

यूको बैंक



UCO BANK

सम्मान आपके विश्वास का

Honours Your Trust

HO/Finance/Share/ 218/2018-19

Date : 08.02.2019

The Manager  
Listing Department  
National Stock Exchange of India Ltd.  
"Exchange Plaza"  
Bandra-Kurla Complex, Bandra (E)  
Mumbai – 400 051

The Manager  
Bombay Stock Exchange Ltd.,  
Floor 25  
Pheroj Jeejeebhoy Towers  
Dalal Street, Mumbai – 400 001

Dear Sir,

**SUB: Reviewed Financial Results for the 3<sup>rd</sup> quarter ended 31.12.2018**

We submit herewith Reviewed Financial Results for the 3<sup>rd</sup> quarter ended 31.12.2018 of our Bank duly taken on record by the Board of Directors of our Bank at their meeting held on this day for your kind perusal.

Yours faithfully,

(N Purna Chandra Rao)  
Company Secretary

Encl: As stated





UCO BANK

Head Office : 10, B.T.M.Sarani, Kolkata - 700 001

Website : www.ucobank.com

REVIEWED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

(₹ in Lakh)

SL No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2018 (Reviewed)	30.09.2018 (Reviewed)	31.12.2017 (Reviewed)	31.12.2018 (Reviewed)	31.12.2017 (Reviewed)	31.03.2018 (Audited)
1	<b>Interest Earned (a)+(b)+(c)+(d)</b>	333732	347970	344955	1054882	1066235	1402013
	(a) Interest/discount on advances / bills	192739	193516	199077	593874	615755	798161
	(b) Income on investments	120589	130975	124359	380054	385524	517816
	(c) Interest on balances with R.B.I & other inter-bank funds	9320	10674	10286	28390	29978	36818
	(d) Others	11084	12805	11233	52564	34978	49218
2	<b>Other Income</b>	24824	26948	27238	114680	105413	112100
3	<b>Total Income (1+2)</b>	358556	374918	372193	1169562	1171648	1514113
4	<b>Interest Expended</b>	251072	251513	262964	752963	834551	1089540
5	<b>Operating Expenses (i) + (ii)</b>	69343	72795	72334	209631	214915	291149
	(i) Employees Cost	46934	46088	45601	138045	137509	184182
	(ii) Other Operating Expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	22409	26707	26733	71586	77406	106967
6	<b>Total Expenditure (4+5) (excluding Provisions and Contingencies)</b>	320415	324308	335298	962594	1049466	1380689
7	<b>Operating Profit (Before Provisions and Contingencies) (3-6)</b>	38141	50610	36895	206968	122182	133424
8	<b>Provisions (other than current tax) and Contingencies (Net)</b>	139956	164254	138538	484931	352218	576119
	of which provisions for Non-performing assets	224385	141094	168240	569312	421001	734338
9	<b>Exceptional Items</b>	0	0	0	0	0	0
10	<b>Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)</b>	-101815	-113644	-101643	-277963	-230036	-442695
11	<b>Provision for Current Taxes</b>	-1941	0	0	-1057	165	942
12	<b>Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)</b>	-99874	-113644	-101643	-276906	-230201	-443637
13	<b>Extraordinary items (net of tax expense)</b>	0	0	0	0	0	0
14	<b>Net Profit(+)/Loss (-) for the period (12-13)</b>	-99874	-113644	-101643	-276906	-230201	-443637
15	<b>Paid-up Equity Share Capital (Face Value ₹ 10/- each)</b>	395514	395514	186689	395514	186689	230816
16	<b>Reserves excluding Revaluation Reserves</b> (As per Balance Sheet of previous accounting year)	516525	516525	771857	516525	771857	516525
17	<b>Analytical Ratios</b>						
	(i) Percentage of shares held by Govt. of India	90.80%	90.80%	80.50%	90.80%	80.50%	84.23%
	(ii) Capital Adequacy Ratio: <b>Basel-III</b>	9.33%	7.57%	9.01%	9.33%	9.01%	10.94%
	(a) Common Equity Tier-I Ratio	7.14%	5.57%	6.33%	7.14%	6.33%	8.23%
	(b) Additional Tier-I Ratio	0.00%	0.00%	0.68%	0.00%	0.68%	0.71%
	(iii) Earning Per Share (EPS) (in ₹) (Not Annualised)						
	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.	-2.53	-2.87	-5.44	-7.57	-13.37	-25.23
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year.	-2.53	-2.87	-5.44	-7.57	-13.37	-25.23
	(iv) NPA Ratios						
	a) Amount of Gross NPA	3112179	2958149	2538240	3112179	2538240	3054992
	b) Amount of Net NPA	1175561	1182021	1192345	1175561	1192345	1408207
	c) % of Gross NPA	27.39%	25.37%	20.64%	27.39%	20.64%	24.64%
	d) % of Net NPA	12.48%	11.97%	10.90%	12.48%	10.90%	13.10%
	(v) Return on Assets (Annualised) (%)	-1.76%	-1.97%	-1.75%	-1.61%	-1.29%	-1.88%




