

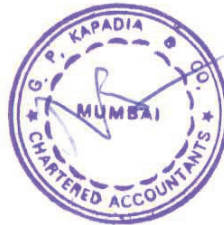
**INDEPENDENT AUDITORS' REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS**

The Board of Directors,  
Union Bank of India  
Mumbai - 400 021.

We have reviewed the accompanying statement of unaudited financial results of Union Bank of India (The Bank) for the quarter ended 30<sup>th</sup> June, 2015 ("Statement"). The disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding', which have been traced from disclosures made by the Bank's Management have not been reviewed by us. This statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement 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", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical 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.

In the conduct of our Review, we have reviewed the returns of 20 branches including Treasury Branch and 29 offices/centers reviewed by us and we have relied on the review reports received from concurrent auditors of 80 branches and returns of 3 foreign branches reviewed by audit firms operating at those centers. These review reports cover 60% of the advances portfolio of the Bank. Apart from these review reports, in the conduct of our review we have also relied upon un-reviewed returns in respect of 4135 branches/offices of the Bank.



Based on our review conducted as above, nothing has come to our attention that causes us to believe that accompanying Statement prepared in accordance with applicable Accounting Standards issued by The Institute of Chartered Accountants of India and other recognized accounting practices and policies 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.

FOR V.ROHATGI & CO.  
CHARTERED ACCOUNTANTS  
FIRM REGN.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: 28<sup>th</sup> July, 2015

**Union Bank of India**  
REVIEWED FINANCIAL RESULTS FOR THE QUARTER ENDED 30.06.2015

(₹ in lacs)

Sr. No.	Particulars	STANDALONE			
		Quarter Ended		Year Ended	
		30.06.2015 (Reviewed)	31.03.2015 (Audited)	30.06.2014 (Reviewed)	31.03.2015 (Audited)
1	<b>Interest earned ( a+b+c+d )</b>	<b>825993</b>	<b>824064</b>	<b>785618</b>	<b>3208396</b>
	a) Interest/discount on advances/bills	618109	608172	587737	2397725
	b) Income on investments	183696	192478	175189	718296
	c) Interest on balances with RBI and other interbank funds	5791	3588	5037	19005
	d) Others	18397	19826	17655	73370
2	<b>Other Income</b>	<b>78324</b>	<b>114307</b>	<b>69138</b>	<b>352300</b>
3	<b>Total Income ( 1+2 )</b>	<b>904317</b>	<b>938371</b>	<b>854756</b>	<b>3560696</b>
4	<b>Interest Expended</b>	<b>612976</b>	<b>611959</b>	<b>573900</b>	<b>2364006</b>
5	<b>Operating Expenses ( i+ii )</b>	<b>142522</b>	<b>161183</b>	<b>143663</b>	<b>614343</b>
	i) Employees cost	85333	95592	91939	378552
	ii) Other operating expenses	57189	65591	51724	235791
6	<b>Total Expenditure ( 4+5 )</b> (excluding provisions & contingencies)	<b>755498</b>	<b>773142</b>	<b>717563</b>	<b>2978349</b>
7	<b>Operating Profit {before provisions &amp; contingencies} (3-6)</b>	<b>148819</b>	<b>165229</b>	<b>137193</b>	<b>582347</b>
8	<b>Provisions ( other than tax ) and Contingencies</b>	<b>64241</b>	<b>100994</b>	<b>39282</b>	<b>304009</b>
9	<b>Exceptional Items</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
10	<b>Profit / (Loss) from Ordinary Activities before tax (7-8-9)</b>	<b>84578</b>	<b>64235</b>	<b>97911</b>	<b>278338</b>
11	<b>Tax expense</b>	<b>32700</b>	<b>19858</b>	<b>31500</b>	<b>100174</b>
12	<b>Net Profit / (Loss) from Ordinary Activities after Tax (10-11)</b>	<b>51878</b>	<b>44377</b>	<b>66411</b>	<b>178164</b>
13	Extraordinary items (net of tax expense)	0	0	0	0
14	<b>Net Profit / (Loss) for the period (12-13)</b>	<b>51878</b>	<b>44377</b>	<b>66411</b>	<b>178164</b>
15	<b>Paid -up equity share capital (face value of Rs. 10 each)</b>	<b>63578</b>	<b>63578</b>	<b>63031</b>	<b>63578</b>
16	<b>Reserves excluding Revaluation Reserves</b> (as per Balance sheet of previous accounting year)	<b>1770154</b>	<b>1770154</b>	<b>1627472</b>	<b>1770154</b>
17	<b>Analytical Ratios</b>				
	i) Percentage of shares held by Government of India	60.47	60.47	60.13	60.47
	ii) Capital Adequacy Ratio (%) - Basel II	10.70	10.74	11.43	10.74
	Capital Adequacy Ratio (%) - Basel III	10.14	10.22	10.41	10.22
	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)	8.16	6.98	10.54	28.05
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised)	8.16	6.98	10.54	28.05
	iv) NPA Ratios				
	a) Gross NPA	1414362	1303087	1023180	1303087
	b) Net NPA	763378	691897	576359	691897
	c) % Gross NPA	5.53	4.96	4.27	4.96
	d) % Net NPA	3.08	2.71	2.46	2.71
	e) Return on Assets (annualised) (Average) (%)	0.55	0.47	0.77	0.49
18	<b>Public Shareholding</b>				
	No. of Shares (in lacs)	2513	2513	2513	2513
	% of Shareholding	39.53	39.53	39.87	39.53
19	<b>Promoters and Promoter Group Shareholding</b>				
	(a) Pledged / Encumbered				
	No. of Shares	Nil	Nil	Nil	Nil
	Percentage of shares ( as a percentage of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	Percentage of shares (as a percentage of the total share capital of the company)	Nil	Nil	Nil	Nil
	(b) Non-encumbered				
	No. of Shares (in lacs)	3844	3844	3790	3844
	Percentage of shares ( as a percentage of the total shareholding of promoter and promoter group)	100	100	100	100
	Percentage of shares (as a percentage of the total share capital of the company)	60.47	60.47	60.13	60.47



