) Amount of Gross NPAs | 709744 | 711801 | 400174 | 711801 |
| | (b) Amount of Net NPAs | 466654 | 466411 | 269959 | 466411 |
| | (c) Percentage of Gross NPA | 10.49% | 10.47% | 5.59% | 10.47% |
| | (d) Percentage of Net NPA | 7.23% | 7.18% | 3.86% | 7.18% |
| | (v) Return on Assets (Annualised) (%) | 0.22% | 1.52% | 0.15% | -0.99% |
| 18 | Public Shareholding | | | | |
| | No. of shares | 66,578,299 | 66,578,299 | 66,578,299 | 66,578,299 |
| | Percentage of shareholding | 10.53% | 12.00% | 17.77% | 12.00% |
| 19 | Promoters and promoter group Shareholding | | | | |
| | a) Pledged/Encumbered | | | | |
| | No.of shares | Nil | Nil | Nil | Nil |
| | Percentage of shares(as a % of the total shareholding of promoter and promoter group) | Nil | Nil | Nil | Nil |
| | Percentage of share (as a % of the total share capital of the company) | Nil | Nil | Nil | Nil |
| | b) Non-encumbered | | | | |
| | No. of shares | 565,569,792 | 488,169,792 | 308,128,640 | 488,169,792 |
| | Percentage of shares(as a % of the total shareholding of promoter and promoter group) | 100% | 100% | 100% | 100% |
| | Percentage of share (as a % of the total share capital of the company) | 89.47% | 88.00% | 82.23% | 88.00% |

M/s. Ramamoorthy (N) & Co. Chartered Accountants Hyderabad

M/s. Dinesh Mehta & Co Chartered Accountants New Delhi

M/s. P.C. Bindal & Co. Chartered Accountants Jammu (J&K)

M/s. SPMR & Associates Chartered Accountants New Delhi

| Segment Reporting: | | | | |
|---|---|---|---|---|
| **Part A: Business Segments** | | | | |
| | | | | **(Rs. in Lacs)** |
| | **Quarter Ended** | | | |
| | **30.06.2014** | **31.03.2014** | **30.06.2013** | **31.03.2014** |
| | **(Reviewed)** | **(Audited)** | **(Reviewed)** | **(Audited)** |
| **1.Segment Revenue:** | | | | |
| a)Treasury Operations | 105570 | 86316 | 85939 | 326468 |
| b)Corporate/Wholesale Banking | 134222 | 128325 | 146264 | 577605 |
| c)Retail Banking | 58277 | 85916 | 50554 | 254386 |
| d)Other Banking operation | 2284 | 5072 | 3997 | 17717 |
| e)Unallocated Income | 72 | 1749 | 127 | 4440 |
| **Total** | **300425** | **307378** | **286881** | **1180616** |
| Less:Intersegment Revenue | 0 | 0 | 0 | 0 |
| **Total** | **300425** | **307378** | **286881** | **1180616** |
| **2.Segment Results:Profit/(Loss)** | | | | |
| a)Treasury Operations | 27681 | -20508 | 12433 | 9409 |
| b)Corporate/Wholesale Banking | 41600 | 87486 | 48289 | 211362 |
| c)Retail Banking | 18212 | 44670 | 14262 | 95449 |
| d)Other Banking operation | 2284 | 5073 | 3997 | 17717 |
| **Total** | **89777** | **116721** | **78981** | **333937** |
| **Less:Unallocable Expenses net off unallocable income** | **(32358)** | **(62426)** | **(18949)** | **(127763)** |
| **Total** | **57419** | **54295** | **60032** | **206174** |
| Provision& Contingencies | 42548 | 26670 | 50608 | 361796 |
| **Profit Before Tax** | **14871** | **27625** | **9424** | **(155622)** |
| Tax Expense | 8282 | (19312) | 4951 | (34277) |
| **PAT** | **6589** | **46937** | **4473** | **(121345)** |
| **3.Capital Employed** | | | | |
| a)Treasury Operations | 194911 | 189561 | 227648 | 189561 |
| b)Corporate/Wholesale Banking | 190316 | 177273 | 245600 | 177273 |
| c)Retail Banking | 82884 | 76455 | 90725 | 76455 |
| d)Unallocated | 66373 | 84976 | 28482 | 84976 |
| **Total** | **534484** | **528265** | **592455** | **528265** |

**Note :-**

**The Bank has only one Geographical Segment i.e Domestic Segment**

M/s. Ramamoorthy (N) & Co. Chartered Accountants Hyderabad

M/s. Dinesh Mehta & Co. Chartered Accountants New Delhi

M/s. P.C. Binder & Co. Chartered Accountants

M/s. SPMR & Associates Chartered Accountants New Delhi

## NOTES ON ACCOUNTS FORMING PART OF UN-AUDITED FINANCIAL (REVIEWED) RESULTS FOR THE QUARTER ENDED 30th JUNE, 2014

1. The above financial results have been approved and taken on record by the Board of Directors of the Bank in its meeting held on 14th August 2014 and have been subjected to Limited Review by the Statutory Central Auditors' of the Bank.

