

Reviewed Financial Results for the Quarter ended 30th June 2020

(₹ In Lacs)

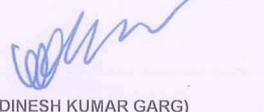
	Standalone				Consolidated			
	Quarter Ended		Year Ended		Quarter Ended		Year Ended	
	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#
	(Reviewed)	(Audited) (Refer Note 2)	(Reviewed)	(Audited)	(Reviewed)	(Audited) (Refer Note 2)	(Reviewed)	(Audited)
1 Interest Earned								
(a) + (b) + (c) + (d)	18,42,880	9,28,941	8,89,762	37,23,112	18,55,577	9,36,297	8,95,991	37,47,922
(a) Interest/Discount on Advances/Bills	12,43,576	6,24,909	6,12,787	25,07,870	12,45,380	6,27,787	6,14,675	25,15,293
(b) Income on Investments	5,23,596	2,62,008	2,41,201	10,57,286	5,33,962	2,66,257	2,45,375	10,73,577
(c) Interest on Balances with Reserve								
Bank of India and other Inter Bank Funds	62,834	32,625	31,974	1,20,028	63,070	32,700	32,141	1,20,564
(d) Others	12,874	9,399	3,800	37,928	13,165	9,553	3,800	38,488
2 Other Income	1,46,246	2,01,758	98,952	5,26,079	1,93,124	2,11,314	1,09,377	5,78,927
A. TOTAL INCOME (1+2)	19,89,126	11,30,699	9,88,714	42,49,191	20,48,701	11,47,611	10,05,368	43,26,849
3 Interest Expended	12,02,561	6,41,130	6,37,943	25,79,437	12,03,138	6,43,369	6,39,161	25,83,681
Operating Expenses (a) + (b)	3,83,156	2,24,305	1,62,130	7,51,642	4,38,640	2,38,777	1,76,415	8,18,787
(a) Employees Cost	2,08,660	1,01,355	72,117	3,35,862	2,13,260	1,04,380	74,584	3,46,385
(b) Other operating expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	1,74,496	1,22,950	90,013	4,15,780	2,25,380	1,34,397	1,01,831	4,72,402
B. TOTAL EXPENDITURE (3)+(4)	15,85,717	8,65,435	8,00,073	33,31,079	16,41,778	8,82,146	8,15,576	34,02,468
(Excluding Provisions and Contingencies)								
C. OPERATING PROFIT (A-B)	4,03,409	2,65,264	1,88,641	9,18,112	4,06,923	2,65,465	1,89,792	9,24,381
(Profit before Provisions & Contingencies)								
D. Provisions and Contingencies (Other than Tax)	3,55,577	3,50,169	1,51,934	10,69,877	3,59,022	3,61,229	1,53,150	10,88,505
(Of which provisions for Non-Performing Assets)	(245112)	(297490)	(143110)	(930420)	(247399)	(308059)	(144344)	(946239)
E. Exceptional Items	-	2,50,998	-	2,50,998	-	2,50,998	-	2,50,998
F. Profit/(Loss) from Ordinary Activities before Tax (C-D-E)	47,832	(3,35,903)	36707	(4,02,763)	47,901	(3,46,762)	36642	(4,15,122)
G. Tax Expenses	14,558	(85585)	14264	(112985)	14,652	(83835)	14,264	(111039)
H. Net Profit/(Loss) from Ordinary activity after tax (F-G)	33,274	(250318)	22,443	(289778)	33,249	(262927)	22,378	(304083)
I. Extraordinary items (net of tax expense)	-	-	-	-	-	-	-	-
J. Less: Minority Interest	-	-	-	-	-	-	-	-
K. Add: Share of Profit in Associate	-	-	-	-	846	(8376)	634	-8,006
L. Net Profit/(Loss) for the period (H-I-J+K)	33,274	(250318)	22,443	(289778)	34,095	(271303)	23,012	(312089)
5 Paid-up Equity Share Capital (F.V. of each share Rs. 10)	6,40,684	3,42,282	1,76,302	3,42,282	6,40,684	3,42,282	1,76,302	3,42,282
6 Reserves excluding Revaluation Reserves (as per Balance Sheet of previous year)	-	-	-	26,43,371	-	-	-	27,28,843
7 Analytical Ratios								
(i) Percentage of Shares held by Government of India	89.07	86.75	74.27	86.75	89.07	86.75	74.27	86.75
(ii) Capital Adequacy Ratio (Basel III) %	11.62	12.81	11.43	12.81	11.57	12.71	11.51	12.71
(a) CET 1 Ratio	8.40	9.40	7.87	9.40	8.37	9.33	7.95	9.33
(b) Additional Tier 1 Ratio	1.09	1.36	1.40	1.36	1.08	1.34	1.40	1.34
(iii) Basic and Diluted Earning Per Share								
(a) Before Extraordinary Items	*0.52	*(7.31)	*1.27	(12.49)	*0.53	*(7.93)	*1.31	(13.45)
(b) After Extraordinary Items	*0.52	*(7.31)	*1.27	(12.49)	*0.53	*(7.93)	*1.31	(13.45)
(iv) NPA Ratios								
(a) Amount of Gross Non-Performing Assets	97,18,995	49,08,530	48,81,188	49,08,530	Not Applicable	Not Applicable	Not Applicable	Not Applicable
(b) Amount of Net Non-Performing Assets	28,91,350	17,30,314	21,23,089	17,30,314	Not Applicable	Not Applicable	Not Applicable	Not Applicable
(c) % of Gross NPAs	14.95	14.15	15.18	14.15	Not Applicable	Not Applicable	Not Applicable	Not Applicable
(d) % of Net NPAs	4.97	5.49	7.23	5.49	Not Applicable	Not Applicable	Not Applicable	Not Applicable
(v) Return on Assets (Annualised) (Average) (%)	0.12	(1.76)	0.17	(0.53)	Not Applicable	Not Applicable	Not Applicable	Not Applicable

