

Statement of Assets and Liabilities

(₹ in lacs)

Particulars	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.12.2019	31.03.2019
	(Audited)	(Reviewed)	(Audited)	(Audited)	(Reviewed)	(Audited)
	Standalone			Consolidated		
CAPITAL AND LIABILITIES						
Capital	3,42,282	3,42,282	1,76,302	3,42,282	3,42,282	1,76,302
Preference Share Capital issued by Subsidiary Company	---	---	--	10,400	10,400	10,400
Reserves and surplus	30,36,283	34,24,065	24,72,399	30,46,258	34,49,500	24,96,863
Deposits	4,50,66,845	4,45,09,071	4,15,91,527	4,52,43,615	4,46,87,400	4,17,50,481
Borrowings	52,48,625	36,57,223	42,86,382	52,71,406	36,86,803	43,27,560
Other Liabilities and Provisions	13,74,292	10,62,441	8,77,274	16,36,944	13,12,929	10,96,448
Total	5,50,68,327	5,29,95,082	4,94,03,884	5,55,50,905	5,34,89,314	4,98,58,054
ASSETS						
Cash and Balances with Reserve Bank of India	20,11,830	21,10,357	20,79,646	20,11,892	21,10,500	20,80,040
Balances with Banks and Money at Call and Short Notice	34,98,792	13,50,124	22,24,951	35,12,987	13,63,682	22,36,268
Investments	1,52,41,390	1,60,26,614	1,26,04,664	1,54,25,149	1,62,29,716	1,28,39,121
Advances	3,15,04,941	3,07,56,570	2,96,93,215	3,17,67,743	3,09,75,780	2,98,78,010
Fixed Assets	4,76,252	3,72,679	3,76,229	4,77,550	3,74,013	3,77,446
Other Assets	23,35,122	23,78,738	24,25,179	23,55,584	23,95,623	24,47,169
Total	5,50,68,327	5,29,95,082	4,94,03,884	5,55,50,905	5,34,89,314	4,98,58,054



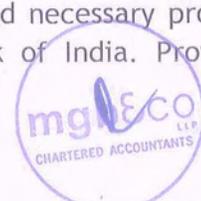
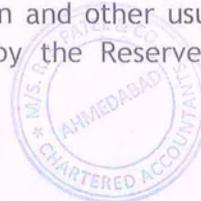
NOTES :-

1. The above audited financial results have been reviewed and recommended by the Audit Committee of the Board and approved by the Board of Directors in their meeting held on 23rd June, 2020. The auditors have issued a clean report for the year ended 31st March, 2020.
2. The working results of the bank for the quarter and year ended 31st March, 2020 have been arrived at following the same accounting policies and practices as those followed in the preceding financial year ended 31st March, 2019. The same have been subjected to audit 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 and Disclosure Requirements) Regulation, 2015.
3. The figures for the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the financial year.
4. In accordance with RBI circular DBOD No.BP.BC. 1/21.06.201/2015-16 dated 01st July, 2015 banks are required to make Pillar 3 disclosures under Basel III Capital Regulations. The disclosures are being made available on our website at the following link: http://www.unionbankofindia.co.in/Basel_Disclosures_III.aspx. These disclosures have not been subjected to audit by the Statutory Central Auditors of the Bank.
5. The Consolidated Financial Statements (CFS) of group companies comprises the results of Union Bank of India (the parent) 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 Limited	100%
	Union Trustee Company Private Limited	100%
	Union Bank of India UK Limited	100%
Jointly Controlled Entity	Star Union Dai-Ichi Life Insurance Company Limited	25.10%
Associate	Kashi Gomti Samyut Gramin Bank*	35%

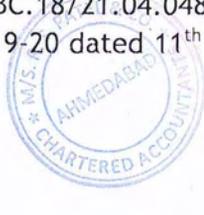
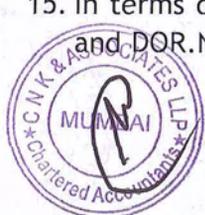
* - Pursuant to the Government of India notification dated 26th November 2019, the said Regional Rural Bank (RRB) ceases to continue as an associate of the bank with effect from 1st April, 2020 on account of RRB's amalgamation with Baroda U.P. Bank.

6. 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.
7. The working results of the Bank for the quarter and year ended 31st March, 2020 have been arrived at after considering the provisions on Non-Performing Assets, Standard Assets, Restructured Assets, Standard Derivative Exposures, Depreciation on Fixed Assets, 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 and other usual and necessary provision on the basis of extant guidelines issued by the Reserve Bank of India. Provision for



Contingencies, Employee Benefits, Direct Taxes (including Deferred Tax) have been made as per the applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

