



CITY UNION BANK LTD.,

"NARAYANA" Administrative Office,

No. 24-B, Gandhi Nagar, Kumbakonam - 612 001.

Phone : 0435 - 2402322 - Fax : 0435 - 2431746

E-mail : shares@cityunionbank.com Website: www.cityunionbank.com

CIN - L65110TN1904PLC001287

C.O/Shares/LR-2/5/2019-20

17th May 2019

National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex,
Bandra (E),
Mumbai 400 051

BSE Ltd.,
DCS – CRD,
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai 400 001

Scrip Code: CUB

Scrip Code: 532210

Dear Madam / Sir,

Sub: Outcome of Board Meeting

Ref: Regulation 30 / 33 (d) of SEBI Listing Regulations

This is in continuation to our communication to the exchange dated 8th May 2019.

1. Pursuant to the regulations cited on the subject matter, we submit herewith a copy of Audited Financial Results of the Bank together with the Auditor's Report for the quarter / year ended 31st March 2019, which has been approved by the Board of Directors of the Bank at its meeting held on 17th May 2019. Further, enclosed herewith a declaration on unmodified audit opinion on such financial results.
2. The Board at the above meeting recommended a dividend @ Re. 0.50 paisa per equity share i.e., 50 % on face value of Re.1/- per equity share of the Bank, subject to requisite approvals.
3. A copy of the financial results is being uploaded in the Bank's website www.cityunionbank.com and an extract of the same shall be published in a manner as prescribed under SEBI Listing Regulations.

Time of commencement of Board meeting : 9.00 a.m

Time of closure of Board meeting : 10.25 a.m

Kindly take note of the above.

Thanking you

Yours faithfully
for **CITY UNION BANK LIMITED**

V Ramesh
General Manager – CFO & CS

Encl.: a/a



City Union Bank Ltd.,

CIN NO.L65110TN1904PLC001287

Regd.Office: 149 T.S.R. (Big) Street, Kumbakonam 612001

AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31st MARCH, 2019

Particulars	(Rs in Lakhs)				
	Quarter ended			Year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	(Audited)	(Reviewed)	(Audited)	(Audited)	
1. Interest earned (a+b+c+d)	98455.42	96662.18	87066.19	376716.66	340242.16
a) Interest/Discount on Advances/Bills	83833.95	81965.93	72355.20	317765.50	284039.52
b) Income on Investments	13489.06	13827.96	13752.90	55359.81	52276.07
c) Interest on balances with RBI and other Inter Bank funds	867.75	574.87	581.70	2331.45	2268.92
d) Others	264.66	293.42	376.39	1259.90	1657.65
2. Other Income	14688.93	11983.40	11982.35	51438.87	53210.04
3. Total Income (1 + 2)	113144.35	108645.58	99048.54	428155.53	393452.20
4. Interest Expended	56395.24	54853.36	50271.91	215567.74	197212.12
5. Operating Expenses (i) + (ii)	22971.09	23106.62	19349.04	88588.62	75464.87
(i) Employees Cost	9139.54	9274.14	7676.27	36443.71	31588.36
(ii) Other Operating expenses	13831.55	13832.48	11672.77	52144.91	43876.51
6. Total Expenditure (4) + (5) excluding provisions and contingencies	79366.33	77959.98	69620.95	304156.36	272676.99
7. Operating Profit before provisions and contingencies (3) - (6)	33778.02	30685.60	29427.59	123999.17	120775.21
8. Provisions (other than tax) and contingencies	9067.32	7875.00	8615.01	31514.03	41775.42
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	24710.70	22810.60	20812.58	92485.14	78999.79
11. Tax Expenses	7200.00	5000.00	5600.00	24200.00	19800.00
12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)	17510.70	17810.60	15212.58	68285.14	59199.79
13. Extra ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00	0.00
14. Net Profit / (Loss) for the period (12) - (13)	17510.70	17810.60	15212.58	68285.14	59199.79
15. Paid up equity share Capital (Face value of Re.1/- each)	7345.01	7318.88	6647.29	7345.01	6647.29
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)				476730.74	409676.24
17. Analytical ratios					
i) % of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - Basel III	15.55%	14.79%	16.22%	15.55%	16.22%
iii) Earning Per Share (EPS)					
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.39	2.43	2.29	9.57	9.18
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.37	2.43	2.28	9.49	9.15
iv) NPA Ratios					
(a) Gross NPA	97705.34	89191.73	85655.16	97705.34	85655.16
(b) Net NPA	59145.92	52760.31	47478.05	59145.92	47478.05
(c) % of Gross NPA	2.95	2.91	3.03	2.95	3.03
(d) % of Net NPA	1.81	1.74	1.70	1.81	1.70
v) Return on Assets - Annualised	1.63%	1.68%	1.58%	1.64%	1.60%