*Not Annualised

#(Figures are related to Standalone and consolidated Union Bank of India Financials for pre-amalgamation period, hence not comparable with post amalgamation financials for the quarter ended 30th June 2020 (Refer Note no 3a)


(BIRUPAKSHA MISHRA)
Executive Director


(MANAS RANJAN BISWAL)
Executive Director


(DINESH KUMAR GARG)
Executive Director


(GOPAL SINGH GUSAIN)
Executive Director




(RAJKIRAN RAI G.)
Managing Director & CEO



	STANDALONE				CONSOLIDATED			
	QUARTER ENDED		YEAR ENDED		QUARTER ENDED		YEAR ENDED	
	(Reviewed)	(Audited)	(Reviewed)	(Audited)	(Reviewed)	(Audited)	(Reviewed)	(Audited)
	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#	30.06.2020	31.03.2020#	30.06.2019#	31.03.2020#
(a) Segment Revenue								
1 Treasury Operations	6,65,282	4,01,658	3,18,030	14,21,120	6,65,282	4,01,658	3,18,030	14,21,120
2 Retail Banking Operations	6,10,164	2,89,775	2,72,664	11,27,283	6,10,164	2,89,775	2,72,664	11,27,283
3 Corporate / Wholesale Banking	6,98,312	4,28,192	3,89,241	16,62,894	6,98,312	4,28,192	3,89,241	16,62,894
4 Other Banking Operations	22,559	19,771	13,787	68,887	22,559	19,771	13,787	68,887
5 Unallocated	-	-	1,815	1,815	59,575	16,912	18,469	79,473
Total Segment Revenue	19,96,317	11,39,396	9,95,537	42,81,999	20,55,892	11,56,308	10,12,191	43,59,657
Less Inter-segment Revenue	(7,191)	(8,697)	(6,823)	(32,808)	(7,191)	(8,697)	(6,823)	(32,808)
Income from operations	19,89,126	11,30,699	9,88,714	42,49,191	20,48,701	11,47,611	10,05,368	43,26,849
(b) Segment Results (i.e. Profit/ (Loss) Before Tax)								
1 Treasury Operations	2,80,394	1,34,799	72,126	3,66,603	2,80,394	1,34,799	72,126	3,66,603
2 Retail Banking Operations	81,903	5,742	26,051	82,326	81,903	5,742	26,051	82,326
3 Corporate / Wholesale Banking	(3,30,125)	(2,36,169)	(70,700)	(6,40,383)	(3,30,125)	(2,36,169)	(70,700)	(6,40,383)
Add: Exceptional item	-	(2,50,998)	-	(2,50,998)	-	(2,50,998)	-	(2,50,998)
Corporate / Wholesale Banking (After Exceptional item)	(3,30,125)	(4,87,167)	(70,700)	(8,91,381)	(3,30,125)	(4,87,167)	(70,700)	(8,91,381)
4 Other Banking Operations	15,660	10,723	7,415	37,874	15,660	10,723	7,415	37,874
5 Unallocated	-	-	1,815	1,815	69	(10,859)	1,750	(10,544)
Total Profit/(Loss) Before Tax	47,832	(3,35,903)	36,707	(4,02,763)	47,901	(3,46,762)	36,642	(4,15,122)