PART : A BUSINESS SEGMENTS							
Sl. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended 31.03.2018 (Audited)
		31.12.2018 (Reviewed)	30.09.2018 (Reviewed)	31.12.2017 (Reviewed)	31.12.2018 (Reviewed)	31.12.2017 (Reviewed)	
<b>1</b>	<b>Segment Revenue</b>						
	i) Treasury Operations	150274	169665	156366	481703	507665	643104
	ii) Corporate Banking Operations	117088	135372	129863	411925	401971	521033
	iii) Retail Banking Operations	90284	68929	84933	273071	259011	345906
	iv) Other Banking Operations	910	952	1031	2863	3001	4070
	<b>Total Revenue</b>	<b>358556</b>	<b>374918</b>	<b>372193</b>	<b>1169562</b>	<b>1171648</b>	<b>1514113</b>
<b>2</b>	<b>Segment Results</b>						
	i) Treasury Operations	31906	51890	46140	133827	157543	178131
	ii) Corporate Banking Operations	3295	1062	-6479	44965	-24771	-29408
	iii) Retail Banking Operations	2031	-3294	-3797	25314	-13591	-19369
	iv) Other Banking Operations	910	952	1031	2863	3001	4070
	<b>Total (Operating Profit)</b>	<b>38141</b>	<b>50610</b>	<b>36895</b>	<b>206968</b>	<b>122182</b>	<b>133424</b>
	Less: Provision & Contingencies (Other Than Tax)	139956	164254	138538	484931	352218	576119
	<b>Profit Before Tax</b>	<b>-101815</b>	<b>-113644</b>	<b>-101643</b>	<b>-277963</b>	<b>-230036</b>	<b>-442695</b>
	Provision for Tax	-1941	0	0	-1057	165	942
	<b>Net Profit</b>	<b>-99874</b>	<b>-113644</b>	<b>-101643</b>	<b>-276906</b>	<b>-230201</b>	<b>-443637</b>
<b>3</b>	<b>Segment Assets</b>						
	i) Treasury Operations	9856552	9934714	9273615	9856552	9273615	9979182
	ii) Corporate Banking Operations	6055087	6828935	7263557	6055087	7263557	6965894
	iii) Retail Banking Operations	4696075	4302481	4727097	4696075	4727097	4622588
	iv) Other Banking Operations	38288	38782	37132	38288	37132	37954
	<b>Total Assets</b>	<b>20646002</b>	<b>21104912</b>	<b>21301401</b>	<b>20646002</b>	<b>21301401</b>	<b>21605618</b>
<b>4</b>	<b>Segment Liabilities</b>						
	i) Treasury Operations	8621249	8687310	8069204	8621249	8069204	8480117
	ii) Corporate Banking Operations	6772378	7617988	8015645	6772378	8015645	7889803
	iii) Retail Banking Operations	5252375	4799614	5216552	5252375	5216552	5235698
	iv) Other Banking Operations	0	0	0	0	0	0
	<b>Total Liabilities</b>	<b>20646002</b>	<b>21104912</b>	<b>21301401</b>	<b>20646002</b>	<b>21301401</b>	<b>21605618</b>