(KISHOR KHARAT)  
EXECUTIVE DIRECTOR

(RAKESH SETHI)  
EXECUTIVE DIRECTOR

(K. SUBRAHMANYAM)  
EXECUTIVE DIRECTOR

(ARUN TIWARI)  
CHAIRMAN & MANAGING DIRECTOR

CAPITAL AND LIABILITIES	(₹ in lacs)		
	As at 30.06.2015 (Reviewed)	As at 30.06.2014 (Reviewed)	As at 31.03.2015 (Audited)
Capital	63,578	74,130	63,578
Reserves and surplus	19,63,560	18,38,990	19,12,510
Deposits	3,27,26,426	2,97,42,018	3,16,86,992
Borrowings	33,02,180	31,57,031	35,35,998
Other Liabilities and Provisions	9,23,253	8,39,318	9,62,515
<b>Total</b>	<b>3,89,78,997</b>	<b>3,56,51,487</b>	<b>3,81,61,593</b>
<b>ASSETS</b>			
Cash and Balances with Reserve Bank of India	14,59,119	12,23,541	15,06,308
Balances with Banks and Money at Call and Short Notice	8,63,331	11,45,203	7,31,494
Investments	1,01,17,390	82,70,152	84,46,172
Advances	2,48,08,024	2,33,93,230	2,55,65,457
Fixed Assets	2,66,095	2,61,645	2,68,195
Other Assets	14,65,038	13,57,716	16,43,967
<b>Total</b>	<b>3,89,78,997</b>	<b>3,56,51,487</b>	<b>3,81,61,593</b>

**NOTES :-**

1. The above financial results for the quarter ended 30.06.2015 arrived at on the same accounting policies as those followed in the preceding financial year ended 31.03.2015, have been reviewed by Audit Committee and taken on record by the Board of Directors of the Bank in the meeting held on 28.07.2015. These financial results have also been subjected to limited review by the Statutory Central Auditors of the Bank.
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. Gratuity, pension, leave encashment, income tax and other usual and necessary provisions have been made on an estimated basis.
4. Towards the wage revision effective from 1<sup>st</sup> November, 2012 pending settlement, an adhoc provision of ₹491 crore is held as on 30<sup>th</sup> June, 2015, which includes ₹27 crore provided during the current quarter.
5. Based on available data, financial statements and the declaration from the borrowers wherever received, the Bank has estimated the liability of ₹27 crore as on 30.06.2015 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.