(c) Provision for Tax	14,558	(85,585)	14,264	(1,12,985)	14,652	(83,835)	14,264	(1,11,039)
(d) Net Profit/(Loss) after Tax	33,274	(2,50,318)	22,443	(2,89,778)	33,249	(2,62,927)	22,378	(3,04,083)
Add: Share of Profit in Associate	-	-	-	-	846	(8,376)	634	(8,006)
(e) Consolidated Net Profit/(Loss)	-	-	-	-	34,095	(2,71,303)	23,012	(3,12,089)
(f) Segment Assets								
1 Treasury Operations	4,35,75,858	2,11,74,101	1,85,02,087	2,11,74,101	4,35,75,858	2,11,74,101	1,85,02,087	2,11,74,101
2 Retail Banking Operations	2,69,35,302	1,24,53,001	1,13,89,024	1,24,53,001	2,69,35,302	1,24,53,001	1,13,89,024	1,24,53,001
3 Corporate / Wholesale Banking	3,53,74,546	2,00,93,174	1,89,31,247	2,00,93,174	3,53,74,546	2,00,93,174	1,89,31,247	2,00,93,174
4 Other Banking Operations	-	-	-	-	-	-	-	-
5 Unallocated	16,78,863	13,48,051	13,35,775	13,48,051	26,47,293	18,30,629	17,93,527	18,30,629
Total	10,75,64,569	5,50,68,327	5,01,58,133	5,50,68,327	10,85,32,999	5,55,50,905	5,06,15,885	5,55,50,905
(g) Segment Liabilities								
1 Treasury Operations	4,02,05,887	2,01,92,803	1,78,50,817	2,01,92,803	4,02,05,887	2,01,92,803	1,78,50,817	2,01,92,803
2 Retail Banking Operations	2,68,12,927	1,19,53,872	1,10,42,589	1,19,53,872	2,68,12,927	1,19,53,872	1,10,42,589	1,19,53,872
3 Corporate / Wholesale Banking	3,38,60,787	1,92,87,819	1,83,55,391	1,92,87,819	3,38,60,787	1,92,87,819	1,83,55,391	1,92,87,819
4 Other Banking Operations	-	-	-	-	-	-	-	-
5 Unallocated	5,69,156	2,55,268	2,38,214	2,55,268	15,04,232	7,17,470	6,60,583	7,17,470
Total	10,14,48,757	5,16,89,762	4,74,87,011	5,16,89,762	10,23,83,833	5,21,51,964	4,79,09,380	5,21,51,964
(h) Capital Employed (i.e. Seg Assets-Seg Liabilities)								
1 Treasury Operations	33,69,971	9,81,298	6,51,270	9,81,298	33,69,971	9,81,298	6,51,270	9,81,298
2 Retail Banking Operations	1,22,375	4,99,129	3,46,435	4,99,129	1,22,375	4,99,129	3,46,435	4,99,129
3 Corporate / Wholesale Banking	15,13,759	8,05,355	5,75,856	8,05,355	15,13,759	8,05,355	5,75,856	8,05,355
4 Other Banking Operations	-	-	-	-	-	-	-	-
5 Unallocated	11,09,707	10,92,783	10,97,561	10,92,783	11,43,061	11,13,159	11,32,944	11,13,159
Total	61,15,812	33,78,565	26,71,122	33,78,565	61,49,166	33,98,941	27,06,505	33,98,941