(₹ in Lakh)

PART : B GEOGRAPHICAL SEGMENTS						
Particulars	Quarter Ended			Nine Months Ended		Year Ended 31.03.2018 (Audited)
	31.12.2018 (Reviewed)	30.09.2018 (Reviewed)	31.12.2017 (Reviewed)	31.12.2018 (Reviewed)	31.12.2017 (Reviewed)	
<b>Domestic</b>						
i) Revenue	348333	363632	356019	1135143	1124214	1451943
ii) Assets	19609777	19749952	19211859	19609777	19211859	19703276
<b>International</b>						
i) Revenue	10223	11286	16174	34419	47434	62170
ii) Assets	1036225	1354960	2089542	1036225	2089542	1902342
<b>Global</b>						
i) Revenue	358556	374918	372193	1169562	1171648	1514113
ii) Assets	20646002	21104912	21301401	20646002	21301401	21605618



STATEMENT OF ASSETS AND LIABILITIES			
Particulars	As on 31.12.2018 (Reviewed)	As on 31.12.2017 (Reviewed)	As on 31.03.2018 (Audited)
<b>Capital &amp; Liabilities</b>			
Capital	3955 14	1866 89	2308 16
Share Application Money	3076 00	1375 00	5132 00
Reserves & Surplus	8322 07	8663 95	7517 02
Deposits	177905 44	186020 08	181849 28
Borrowings	7145 37	8439 69	12449 26
Other Liabilities & Provisions	6056 01	6648 40	6800 46
<b>Total</b>	<b>206460 02</b>	<b>213014 01</b>	<b>216056 18</b>
<b>Assets</b>			
Cash and Balance with RBI	7754 71	7551 50	8125 08
Balance with Banks and Money at call and Short Notice	9047 01	4753 32	6622 96
Investments	71029 41	70012 65	70962 15
Advances	94264 12	109397 99	107470 02
Fixed Assets	2843 48	2857 96	2875 10
Other Assets	21521 29	18440 59	20000 87
<b>Total</b>	<b>206460 02</b>	<b>213014 01</b>	<b>216056 18</b>

