

Press Release

Financial Results for the Quarter ended September 30, 2024

The Board of Directors of Union Bank of India today approved the accounts of the Bank for the Quarter ended September 30, 2024.

Key Highlights in Q2FY25

1. Strong Financial Performance:

Net Profit of the Bank increased by 34.43% on YoY basis during Q2FY25. Non-interest income of Bank grew by 44.19% on YoY basis during Q2FY25.

2. Bank continues to demonstrate a strong Liability franchise:

Domestic deposits have increased by 8.12% YoY. Bank now have a total deposits base of Rs.12,41,947 Crores as on September 30, 2024.

3. Business Growth gaining momentum:

Total Business of the Bank increased by 9.37% YoY, wherein Gross Advances increased by 9.63% YoY & Total Deposit grew by 9.17% YoY. Bank has a total Business of Rs.21,70,779 Crores as on September 30, 2024.

4. Growth in Retail, Agri and MSME (RAM) segments:

RAM Segment of the Bank increased by 12.31% YoY, where 14.33% growth in Retail, 15.96% growth in Agriculture and 5.24% growth in MSME advances is achieved on YoY basis. RAM advances as a percent of Domestic Advances stood at 58.71%.

5. Reduction in NPA:

Gross NPA (%) reduced by 202 bps on YoY basis to 4.36% and Net NPA (%) reduced by 32 bps on YoY basis to 0.98% as on September 30, 2024.

6. Strong Capital Ratios:

CRAR improved from 16.69% as on September 30, 2023 to 17.13% as on September 30, 2024. CET1 ratio improved to 13.88% as on September 30, 2024 from 13.05% as on September 30, 2023.

7. Improved Returns:

Bank's Return on Assets & Return on Equity stands at 1.35% and 19.10% respectively during Q2FY25.

Key Summary of Results

In Rs. Crores	Sep-23 (3M)	Jun-24 (3M)	Sep-24 (3M)	YoY%	QoQ%	Sep-23 (6M)	Sep-24 (6M)	YoY%
Interest Income	24,587	26,364	26,708	8.63	1.30	48,065	53,073	10.42
Interest Expenses	15,461	16,952	17,661	14.23	4.18	30,099	34,613	15.00
Net Interest Income	9,126	9,412	9,047	-0.87	-3.88	17,966	18,459	2.74
Non-Interest Income	3,695	4,509	5,328	44.19	18.16	7,598	9,837	29.47
NIM %	3.18	3.05	2.90	-28 bps	-15 bps	3.14	2.97	-17 bps
Operating Profit	7,221	7,785	8,113	12.35	4.21	14,400	15,898	10.40
Total Provisions	3,709	4,106	3,393	-8.52	-17.36	7,652	7,499	-2.00
Profit After Tax	3,511	3,679	4,720	34.43	28.30	6,748	8,399	24.47

As per RBI guidelines, 'penal interest' is to be treated as 'penal charges'. This will now form part of Non-interest income, instead of interest income. Impact of the same is reduction of 11 bps (Q2FY25) & 6 bps (H1FY25) respectively on Net Interest Margin (NIM).

Rs. (In Crores)	Sep-23	Jun-24	Sep-24	YoY%	QoQ%
Balance Sheet					
Global Advances	8,47,214	9,12,214	9,28,832	9.63	1.82
<i>Domestic Advances</i>	8,21,437	8,78,797	8,94,404	8.88	1.78
<i>W/w Retail</i>	1,68,256	1,82,316	1,92,375	14.33	5.52
<i>Agriculture</i>	1,65,506	1,88,939	1,91,913	15.96	1.57
<i>MSME</i>	1,33,822	1,36,951	1,40,836	5.24	2.84
<i>RAM advances</i>	4,67,584	5,08,206	5,25,124	12.31	3.33
Deposits	11,37,628	12,24,191	12,41,947	9.17	1.45
<i>W/w CASA</i>	3,88,229	3,99,480	3,96,295	2.08	-0.80
<i>Retail Term Deposits</i>	4,48,169	4,62,211	4,78,114	6.68	3.44
<i>CASA Ratio (%) - domestic</i>	34.66	33.40	32.72	-194	-68
GNPA	54,012	41,423	40,499	-25.02	-2.23
NNPA	10,421	7,902	8,759	-15.95	10.85

Ratios (%)	Sep-23	Jun-24	Sep-24	YoY bps	QoQ bps
Asset Quality					
GNPA	6.38	4.54	4.36	-202	-18
NNPA	1.30	0.90	0.98	-32	8
PCR	92.03	93.49	92.79	76	-70
TPCR	80.71	80.92	78.37	-234	-255
Credit Cost	0.81	0.73	1.09	28	36
CET-1 ratio	13.05	13.81	13.88	83	7
Tier-1 ratio	14.57	15.13	15.23	66	10
CRAR	16.69	17.02	17.13	44	11

Network:

-  8,555 Branches including foreign branches
-  9,124 ATMs
-  22,406 BC points
-  135 MLPs (MSME Loan Points)
-  137 RLPs (Retail Loan Points)
-  54 ALPs (Agriculture Loan Points)
-  99 Union MSME First Branches
-  1,685 Gold Loan Points
-  16 LCBs & 37 MCBs
-  6 SAMBs & 30 ARBs

Financial Inclusion schemes:

Financial Inclusion schemes launched by GOI with an aim to eliminate barriers and provide economically priced financial services to the less accessible sections of the society through government-backed schemes like PMJJBY, PMSBY, PMJDY and APY.

Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY):

This is a Government- backed insurance scheme; where 2.74 lakhs new enrollments were done by the Bank for the quarter ended September 30, 2024.

Classification: Public
Corporate Communications Division, Union Bank Bhavan, 239, Vidhan Bhavan Marg, Nariman Point, Mumbai - 400021.

Pradhan Mantri Suraksha Bima Yojana (PMSBY):

This is Government- backed accidental insurance scheme; where 9.83 lakhs new enrollments were done by the Bank for the quarter ended September 30, 2024.

Pradhan Mantri Jan Dhan Yojana (PMJDY):

Our bank is instrumental in opening 3.08 Crores accounts under PMJDY Scheme with balance of Rs. 10,929 Crores as on September 30, 2024. The corresponding figure was 2.87 Crores account with balance of Rs. 9,286 Crores as on September 30, 2023.

Atal Pension Yojana (APY):

APY is a pension scheme, primarily targeted at the individuals working in unorganized sector, 2.06 lakh new enrollments were done by Bank for the quarter ended September 30, 2024.

Union Nari Shakti Scheme for Women Entrepreneurs:

Sanctioned 7,449 Applications for Rs.728 crores during Q2 FY25

Credit facility towards Green initiatives: -

- 1) Renewable Energy Sector:** -Sanctioned Rs. 26,872 crores as on September 30, 2024
- 2) Union Green Miles:** -Sanctioned amount Rs. 572 crores as on September 30, 2024

Date: October 21, 2024

Place: Mumbai

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