Statement of Assets & Liabilities	(Rs in Lakhs)	
	31.03.2019	31.03.2018
Capital and Liabilities	(Audited)	
Capital	7345.01	6647.29
Reserves & Surplus	476730.74	409676.24
Deposits	3844794.85	3285262.18
Borrowings	48090.85	173588.05
Other Liabilities & Provisions	148927.38	118550.77
Total	4525888.83	3993724.53
Assets		
Cash & Balance with RBI	199312.09	186179.77
Balances with Banks and Money at Call	97016.36	77464.60
Investments	771220.06	787910.61
Advances	3267334.08	2785278.58
Fixed Assets	25003.31	22312.66
Other Assets	166002.93	134578.31
Total	4525888.83	3993724.53

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For CITY UNION BANK LTD.,


 Company Secretary





Ramesh
Company Secretary

Notes :

- 1 The above financial results for the quarter / year ended 31st March 2019 have been reviewed by the Audit Committee of the Board at its meeting held on 16th May 2019 and approved by the Board of Directors at their meeting held on 17th May 2019. The same have been audited by the 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) Regulation, 2015 who have expressed an unmodified opinion.
- 2 There has been no change in the accounting policies followed during the quarter and year ended 31st March 2019 as compared to those followed in the preceding financial year ended 31st March 2018.
- 3 The figure for the quarter ended 31st March 2019 and 31st March 2018 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures upto the end of the third quarter of the respective financial years, which was subject to Limited Review by the Statutory Central Auditors of the Bank.
- 4 The above working results for the quarter / year ended 31st March 2019 have been arrived at after considering various provisions as per RBI guidelines for Standard Assets, Non Performing Assets and Depreciation on Investments, Employee benefits, taxes & other usual and necessary provisions.
- 5 RBI Circular DBR. No. BP.BC.113/21.04.048/2017-18 dated June 15, 2018 provided banks an option to spread provisioning for mark to market (MTM) losses on investments held in AFS and HFT categories for the quarter ended June 30, 2018. The circular states that the provisioning for this quarter may be spread equally over up to four quarters, commencing with the quarter ended June 30, 2018. The Bank has not availed this option and had recognised the entire Mark to Market (MTM) loss on investments in the Q1 FY 19.
- 6 RBI Circular DBR No.BP.BC.100/21.04.048/2017-18 dated February 07, 2018 and DBR No.BP.BC.108/21.04.048/2017-18 dated June 6, 2018 permitted banks to continue the exposures to MSME borrowers to be classified as standard assets where the dues between September 1, 2017 and December 31, 2018 are paid not later than 180 days from their respective original due dates. During Q1 FY 19, the Bank had reported 4 borrowal accounts totalling to Rs.19.06 crs who had availed this scheme. During Q2 FY 19, out of the above referred 4 borrowal accounts, two borrowal accounts amounting to Rs.16.09 cr has been classified as NPA and remaining 2 accounts has been regularized and moved out of the said dispensation.