#Figures are related to standalone and consolidated Union Bank of India Financials for pre-amalgamation period, hence not comparable with post amalgamation financials for quarter ended 30th June 2020 (Refer Note No. 3a)

- 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 issued by the Institute of Chartered Accountants of India (ICAI) 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 of foreign branch for the period are within the threshold limits stipulated as per AS-17 and hence the bank has only one reportable geographical segment.
- Segment wise income, expenditure, Capital employed which are not directly allocable have been allocated to the reportable segments based on assumptions as considered appropriate by the management.
- Previous periods figures have been regrouped/recasted wherever considered necessary to correspond with the current Quarter's/Year's classification/presentation.

(BIRUPAKSHA MISHRA)
EXECUTIVE DIRECTOR

(MANAS RANJAN BISWAL)
EXECUTIVE DIRECTOR

(DINESH KUMAR GARG)
EXECUTIVE DIRECTOR

(GOPAL SINGH GUSAIN)
EXECUTIVE DIRECTOR

(RAJKIRAN RAI G)
MANAGING DIRECTOR & CEO



यूनियन बैंक ऑफ इंडिया  **Union Bank of India**
Statement of Assets and Liabilities as on 30th June, 2020

(₹ in lacs)

PARTICULARS	Standalone			Consolidated		
	30.06.2020 (Reviewed)	30.06.2019* (Reviewed)	31.03.2020* (Audited)	30.06.2020 (Reviewed)	30.06.2019* (Reviewed)	31.03.2020* (Audited)
CAPITAL AND LIABILITIES						
Capital	6,40,684	1,76,302	3,42,282	6,40,684	1,76,302	3,42,282
Preference share capital issued by subsidiary company	---	---	---	10,400	10,400	10,400
Reserves and Surplus	54,75,128	24,94,821	30,36,283	54,98,082	25,19,803	30,46,258
Deposits	8,92,54,132	4,30,01,354	4,50,66,845	8,94,27,258	4,31,62,812	4,52,43,615
Borrowings	93,92,919	33,87,801	52,48,625	94,16,811	34,19,827	52,71,406
Other Liabilities and Provisions	28,01,706	10,97,855	13,74,292	35,39,764	13,26,741	16,36,944
Total	10,75,64,569	5,01,58,133	5,50,68,327	10,85,32,999	5,06,15,885	5,55,50,905
ASSETS						
Cash and Balances with Reserve Bank of India	28,57,494	18,96,067	20,11,830	28,57,779	18,96,184	20,11,892
Balances with Banks and Money at Call and Short Notice	76,84,858	19,60,252	34,98,792	77,17,767	19,68,982	35,12,987
Investments	3,26,53,215	1,40,05,853	1,52,41,390	3,32,95,039	1,42,50,960	1,54,25,149
Advances	5,81,71,720	2,93,81,112	3,15,04,941	5,84,32,421	2,95,68,478	3,17,67,743
Fixed Assets	7,28,398	3,77,066	4,76,252	7,31,094	3,78,304	4,77,550
Other Assets	54,68,884	25,37,783	23,35,122	54,98,899	25,52,977	23,55,584
Total	10,75,64,569	5,01,58,133	5,50,68,327	10,85,32,999	5,06,15,885	5,55,50,905

*figures are related to standalone and consolidated Union Bank of India financials for pre-amalgamation period, hence not comparable with post amalgamation financials for the quarter ended 30th June, 2020 (Refer Note No.3a)