6. In accordance with RBI circular DBR.BP.BC.No.31/21.04.018/2015-16 dated 16.07.2015, the Bank has classified deposits placed with NABARD/SIDBI/NHB for meeting shortfall in Priority Sector Lending under 'Other Assets', which were hitherto included under 'Investments'. Similarly, interest income from such deposits has been classified under the head 'Interest Income-Others', which was hitherto included under 'Interest Income-Investments'. Figures for the previous periods have also been regrouped to conform to current period classification.
7. Provision coverage ratio of the Bank as at 30.06.2015 is at 58.05%.
8. Position of investor complaints for the quarter ended 30.06.2015:

	No. of complaints
Pending as on 01.04.2015	Nil
Received during the quarter	180
Resolved during the quarter	180
Pending as on 30.06.2015	Nil

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

  
(KISHOR KHARAT)  
EXECUTIVE DIRECTOR

  
(RAKESH SETHI)  
EXECUTIVE DIRECTOR

  
(K. SUBRAHMANYAM)  
EXECUTIVE DIRECTOR

  
(ARUN TIWARI)  
CHAIRMAN & MANAGING DIRECTOR

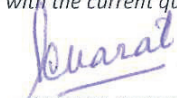
Place: Mumbai.  
Date: 28.07.2015

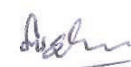
SEGMENT REPORTING AS PER ACCOUNTING STANDARD - 17

( ₹ in Lacs)


Business Segment	Standalone			
	Quarter ended			Year ended
	(Reviewed)	(Audited)	(Reviewed)	(Audited)
	30.06.2015	31.03.2015	30.06.2014	31.03.2015
<b>(a) Segment Revenue</b>				
1 Treasury Operations	238917	262440	221401	945735
2 Retail Banking Operations	227300	255030	213294	1009656
3 Corporate /Wholesale Banking	433506	412128	412769	1573395
4 Other Banking Operations	5882	9876	7514	34236
5 Unallocated	0	0	0	0
<b>Total</b>	<b>905605</b>	<b>939474</b>	<b>854978</b>	<b>3563022</b>
<b>Less Inter-segment Revenue</b>	<b>1288</b>	<b>1103</b>	<b>222</b>	<b>2326</b>
<b>Total Revenue</b>	<b>904317</b>	<b>938371</b>	<b>854756</b>	<b>3560696</b>
<b>(b) Segment Results</b>				
1 Treasury Operations	21810	64187	43495	190299
2 Retail Banking Operations	8670	57520	23701	121699
3 Corporate /Wholesale Banking	51128	-62456	27086	-50319
4 Other Banking Operations	2970	4984	3629	16659
5 Unallocated	0	0	0	0
<b>Total Profit Before Tax</b>	<b>84578</b>	<b>64235</b>	<b>97911</b>	<b>278338</b>
<b>(c) Income Tax</b>	<b>32700</b>	<b>19858</b>	<b>31500</b>	<b>100174</b>
<b>(d) Net Profit</b>	<b>51878</b>	<b>44377</b>	<b>66411</b>	<b>178164</b>
<b>(e) Segment Assets</b>				
1 Treasury Operations	12018179	11344055	11294564	11344055
2 Retail Banking Operations	11024654	10728595	9216118	10728595
3 Corporate/Wholesale Banking	14711249	15647427	14905912	15647427
4 Other Banking Operations	0	0	0	0
5 Unallocated Assets	1224914	441516	234893	441516
<b>Total</b>	<b>38978997</b>	<b>38161593</b>	<b>35651487</b>	<b>38161593</b>
<b>(f) Segment Liabilities</b>				
1 Treasury Operations	11635499	10765406	10652418	10765406
2 Retail Banking Operations	10773413	10276057	8737482	10276057
3 Corporate /Wholesale Banking	14375995	14987409	14131780	14987409
4 Other Banking Operations	0	0	0	0
5 Unallocated Liabilities	166953	156518	216686	156518
6 Capital, Reserves & Surplus	2027138	1976203	1913121	1976203
<b>Total</b>	<b>38978997</b>	<b>38161593</b>	<b>35651487</b>	<b>38161593</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/Quarter's figures have been regrouped/recast wherever necessary to correspond with the current quarter classification/presentation.

  
(KISHOR KHARAT)  
EXECUTIVE DIRECTOR

  
(RAKESH SETHI)  
EXECUTIVE DIRECTOR

  
(K. SUBRAHMANYAM)  
EXECUTIVE DIRECTOR

  
(ARUN TIWARI)  
CHAIRMAN & MANAGING DIRECTOR