2. There has been no change in the Accounting Policies followed during the quarter ended 30th June 2014 as compared to those followed in the preceding financial year ended 31st March 2014.

3. The financial results for the quarter ended 30th June 2014 have been arrived at after considering provisions for Non-Performing Assets, Standard Assets, Restructured Assets and Depreciation/Provision for Investments on the basis of prudential norms and specific guidelines issued by the Reserve Bank of India(RBI), provision for exposure to entities with Unhedged Foreign Currency Exposure besides other usual and necessary provisions. Provision for Employee Benefits pertaining to Gratuity and pension has been made on the basis of actuarial valuation during the current quarter and other usual and necessary provisions including wage revision and income tax have been made on estimated basis.

4. The Bank is in the process of identifying useful life of fixed assets as per the requirements of Schedule-II of the Companies Act, 2013, pending which Bank has provided depreciation on Fixed Assets on estimated basis as in earlier year/periods.

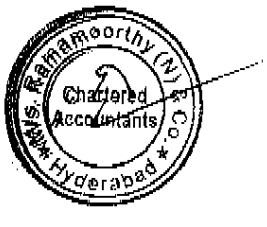
5. In terms of the provisions of circular DBOD.No.BP.BC.80/21.4.018/2010-11 dated 9th February 2011 issued by RBI on reopening of Pension Option to employees of Public Sector Banks and enhancement in Gratuity Limits, Rs.447.30 crores is being amortised over a period of 5 years with effect from financial year 2010-11. Accordingly, Rs.22.37 crores has been charged to Profit and Loss Account, being the proportionate amount for the quarter ended 30th June 2014. The unamortised liability as at 30th June 2014 stands at Rs.67.10 crores.

6. Pending settlement of the proposed wage revision effective from November 2012, an adhoc provision of Rs.200 crores is held as at 30th June 2014, which includes Rs.30 crores for the quarter ended 30th June 2014. In addition Bank holds the provision of Rs.85.75 crores on account of incremental Pension Liability due to proposed wage revision which includes Rs.13.00 crores for the quarter ended 30th June 2014.

7. During the period, under Chapter VII of the SEBI ICDR Regulation 2009, Bank has converted 27,477(Twenty Seven Thousand Four Hundred Seventy Seven) number of Perpetual Non-cumulative Preference Shares (PNCPS) out of total 80,000 (PNCPS) of Rs.1,00,000/- each held by the Government of India, into 7,74,00,000 (Seven Crore Seventy Four Lacs) equity shares of Rs.10/-(Rupees Ten only) each at a premium of Rs.25.50 (Rupees Twenty Five and Paisa Fifty only) per share.

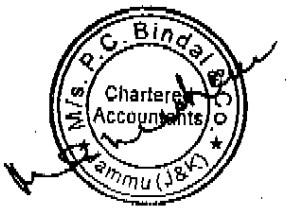
8. In terms of RBI Circular DBOD No.BP.BC.85/21.06.200/2013-14 dated 15.01.2014, Banks are required to make additional provision in respect of customers with Unhedged Foreign Currency Exposure (UFCE). Accordingly, based on available data, available financial statements and the declaration from the borrowers, wherever received; the Bank has estimated the liability of Rs.0.29 Crores, which has been fully provided for during the quarter.

9. The Provision Coverage Ratio as at 30th June 2014 is 53.18%.












10. The number of investors' complaint received and disposed off during the period from 1st April 2014 to 30th June 2014 is as under:

| Period | Opening | Received | Disposed off | Closing |
|---|---|---|---|---|
| 1st April 2014 to 30th June 2014 | - | 65 | 65 | - |

11. Previous year/quarter ended figures have been regrouped/reclassified wherever considered necessary.

**Deepak Narang**
Executive Director

**Sanjay Arya**
Executive Director

**Sanjay Kumar**
General Manager & CFO

**In terms of our separate review report of even date.**

**M/s.Ramamoorthy(N) & Co**
Chartered Accountants.
FRN:002878N

**CA.Surendranath Bharathi**
Partner
M.No.023837

**M/s.Dinesh Mehta & Co.**
Chartered Accountants.
FRN:000242N

**CA.Vijay Batra**
Partner
M.No.509259

**M/s.P C Bindal & Co.**
Chartered Accountants.
FRN:003924N

**CA.Manushree Bindal**
Partner
M.No.517316

**M/s.S P M R & Associates**
Chartered Accountants.
FRN:

**CA.Pramod Kr. Maheshwari**
Partner
M.No.085362

Place :**Kolkata**
Date :**14th August, 2014.**