  
**RAM KUMAR**  
 Deputy General Manager

  
**ARUN GUPTA**  
 General Manager

  
**CHARAN SINGH**  
 Executive Director

  
**A K GOEL**  
 Managing Director & CEO

**For R M Lall & Co**  
 Chartered Accountants  
 FRN 000932C


(CA Atul Mohan)  
 Partner  
 MRN 070861

**For M C Bhandari & Co.**  
 Chartered Accountants  
 FRN303002E


(CA Neeraj Jain)  
 Partner  
 MRN 064393

**For V Singhi & Associates**  
 Chartered Accountants  
 FRN 311017E


(CA Dibyendu Pal Choudhury)  
 Partner  
 MRN 016830

**For Rama K Gupta & Co**  
 Chartered Accountants  
 FRN 005005C


(CA Amit Singhal)  
 Partner  
 MRN 434384

**For Rawla & Co**  
 Chartered Accountants  
 FRN 001661N


(CA Raja Ram Gupta)  
 Partner  
 MRN 081279





UCO BANK

HEAD OFFICE: KOLKATA

NOTES ON THE REVIEWED FINANCIAL RESULTS  
FOR THE THIRD QUARTER ENDED 31<sup>st</sup> DECEMBER, 2018

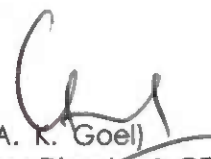
1. The above financial results were reviewed by the Audit Committee of Board and approved by the Board of Directors at its meeting held on 08<sup>th</sup> February, 2019. The same has been subjected to limited review by Statutory Central Auditors of the Bank, in line with the guidelines issued by Reserve Bank of India and as per the requirements of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.
2. The financial results for the third quarter ended 31<sup>st</sup> December, 2018 have been prepared in accordance with AS-25 Interim Financial Report issued by ICAI, following the same accounting policies and practices as those followed in annual financial statements for the year ended 31<sup>st</sup> March, 2018.
3. The financial results for the third quarter ended 31<sup>st</sup> December, 2018 have been arrived at after considering provisions on advances, non-performing investments, depreciation on investments & on fixed assets and provision for exposure to entities with unhedged foreign currency on the basis of extant guidelines/directives issued by the Reserve Bank of India. Provisions for Employee Benefits including pension has been made on actuarial valuation basis as per LIC table no.9496, Income Tax (including Deferred Tax) and other usual and necessary provisions have been made on the basis of extant guidelines.
4. RBI vide its circular DBR.No. BP.BC.102/21.04.048/2017-18 dated April 2, 2018 and BP.No.BP.BC.113/21.04.048/2017-18 dated June 15, 2018 granted an option to spread mark to market loss on AFS & HFT investments in Government securities for the quarters ended December 31, 2017, March 31, 2018 and June 30, 2018 equally over four quarters commencing with the quarter in which the loss is incurred. Accordingly, during the quarter December, 2018, bank has charged depreciation on investments amounting to Rs.60.03 Crore related to above three quarters and spread balance MTM losses to the subsequent quarter to the tune of Rs.33.27 Crore.
5. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated a liability of Rs.39.10 Lacs as on 31.12.2018 on Unhedged Foreign Currency Exposure to their constituents in terms of RBI Circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated 15th January 2014.
6. As per RBI directions issued during the financial year ended March 31, 2018 in respect of select borrower accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), the Bank was required to make additional provision where provision as per IRAC norms were lower than the provision required as per RBI directions. Accordingly, the Bank has made additional provision of Rs.242.60 Crore in respect of select borrower accounts for the quarter ended December' 2018.
7. Pursuant to the pending Bipartite Agreement on wage revision (due from November, 2017), a sum of Rs.75.00 Crore has been provided during the quarter ended December 31, 2018 towards wage arrears (cumulative provision held as on December 31, 2018 is Rs.225.00 Crore).



8. In the opinion of the bank, there is a virtual certainty of availability of future taxable income against which timing differences arising on account of provision for accumulated losses, Standard assets, employee benefits etc. can be realized and accordingly during the quarter, the bank has recognized deferred tax assets of Rs.625.37 Crore.
9. RBI vide its letter DBR.No.BP.BC.9730/21.04.018/2017-18 dated 27.04.2018 has given the option to Banks to spread additional liability on account of the enhancement in gratuity limits from Rs.10 lakh to Rs.20 lakh from 29.03.2018 under Payment of Gratuity Act,1972, over four quarters beginning with the quarter ended March 31,2018. The Bank exercised that option and had charged remaining amount of Rs. 55.38 Crore out of an unamortized portion of Rs.166.15 crore as on March 31, 2018 to the Profit & Loss Account during the quarter December 31, 2018.
10. During the quarter, Government of India infused Rs. 3076 Crore on 31.12.2018 by way of preferential allotment of equity shares and the amount was maintained under share application money pending allotment. Bank has considered such amount received from Government of India as a part of Common Equity Tier 1 (CET 1) Capital.
11. In accordance with RBI circular DBOD No.BP.BC/1/21.06.201/2015-16 dated 1st July, 2015, Banks are required to make Pillar 3 disclosures under Basel III Capital requirements. The disclosures are being made available on our website. These disclosures have not been subjected to Limited Review.
12. The Non Performing Loan Provisioning Coverage Ratio is 69.49% as on 31<sup>st</sup> December, 2018.
13. Number of investor Complaints: - (i) Outstanding at the beginning of the quarter - Nil (ii) Received during the quarter - 260 (iii) Disposed of during the quarter -260 and Outstanding at the end of the quarter - Nil.
14. Figures of the previous periods have been regrouped / reclassified wherever necessary.