NOTES :-

1. The working results of the Bank for the quarter ended 30th June, 2020 have been reviewed and recommended by Audit Committee of the Board and approved by the Board of Directors in their meeting held on 21st August, 2020. The same has been subjected to limited review by the Statutory Central Auditors of the Bank in line with the guidelines issued by the Reserve Bank of India and as per the SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015. The auditors have issued a clean report for the quarter ended 30th June, 2020.
2. The figures of the last quarter in each of the financial years are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year.
3. a) The Government of India (GOI), Ministry of Finance, Department of Financial Services vide Gazette Notification CG-DL-E-04032020-216535 dated 4th March, 2020 approved the scheme of amalgamation of Andhra Bank and Corporation Bank (Amalgamating Banks) into Union Bank of India effective from 1st April, 2020. The working results for the quarter ended 30th June, 2020 include operations of erstwhile Andhra Bank and erstwhile Corporation Bank. Hence the results for the current quarter are not comparable with immediately preceding quarter and corresponding previous year.
b) The Bank has adopted "Pooling of Interest" method as prescribed under the Accounting Standard - 14 on "Accounting for Amalgamations" issued by the Institute of Chartered Accountants of India (ICAI), to record amalgamation of Andhra Bank and Corporation Bank (the amalgamating banks) with the Bank with effect from 1st April, 2020.
Accordingly, the difference of ₹ 1309.60 Crore between the net assets of amalgamating banks and the amount of shares issued to shareholders of the amalgamating banks has been recognized as Amalgamation Reserve in the opening balance sheet as on 1st April, 2020. The Bank has considered this amount under CET I for the purpose of calculation of CRAR and approval from the Reserve Bank of India is pending for the same.
4. There is change in the accounting policies/estimates followed (with effect from 1st April, 2020) during the quarter ended 30th June, 2020 as compared to those followed in the preceding financial year ended 31st March, 2020:-
 - a) LC/BG commission income is now recognized as revenue on accrual basis as against receipt basis followed in earlier periods. Impact due to the change in accounting policy has resulted in decrease in other income and net profit (before tax) for the quarter by ₹. 134.08 Crore.
 - b) Pursuant to amalgamation of Andhra Bank and Corporation Bank into Union Bank of India, there is a change in method of depreciation on Fixed Assets from Written Down Value to Straight Line Method and change in estimated useful life with respect to some categories of assets. Impact due to the said changes has resulted in increase in depreciation and decrease in net profit (before tax) for the quarter by ₹. 177.66 Crore.
5. In terms of RBI circular DBOD No.BP.BC. 1/21.6.201/2015-16 dated 1st July, 2015, banks are required to make Pillar 3 disclosures under Basel III capital regulations. These details are made available on Bank's website with link: http://www.unionbankofindia.co.in/Basel_Disclosures_III.aspx. These disclosures are not subjected to limited review by the Statutory Auditors.
6. During the quarter, the Bank has exercised call option and accordingly has redeemed Basel II compliant Upper Tier II bonds aggregating Rs. 1050 Crore.



7. The Consolidated Financial Statements (CFS) of group companies comprises the results of Union Bank of India and entities as detailed hereunder:

Type of Association	Name of Entity	Proportion of Ownership of Bank
Parent	Union Bank of India	
Subsidiaries	Union Asset Management Company Private Ltd	100%
	Union Trustee Company Private Ltd	100%
	Union Bank of India UK Ltd	100%
	Andhra Bank Financial Services Ltd	100%
	Corp Bank Securities Ltd	100%
Jointly Controlled Entity	Star Union Dai-Ichi Life Insurance Company Ltd	25.10%
	ASREC (India) Ltd	26.02%
	India First Life Insurance Co Pvt Ltd	30.00%
	India International Bank (Malaysia) BHD.	25.00%
Associate	Chaitanya Godavari Gramin Bank	35%

Ministry of Finance vide Gazette Notification 3837 dated 26th November, 2019 amalgamated Kashi Gomti Samyut Gramin Bank (KGSGB) into Baroda U P Bank with effect from 1st April, 2020. Thus, KGSGB is no longer an associate of the Bank since this date and hence not considered for these consolidated financial results.

