


Union Bank of India  
CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31.03.2015

(₹ in lacs)

S. No.	Particulars	31.03.2015	31.03.2014
		(Audited)	(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 & contingencies) (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 (as per Balance sheet of previous accounting year)	1783868	1654467
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 shareholding 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
<b>(a) Segment Revenue</b>		
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
<b>Total</b>	<b>3614466</b>	<b>3254622</b>
<b>Less Inter-segment Revenue</b>	<b>2326</b>	<b>1196</b>
<b>Total Revenue</b>	<b>3612140</b>	<b>3253426</b>
<b>(b) Segment Results</b>		
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
<b>Total Profit Before Tax</b>	<b>275746</b>	<b>204225</b>
<b>(c) Income Tax</b>	<b>100000</b>	<b>37269</b>
<b>(d) Net Profit</b>	<b>175746</b>	<b>166956</b>
<b>(e) Segment Assets</b>		
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
<b>Total</b>	<b>38356895</b>	<b>35501446</b>
<b>(f) Segment Liabilities</b>		
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
<b>Total</b>	<b>38356895</b>	<b>35501446</b>

- 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 as considered appropriate by the management.
- Previous year's/Twelve Month's figures have been regrouped/recasted wherever considered necessary to correspond with the current Twelve Month's classification/ presentation.

  
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(ARUN TIWARI)  
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(K. SUBRAHMANYAM)  
EXECUTIVE DIRECTOR



**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
<b>Total</b>	<b>3,83,56,895</b>	<b>3,55,01,446</b>
<b>ASSETS</b>		
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
<b>Total</b>	<b>3,83,56,895</b>	<b>3,55,01,446</b>

**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 21<sup>st</sup> 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 31<sup>st</sup> 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 regulatory bodies.

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 1<sup>st</sup> November, 2012 pending settlement, an adhoc provision of ₹464 crore is held by the Parent Bank as on 31<sup>st</sup> 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 30<sup>th</sup> March 2015, Parent Bank has utilized 50% of its floating provision held as at 31<sup>st</sup> 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.

  
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EXECUTIVE DIRECTOR

  
(K. SUBRAHMANYAM)  
EXECUTIVE DIRECTOR

  
(ARUN TIWARI)  
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai.

Date: 21<sup>st</sup> 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 31<sup>st</sup> 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

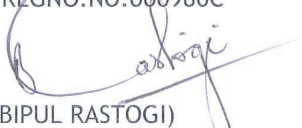
6. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditor on the financial statements of the Group as noted below, the consolidated financial statements give a true and fair view in conformity with 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 31<sup>st</sup> 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 31<sup>st</sup> 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)  
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 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 : 21<sup>st</sup> May, 2015