- 7 In terms of RBI Circular DBR No.BP.BC.18/21.04.048/2018-19 dt 01.01.2019 on MSME Sector - Restructuring of Advances, the bank has restructured 18 accounts to the tune of Rs.34.98 crs. Further, due to Gaja Cyclone, the bank has restructured 79 accounts to the tune of Rs.21.13 crs.
- 8 In terms of RBI circular No.DBR.BP.BC.No.32/21.04.018/2018-19 dated April 1, 2019 banks are required to disclose the divergence in asset classification and provisioning consequent to RBI's Annual Supervisory Review Process in their "Notes to Accounts" to the financial statement if such divergence exceeds the threshold prescribed by the RBI. Since, the divergences identified by RBI for the Financial Year ended March 31, 2018 are less than the prescribed thresholds hence there is no disclosure required relating to Asset Classification & provisioning on NPA.
- 9 RBI has advised banks to make higher provisions for accounts referred under the provisions of Insolvency and Bankruptcy Code, 2016 (IBC). The bank had exposure to two such accounts which were identified as NPA and were fully provided for in the earlier years.
- 10 As informed to the Stock Exchanges on 08.12.2017, during Q3 FY 18, there were certain improper transactions amounting to Rs.31.55 cr through VISA, MASTER & NPCI networks through ATM switch which were approved outside the Bank's network. The bank has a cyber insurance cover for Rs.25 cr and insurance claim has been lodged. The bank has made full provision to this effect in the FY 2017-18 & FY 2018-19.
- 11 As informed to the Stock Exchanges on 17.02.2018, during Q4 FY 18, three fraudulent remittances amounting to Rs.12.13 cr had gone through our SWIFT system which were not initiated by us. Out of this, the bank received back Rs.3.25 cr. The bank has provided the full amount in the FY 2017-18 & FY 2018-19.
- 12 Other Income relates to income from non-fund based banking activities including commission, fees, gains from securities transactions, ATM sharing fees, income from PSL certificates (Net), recoveries from accounts written off and other miscellaneous income.
- 13 The Board of Directors recommend a dividend of 50% (50 paise) per equity share of face value of Re.1/- each for the year 2018-19, subject to the approval of the members at the ensuing Annual General Meeting. In accordance with AS 4, Contingencies and Events occurring after the Balance Sheet date notified by the MCA on March 30, 2016, the proposed dividend has not been shown as an appropriation from the profit and Loss appropriation account as of March 31, 2019 and correspondingly not reported under Other Liabilities and Provisions as at March 31, 2019. For computation of capital adequacy ratio as at 31.03.2019, Bank has adjusted the proposed dividend and tax thereon for determining capital funds.
- 14 The bank has allotted 26,12,868 equity shares during the current quarter & 32,36,341 equity shares during the FY 18-19 of face value of Re.1/- each to employees pursuant to the exercise of stock options by the employees. The Bank has issued 6,65,35,268 equity shares as Bonus shares during Q2 FY 19.
- 15 In computing the Segment information, certain estimates and assumptions have been made by the Management, which have been relied upon by the Statutory Central Auditor.