(Charan Singh)  
Executive Director



(A. K. Goel)  
Managing Director & CEO

Date: 08.02.2019

Place: Kolkata



<b>R M Lall &amp; Co</b> Chartered Accountants 4/10, Vishal Khand, Gomti Nagar, Lucknow- 226 010 (U.P.)	<b>M. C. Bhandari &amp; Co</b> Chartered Accountants 4, Synagogue Street, Suite # 205, 2 <sup>nd</sup> Floor, Facing Brabourne Road, Kolkata – 700 001.	<b>V Singhi &amp; Associates</b> Chartered Accountants Four Mangoe Lane, Surendra Mohan Ghosh Sarani, Ground Floor Kolkata – 700 001
<b>Rama K Gupta &amp; Co</b> Chartered Accountants 156, Ravi Nagar, Behind GDA Kherapati Road Gwalior (M.P) – 474 002	<b>Rawla &amp; Co.</b> Chartered Accountants 504, Surya Kiran, 19 Kasturba Gandhi Marg, New Delhi-110001	

### LIMITED REVIEW REPORT

To  
The Board of Directors  
UCO BANK  
KOLKATA

1. We have reviewed the accompanying Statement of unaudited financial results of UCO Bank (the "Bank") for the Third quarter ended December 31, 2018. The disclosures relating to "Pillar 3 under Basel III Capital Regulations", "Leverage Ratio" and "Liquidity Coverage Ratio" as have been disclosed on the Bank's website and in respect of which a link has been provided in the aforesaid financial results have not been reviewed by us. This Statement of unaudited financial results 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 this Statement of unaudited financial results based on our review.
2. The financial results incorporate the relevant returns of 21 branches (including Treasury Branch) reviewed by us and 1 foreign branch reviewed by local auditors specially appointed for this purpose and unreviewed returns and/or data in respect of 3066 other branches (including 1 foreign branch). These review reports cover 54.97 per cent of the advances portfolio of the bank and 81.61 percent of Non-performing Assets of the bank.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review of Financial Results consists principally of applying analytical procedures to financial data and making enquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit, conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole, and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Without modifying our conclusion, we draw attention to
  - a. Note no.4 regarding RBI dispensation permitting Bank to spread provisioning to mark to market losses on investment held in the AFS and HFT for the quarters ended 31<sup>st</sup> December, 2017, 31<sup>st</sup> March, 2018 and 30<sup>th</sup> June, 2018.





- b. Note no.9 regarding RBI dispensation permitting Bank to spread additional liability on account of enhancement in gratuity limits.
5. Based on our review conducted as above, subject to limitations in scope as mentioned in para 2 above and read with the notes to unaudited financial result nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read together with notes thereon prepared in accordance with applicable accounting standards and other recognized accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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 R M Lall & Co**  
Chartered Accountants  
FRN 000932C



(CA Atul Mohan)  
Partner  
MRN 070861

**For M. C Bhandari & Co**  
Chartered Accountants  
FRN 303002E



(CA Neeraj Jain)  
Partner  
MRN 064393

**For V Singhi & Associates**  
Chartered Accountants  
FRN 311017E



(CA Dibyendu Pal Choudhury)  
Partner  
MRN 016830

**For Rama K Gupta & Co**  
Chartered Accountants  
FRN 005005C



(CA Amit Singhal)  
Partner  
MRN 434384

**For Rawla & Co.**  
Chartered Accountants  
FRN 001661N



(CA Raja Ram Gupta)  
Partner  
MRN 081279

Place: Kolkata  
Date: 08 February, 2019