8. The consolidated financial results have been prepared in accordance with the Accounting Standard - 21 "Consolidated Financial Statements", Accounting Standard- 23 "Accounting for Investment in Associates in Consolidated Financial Statements", and Accounting Standard - 27 "Financial Reporting of Interest in Joint Venture" issued by the Institute of Chartered Accountants of India and the guidelines issued by the Reserve Bank of India.
9. The working results of the Bank for the quarter ended 30th June, 2020 have been arrived at after considering the provisions on Non-Performing Assets, Standard Assets, Restructured Assets, Standard Derivative Exposures, Provision for Exposure to Entities with Un-Hedged Foreign Currency Exposure, Additional provision on standard advances under stressed sector and Non Performing Investments and Investment Depreciation on the basis of extant guidelines issued by the Reserve Bank of India.
10. Provision for employee benefits and other usual necessary provisions including income tax have been made on estimated basis. Expenses are estimated & provided on a proportionate basis and are subject to adjustments during subsequent quarters.
11. As per RBI circular No. DBR No. BP. 15199/21.04.048/2016-17 and DBR No. BP. 1906/21.04.048/2016-17 dated June 23, 2017 and August 28, 2017 respectively, for the accounts covered under the provisions of the Insolvency and Bankruptcy Code (IBC), the Bank has made a total provision of ₹ 19201 Crore covering 99.82% of the total outstanding of ₹ 19236 Crore as on the Balance Sheet date.
12. In terms of RBI Circular DBR.No.BP.BC.83/21.04.048/2014-15 dated 1st April, 2015 and DBR.No.BP.BC.92/21.04.048/2015-16 dated 18th April, 2016 the Bank has opted to provide the liability towards frauds over a period of four quarters as against the charging the same in the relevant period. Accordingly, the carry forward provision as on 30th June, 2020 is ₹ 1647.62 Crore which is to be amortised in the subsequent quarters by the Bank.
13. In terms of RBI Circular No. DBR.BP.BC.18/21.04.048/2018-19 dated 1st January, 2019 and DOR.No. BP.BC.34/21.04.048/2019-20 dated 11th February, 2020 on "Restructuring of



Advances - Micro, Small & Medium Enterprises (MSME) Sector (One Time Restructuring)", the Bank has restructured the MSME borrower accounts as under:

No of Accounts restructured	Amount
59202	₹ 2883.94 Crore

14. In terms of RBI guidelines relating to 'Covid 19 Regulatory Package' on Asset Classification and Provisioning dated 27th March, 2020, 17th April, 2020 and 23rd May, 2020, the Bank has extended moratorium on payment of instalment and/or interest as applicable, falling due between 1st March, 2020 to 31st August, 2020 to eligible borrowers classified as standard, even if overdue, as on 29th February, 2020 without considering the same as restructuring. The moratorium period wherever granted, shall be excluded by the Bank from the number of days past due for the purpose of asset classification in terms of IRAC norms. In accordance with RBI guidelines, the Bank is required to make provision of not less than 10% of outstanding advances to be phased over two quarters not less than 5% beginning with quarter ended 31st March, 2020 in respect of borrowal accounts where asset classification benefit has been granted as per RBI guidelines. Accordingly, the Bank has extended the relief in terms of the said circular as under: (₹ in Crore)

SN	Particulars	Amt
1	Amounts in SMA/overdue categories, where the moratorium/deferment was extended	49683.38
2	Amount where asset classification benefits is extended	5399.98
3	Additional Provisions made during the quarter	343.16
4	Total Provision held as on 30 th June, 2020	682.95*
5	Provisions adjusted during the respective accounting periods against slippages and the residual provisions	NIL

*The provision made by the Bank is higher by ₹ 142.96 Crore than requirement as per the RBI guidelines dated 17th April, 2020.

