

Press Release

Financial Results for the Quarter ended June 30, 2021

The Board of Directors of Union Bank of India today approved the accounts of the Bank for the Quarter ended June 30, 2021.

Key Highlights in Q1FY22

1. Strong Financial Performance:

Operating Profit and Net Profit of the Bank improved by 31.45% and 254.93% respectively on YoY basis during Q1FY22. Net interest income of Bank grew by 9.53% on YoY basis during Q1FY22.

2. Bank continues to demonstrate a strong liability franchise

The CASA deposits have increased by 11.23% YoY. We now have a total deposits base at Rs.9,08,528 Crores as at the end of Q1FY22. CASA ratio improved to 36.39% from 33.30% on YoY basis.

3. Credit in Retail, Agri and MSME (RAM) segments grown by 8.92% on YoY basis

Bank registered 10.61% growth in Retail, 12.70% growth in Agriculture and 3.33% growth in MSME advances on YoY basis. RAM advances as % of Domestic Advances improved by 451 bps on YoY basis to 56.08%.

4. Reduction in NPA:-

Gross NPA (%) reduced by 135 bps on YoY basis to 13.60% and Net NPA(%) reduced by 28 bps on YoY basis to 4.69% as on 30.06.2021. Credit Cost reduced by 135 bps QoQ for Q1FY22.

5. Cost to Income ratio of the Bank improved by 320 bps on YoY basis

Cost to Income ratio of the Bank improved by 320 bps on YoY basis from 48.71% during Q1FY21 to 46.51% during Q1FY22.

6. Improved capital ratios

CRAR improved from 11.62% as on 30.06.2020 to 13.32% as on 30.06.2021. CET1 ratio improved to 9.77% as on 30.06.2021 from 8.40% as on 30.06.2020.

Key Summary of Q1FY2022 Results

In Rs Crores	Q1FY21	Q4FY21	Q1FY22	YoY%	QoQ%
Profit & Loss					
Interest Income	18,429	15,475	17,134	-7.02	10.72
Interest Expenses	12,026	10,072	10,121	-15.84	0.48
Net Interest Income	6,403	5,403	7,013	9.53	29.81
Non-Interest Income	1,462	4,551	2,901	98.35	-36.26
NIM %	2.78	2.38	3.08	30 bps	70 bps
Operating Profit	4,034	5,180	5,303	31.45	2.37
Total Provisions	3,701	3,850	4,122	11.36	7.06
Profit After Tax	333	1,330	1,181	254.93	-11.19



In Rs Crores	Jun 20	Mar 21	Jun 21	YoY%	QoQ%
Balance Sheet					
Global Advances	6,50,127	6,53,684	6,45,091	-0.77	-1.31
<i>Domestic Advances</i>	6,29,242	6,37,672	6,30,237	0.16	-1.17
<i>W/w Retail</i>	1,13,414	1,25,427	1,25,445	10.61	0.01
<i>Agriculture</i>	1,05,439	1,20,124	1,18,825	12.70	-1.08
<i>MSME</i>	1,05,640	1,13,250	1,09,157	3.33	-3.61
<i>RAM advances</i>	3,24,493	3,58,801	3,53,427	8.92	-1.50
Deposits	8,92,542	9,23,805	9,08,528	1.79	-1.65
<i>W/w CASA</i>	2,97,217	3,35,592	3,30,604	11.23	-1.49
<i>Retail Term Deposits(<2 Crs)</i>	3,70,732	3,86,461	4,01,020	8.17	3.77
<i>CASA Ratio (%)</i>	33.30	36.33	36.39	309 bps	6 bps
GNPA	97,190	89,788	87,762	-9.70	-2.26
NNPA	28,914	27,281	27,438	-5.10	0.58

Ratios (%)	Q1FY21	Q4FY21	Q1FY22	YoY bps	QoQ Bps
Asset Quality					
GNPA	14.95	13.74	13.60	-135	-14
NNPA	4.97	4.62	4.69	-28	7
PCR	79.87	81.27	81.43	156	16
TPCR	70.25	69.62	68.74	-151	62
Credit Cost	1.49	2.89	1.54	5	-135
Capital Ratios					
CET-1 ratio	8.40	9.07	9.77	137	70
Tier-1 ratio	9.48	10.35	11.09	161	74
CAR	11.62	12.56	13.32	170	76

Network:

- 9312 Branches
- 11824 ATMs
- 8216 BC points
- 94 SARAL/SARAL Lite (MSME Loan Processing Centres)
- 129 ULPs (Retail Loan Processing Centres)
- 62 USKs (Agricultural Loan Processing Centres)

Financial inclusion schemes:

Financial inclusion aims 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):

PMJJBY is a Government- backed insurance scheme; 0.96 lakh new enrollments were done by Bank for the quarter ended June 30, 2021.

Pradhan Mantri Suraksha Bima Yojana (PMSBY):

PMSBY is Government- backed accidental insurance scheme; 1.45 lakh new enrollments were done by Bank for the quarter ended June 30, 2021

Pradhan Mantri Jan Dhan Yojana (PMJDY):

Under this scheme, as on June 30, 2021, total 2.21 Crore accounts have been opened with account balance of Rs.6,597 Crore as against 1.90 Crore accounts with Rs.5,767 Crore as on June 30, 2020.



Atal Pension Yojana (APY):

APY is a pension scheme, primarily targeted at the unorganized sector, 0.48lakh new enrollments were done by Bank for the quarter ended June 30, 2021.

New schemes launched to tackle COVID-19:

In response to significant challenges of COVID 19, Bank has launched various flagship schemes for business entities, retail customers, in order to ease out the stress or for fulfilling the consumption needs.

PM SVANidhi:

A micro credit facility that provides street vendors a collateral free loan of Rs.10,000 with low rates of interest for a period of one year.

No. of Loans Sanctioned -2,87,506

Total amount Sanctioned - Rs.287 Crore

Union Guaranteed Emergency Credit Line (UGECL):

A special scheme as per Gol guidelines for sanctioning pre-approved limit of up to 20/40 per cent of loan outstanding as on 29th February, 2020 to eligible borrowers, in the form of additional working capital term loan facility to eligible Business Enterprises / MSME borrowers/Individuals, including interested PMMY borrowers.

No. of Loans Sanctioned (UGECL 1,2 &3) -3,72,983

Total amount Sanctioned (UGECL 1,2 &3)- Rs.10,007 Crore

Affordable Housing Scheme:

Pradhan Mantri Awas Yojana (PMAY):

Under this scheme, as on June 30, 2021, Bank has sanctioned an amount of Rs.6,563 Crores to 21,989 beneficiaries including women beneficiaries of 7,891.

Date: 29th July, 2021

Place: Mumbai