8. 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 ₹ 6940 Crore (covering 99.50% of the total outstanding) as on the Balance Sheet date.
9. In terms of RBI Circular No. DBR.BP.BC.No.50/21.06.201/2016-17 dated 2nd February, 2017, the Bank has made payment/provision of interest on Additional Tier - 1 (AT-1) Perpetual Basel III compliant Bonds by debiting Revenue Reserves in view of the insufficient profits. Accordingly, interest expenses of ₹ 367.90 Crore for the year has been debited to Revenue Reserves.
10. During the year, the Government of India infused ₹ 11768 crore towards preferential allotment of Equity shares. Accordingly, the Bank has allotted 1,65,98,02,538 number of equity shares of ₹ 10 each fully paid at an issue price of ₹ 70.90 (including premium of ₹ 60.90 per share). Share issue expenses thereon amounting to ₹ 11.99 crore has been debited to share premium account in terms of RBI approval vide DOR.BP.No.5920/21.04.018/2019-20 dated 24th January, 2020. Consequently, the Government of India's shareholding, as on the Balance Sheet date is 86.75%.
11. The amalgamation of Andhra Bank and Corporation Bank with Union Bank of India has been effected w.e.f April 1, 2020 in terms of Government of India Notification CG-DL-E-04032020-216535 G.S.R.154 (E) dated 4th March, 2020. Accordingly, the Bank, as a prudential measure, has made harmonization provisioning in its Books of Accounts for the position as on 31st March, 2020 with regard to impact of divergence in Asset Classification across Union Bank of India, Andhra Bank and Corporation Bank as per extant IRACP norms. The Bank has made an additional harmonization provision for the quarter and year ended 31st March, 2020 amounting to ₹ 2509.98 Crore and the same is disclosed as Exceptional Items in the Financial Results.
12. During the current financial year the Bank has revalued Immoveable Properties (forming part of Schedule 10), based on the reports obtained from the external independent valuers. The revaluation surplus amounting to ₹ 1044.80 Crore is credited to Revaluation Reserve (PY NIL).
13. During the year the Bank has exercised call option on Basel II compliant Innovative Perpetual Debt Instruments/Tier II Bonds worth ₹. 1200 Crore.
14. 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 31st March, 2020 is ₹ 2272.65 Crore which is to be amortised in the subsequent quarters by the Bank and has been debited to other reserves by credit to provision.
15. 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
42767	₹ 1123.56 Crore

16. 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 on repayment of loans and other measures to reduce the interest burden by Reserve Bank of India (RBI).

Bank has continued its operations through its branches and Digital products even during current scenario of COVID -19 and with partial relaxation of lockdown norms by Central & State Governments, full-fledged banking operations resumed in most of the branches after following safety norms.

There may be an impact on revenue of the Bank during 1st and 2nd quarter of the FY 2020-21 due to slowdown of economic activity. 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.

In terms of RBI Circular DOR.No.BP.BC.63/21.04.048/2019-20 dated 17th April, 2020 on Covid-19 Regulatory Package -Asset Classification and Provisioning the Bank has extended asset classification benefit and made provision as under: *(Rs in Crores)*

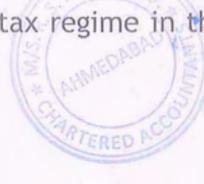
Amounts in SMA/overdue categories, where the moratorium/deferment was extended	Amount where asset classification benefits is extended	Provisions made during the Q4FY2020 (5% of B)*	Provisions adjusted during the respective accounting periods against slippages and the residual provisions
A	B	C	D
25935.03	2512.42	124.77	NIL

*Excluding FITL accounts having outstanding of ₹ 17.02 Crore which are fully provided. In respect of the above accounts, interest income aggregating ₹137.52 Crore has been reckoned.

17. In terms of RBI Circular DOR.No.BP.BC.62/21.04.048/2019-20 dated 17th April, 2020 on Covid-19 Regulatory Package - Review of Resolution Timelines under the Prudential Framework on Resolution of Stressed Assets, none of the accounts are eligible for getting extension of the said Resolution Period.

18. The bank has made an additional provision 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 amounting to ₹386.97 Crore.

19. The Bank, based on internal evaluation, has decided to continue with the existing tax regime and will decide to opt for the new tax regime in the future. Further, the Bank



has recognised net Deferred Tax Assets as on 31st March, 2020 aggregating to ₹.7356.88 Crore (PY ₹. 5172.08 crore) 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.

20. As part of Risk Based Supervision (RBS) exercise for the year ended 31st March, 2019 the RBI had pointed out divergence in respect of Bank's asset classification and provisioning in certain accounts. In conformity with the RBI circular DBR.BP.BC.No. 32/21.04.018/2018-19 dated 1st April, 2019, DBR.BP.BC.No. 63/21.04.018/2016-17 dated 18th April, 2017 and SEBI Circular issued on 18th July, 2017 and 31st October, 2019 the below table outlines divergences in asset classification and provisioning:

SN	Particulars	₹ in Crore
1	Gross NPA as on 31 st March, 2019 as reported by the Bank	48,729
2	Gross NPA as on 31 st March, 2019 as assessed by the RBI	49,318
3	Divergence in Gross NPA (2-1)	589
4	Net NPA as on 31 st March, 2019 as reported by the Bank	20,332
5	Net NPA as on 31 st March, 2019 as assessed by the RBI	20,921
6	Divergence in Net NPA (5-4)	589
7	Provision for NPA as on 31 st March, 2019 as reported by the Bank	28,397
8	Provision for NPA as on 31 st March, 2019 as assessed by the RBI	29,984
9	Divergence in Provisioning (8-7)	1,588
10	Reported Net Profit after tax (PAT) for the year ended 31 st March 2019	(2,947)
11	Adjusted (Notional) Net Profit after tax (PAT) for the year ended 31 st March, 2019 after taking into account divergence in provisioning	(3,978)

The Bank has duly recorded the impact of the above in its working results for the quarter/half year ended 30th September, 2019.

21. Pursuant to the proposed bipartite agreement on wage revision (due with effect from November 2017), a sum of ₹ 90 Crore has been provided during the quarter towards wage revision on an estimated basis. (cumulative provision; ₹ 815 Crore).

22. Provision coverage ratio as on 31st March, 2020 is 73.64% (PY 66.24%).

23. Disclosure about investor complaints for the quarter ended 31st March, 2020: Complaints at the beginning of the quarter: 0; Received during the quarter: 3; Disposed off during the quarter: 3 and Pending as on 31st March, 2020: NIL

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

(Rajkumar Rai G.)
Managing Director & CEO

(Kewal Handa)
Chairman

Place: Mumbai.
Date: 23rd June, 2020