15. In terms of RBI Circular DBR.No.BP.BC.45/21.04.048/2018-19 dated 7th June, 2019 on Prudential Framework for Resolution of Stressed Assets the bank is holding additional provision amounting to ₹ 539.19 Crore in 13 accounts.
16. In accordance with guidelines of RBI, the Bank has shifted securities from Held to Maturity (HTM) category to Available for Sale (AFS) category amounting to ₹ 13508.08 crore (Face Value), and AFS to HTM category amounting to ₹ 12500.00 crore (Face Value) during the quarter and resulting depreciation of ₹ 124.14 crore has been fully provided.
17. In the Annual General Meeting held on 4th August, 2020, the Bank has taken approval of its shareholders in terms of Gazette Notification issued by Ministry of Finance on 23rd March, 2020 for set off of accumulated losses of ₹ 32,758.49 Crore against securities premium account. The same is subject to regulatory approval and will be given effect in books of accounts upon receipt of RBI's approval.
18. In pursuance of amalgamation approved by the Board of Directors and further directives by Reserve Bank of India, the Bank had carried out the process of harmonisation with regard to impact of Divergence in Asset Classification and provisioning across Union Bank of India, Corporation Bank & Andhra Bank as per extant IRAC norms as on March 31, 2020. Accordingly, an amount of ₹ 3,654.91 Crore was provided in respective Banks as on 31st March, 2020 (₹ 2,509.98 Crore relating to UBI, ₹ 199.86 Crore relating eCB and ₹.945.07 Crores relating to eAB). Over and above this, additional harmonization provision amounting to ₹. 323.86 Crore is made during the quarter ended 30th June, 2020.



19. Outbreak of COVID-19 Pandemic has impacted credit and recovery segments of banking business. Though there has been an impact on recovery, loan default risk has been largely minimized on account of grant of moratorium, one-time restructuring of loans and other measures to reduce the interest burden by Reserve Bank of India (RBI).

With the gradual withdrawal of lockdown and partial resumption of economic activities the Bank has resumed full fledged operations through all its branches and alternate digital channels.

However, the situation continues to be uncertain the Bank expects that with the measures being taken by Government of India and State Governments, normalcy is expected to be restored by 3rd and 4th quarter of the current financial year. Nevertheless, the management believes that no adjustments are required in the financial results as the Bank is adequately capitalized and has sufficient liquidity to take care of its present and future operations and there would not be any significant impact on Bank's performance in future and going concern assumptions.

20. Pursuant to the MOU executed between Indian Bank's Association and Workmen Unions & Officer's Association on 22nd July, 2020 with respect to wage revision (due with effect from 1st November, 2017) the Bank has made an additional provision of ₹ 645.00 Crore for the quarter. Accordingly, the total provision towards the wage arrear as on 30th June, 2020 stands at ₹ 2036.89 Crore.

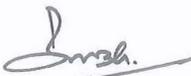
21. The Bank, based on internal evaluation, has decided to continue with the existing tax regime. Further, the Bank has reversed net Deferred Tax Assets of ₹.145.58 Crore during the quarter on timing differences in accordance with Accounting Standard - 22 on "Accounting for Taxes on Income" issued by the Institute of chartered Accountants of India and the guidelines issued by the Reserve Bank of India.

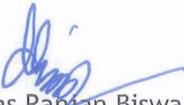
22. Provision coverage ratio of the Bank as at 30th June, 2020 is 79.87% (as at 30th June 2019; 65.88%).

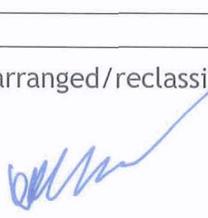
23. Position of investor complaints for the quarter ended 30th June, 2020:

Sr No		No. of complaints
i	Pending as on 01 st April, 2020	0
ii	Received during the quarter	0
iii	Resolved during the quarter	0
iv	Pending as on 30 th June, 2020	0

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


(Birupaksha Mishra)
Executive Director


(Manas Ranjan Biswal)
Executive Director


(Dinesh Kumar Garg)
Executive Director


(Gopal Singh Gusain)
Executive Director


(Rajkiran Rai G.)
Managing Director & CEO

Place: Mumbai
Date: 21st August, 2020