- 16 In accordance with the RBI circular DBOD. No.BP.BC.1/21.06.201/2015-16 dated 1st July 2015, read together with RBI circular DBR.No. BP.BC.80/21.06.201/2014-15 dated 31.03.2015, Banks are required to make Pillar III disclosures under Basel III capital regulations. Accordingly, Pillar 3 disclosures under Basel III capital regulations is available on the Bank's website (www.cityunionbank.com). These disclosures have not been subjected to audit by the Statutory Central Auditors.
- 17 Number of Investor complaints pending at the beginning of the quarter - Nil. Received during the quarter - 2 : Disposed of during the quarter - 2 : Pending complaints as on 31st March 2019 : Nil
- 18 Figures of the corresponding period's/year's have been reclassified/regrouped, wherever considered necessary.

By the Order of Board



Dr N. KAMAKODI
MD & CEO

Place : Chennai
Dated : 17th May 2019

For **SUNDARAM & SRINIVASAN**
Chartered Accountants



P. MENAKSHI SUNDARAM
Partner
M. No. 217914



SUNDARAM & SRINIVASAN
New No: 4,
Old No: 23,
CPR ROAD,
CHENNAI
600 018.
* CHARTERED ACCOUNTANTS *

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CITY UNION BANK LTD.,



Company Secretary

CITY UNION BANK LTD., CENTRAL OFFICE, KUMBAKONAM

SEGMENT REPORTING FOR THE QUARTER / YEAR ENDED 31.03.2019

Segmentwise Results

(Rs in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	(Audited)	(Reviewed)	(Audited)	(Audited)	
Segment Revenue					
a) Treasury	16917	16483	17346	66393	71363
b) Corporate / wholesale banking	34147	30945	24596	125184	101289
c) Retail Banking	61299	60513	56559	234484	219398
d) Other Banking Operations	782	705	548	2095	1402
Total	113145	108646	99049	428156	393452
Less : Inter segment revenue	-	-	-	-	-
Total	113145	108646	99049	428156	393452
Segment Results					
a) Treasury	10292	9307	10921	36533	39920
b) Corporate / wholesale banking	10128	7365	4369	32394	26331
c) Retail Banking	12702	13433	13691	53468	53539
d) Other Banking Operations	656	581	446	1604	985
Total	33778	30686	29427	123999	120775
Operating Profit	33778	30686	29427	123999	120775
Other Provisions & Contingencies	9067	7875	8615	31514	41775
Profit Before Tax	24711	22811	20812	92485	79000
Taxes including Deferred Tax	7200	5000	5600	24200	19800
Net Profit	17511	17811	15212	68285	59200
Segmental Assets:					
a) Treasury	929307	893589	926149	929307	926149
b) Corporate / wholesale banking	1244980	1162936	987961	1244980	987961
c) Retail Banking	2203652	2036146	1971073	2203652	1971073
d) Unallocated	147950	130257	108542	147950	108542
Total Assets	4525889	4222928	3993725	4525889	3993725
Segmental Liabilities:					
a) Treasury	826344	787735	824519	826344	824519
b) Corporate / wholesale banking	1131416	1045780	896766	1131416	896766
c) Retail Banking	2002637	1830880	1789123	2002637	1789123
d) Unallocated	81416	93626	66993	81416	66993
Total	4041813	3758021	3577401	4041813	3577401
Capital Employed:					
Segment Assets - Segment Liabilities					
a) Treasury	102963	105854	101630	102963	101630
b) Corporate / wholesale banking	113564	117156	91195	113564	91195
c) Retail Banking	201015	205266	181950	201015	181950
d) Unallocated	66534	36631	41549	66534	41549
Total	484076	464907	416324	484076	416324

There are no significant residual operations carried on by the bank.

PART B : GEOGRAPHIC SEGMENTS:

The bank operates only in India

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For CITY UNION BANK LTD.,



N. Ramen
Company Secretary



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"NARAYANA" Administrative Office,

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17th May 2019

National Stock Exchange of India Ltd.,
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BSE Ltd.,
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Scrip Code: CUB

Scrip Code: 532210

Dear Madam / Sir,

Sub: Declaration under Regulation 33 of SEBI LODR Amendment Regulations 2016

Pursuant to SEBI circular no.CIR/CFD/CMD/56/2016 dated 27th May 2016, we hereby confirm that M/s Sundaram and Srinivasan, Chartered Accountants, the Statutory Central Auditors of the Bank, have provided unmodified audit opinion on the standalone financial results of the Bank for the year ended 31st March 2019.

This is for your information and records please.

Thanking you

Yours faithfully
for **CITY UNION BANK LIMITED**

V Ramesh
General Manager – CFO & CS





Auditor's Report on Quarterly Financial Results and Year to Date Results of City Union Bank Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
City Union Bank Limited

1. We have audited the quarterly financial results of **City Union Bank Limited** (the "Bank") for the quarter ended March 31, 2019 and the financial results for the year ended March 31, 2019, attached herewith, being submitted by the bank pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, 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 aforesaid financial results have not been audited or reviewed by us. The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2019 and the published year-to-date figures upto December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter ended March 31, 2019 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2018, the audited annual financial statements as at and for the year ended March 31, 2019, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the bank's management and have been approved by the Board of Directors of the Bank. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended December 31, 2018 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 (AS 25 – Interim Financial Reporting) mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and provisions of Section 29 of the Banking Regulation Act, 1949, circulars, guidelines and directions issued by Reserve Bank of India from time to time and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2019; and the relevant requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.





3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:
- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2019 and for the year ended March 31, 2019.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For Sundaram & Srinivasan
Chartered Accountants
Firm Registration No: 0042075

P Menakshi Sundaram
Partner
Membership No: 217914



Place: Chennai
Date: May 17, 2019