

City Union Bank Ltd.,

CIN NO.L65110TN1904PLC001287

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30th SEPTEMBER, 2018

Particulars	Quarter ended		Half Year ended		(Rs in Lakhs)	
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	
	(Reviewed)		(Reviewed)		(Audited)	
1. Interest earned (a+b+c+d)	92648.86	88950.20	84087.68	181599.06	166640.34	340242.16
a) Interest/Discount on Advances/Bills	77711.87	74253.75	70105.91	151965.62	139222.91	284039.52
b) Income on Investments	14154.54	13888.25	12995.37	28042.79	25377.21	52276.07
c) Interest on balances with RBI and other Inter Bank funds	450.03	438.80	549.57	888.83	1154.07	2268.92
d) Others	332.42	369.40	436.83	701.82	886.15	1657.65
2. Other Income	11855.44	12911.10	15524.57	24766.54	29058.45	53210.04
3. Total Income (1 + 2)	104504.30	101861.30	99612.25	206365.60	195698.79	393452.20
4. Interest Expended	52846.48	51472.66	48602.10	104319.14	96917.59	197212.12
5. Operating Expenses (i) + (ii)	22062.92	20447.99	19004.53	42510.91	37078.75	75464.87
(i) Employees Cost	9300.21	8729.82	8271.91	18030.03	15924.49	31588.36
(ii) Other Operating expenses	12762.71	11718.17	10732.62	24480.88	21154.26	43876.51
6. Total Expenditure (4) + (5) excluding provisions and contingencies	74909.40	71920.65	67606.63	146830.05	133996.34	272676.99
7. Operating Profit before provisions and contingencies (3) - (6)	29594.90	29940.65	32005.62	59535.55	61702.45	120775.21
8. Provisions (other than tax) and contingencies	6796.00	7775.71	12929.99	14571.71	24594.41	41775.42
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	22798.90	22164.94	19075.63	44963.84	37108.04	78999.79
11. Tax Expenses	6000.00	6000.00	4600.00	12000.00	8600.00	19800.00
12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)	16798.90	16164.94	14475.63	32963.84	28508.04	59199.79
13. Extra ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00	0.00	0.00
14. Net Profit / (Loss) for the period (12) - (13)	16798.90	16164.94	14475.63	32963.84	28508.04	59199.79
15. Paid up equity share Capital (Face value of Re.1/- each)	7318.88	6653.53	6634.74	7318.88	6634.74	6647.29
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)						409676.24
17. Analytical ratios						
i) % of shares held by Government of India	Nil	Nil	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - Basel III	15.11%	16.06%	15.31%	15.11%	15.31%	16.22%
iii) Earning Per Share (EPS)						
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.30	2.43	2.22	4.75	4.55	9.18
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.29	2.42	2.19	4.74	4.49	9.15
iv) NPA Ratios						
(a) Gross NPA	84788.03	85111.75	78039.09	84788.03	78039.09	85655.16
(b) Net NPA	49778.43	47349.07	44097.78	49778.43	44097.78	47478.05
(c) % of Gross NPA	2.85	3.02	3.07	2.85	3.07	3.03
(d) % of Net NPA	1.69	1.70	1.76	1.69	1.76	1.70
v) Return on Assets - Annualised	1.62%	1.64%	1.58%	1.63%	1.59%	1.60%

Statement of Assets & Liabilities	(Rs in Lakhs)	
	30.09.2018	30.09.2017
Capital and Liabilities	(Reviewed)	
Capital	7318.88	6634.74
Reserves & Surplus	439777.77	378018.07
Deposits	3453400.59	3088159.99
Borrowings	102633.55	69311.97
Other Liabilities & Provisions	149928.03	118349.07
Total	4153058.82	3660473.84
Assets		
Cash & Balance with RBI	168866.69	152486.97
Balances with Banks and Money at Call	65445.79	105852.70
Investments	802211.06	739950.67
Advances	2942509.54	2504496.14
Fixed Assets	22723.38	20522.74
Other Assets	151302.36	137164.62
Total	4153058.82	3660473.84

Notes :

- 1 The above financial results for the quarter and half year ended 30th September 2018 have been reviewed by the Audit Committee of the Board on 01st November 2018 and approved by the Board of Directors at its meeting held on 02nd November 2018. The same have been subjected to limited review by the Statutory Central Auditors of the Bank. There are no qualifications in the Auditor's limited review report for the quarter and half year ended 30th September, 2018.
- 2 There has been no change in the accounting policies followed during the period ended 30th September 2018 as compared to those followed in the preceeding financial year ended 31st March 2018.
- 3 The above financial results have been arrived for the quarter and half year ended 30th September 2018 after considering various provisions as per RBI guidelines, for Standard Assets, Non Performing Assets and Depreciation on Investments, Income Tax, Employee benefits and other necessary provisions.
- 4 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. During Q2 FY 19, the bank has earned an income of Rs.7.82 cr by way of sale of PSL certificates.
- 5 RBI Circular DBR. No. BP.BC.113/21.04.048/2017-18 dated June 15, 2018 grants 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 June quarter itself.
- 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. The bank has not availed this dispensation during the current quarter. During June 18 quarter, the Bank had reported 4 borrowal accounts totalling to Rs.19.06 crs availed this scheme. During the current quarter, 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 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 have been made available on the Bank's website (www.cityunionbank.com). These disclosures have not been subjected to review by the Statutory Central Auditors.
- 8 The shareholders of the Bank have approved the issue of Bonus shares of face value of Re.1/- each in proportion of 1:10, i.e., 1(one) bonus equity share of face value of Re.1/- each for every 10 (Ten) fully paid up equity shares held through postal ballot on 03.07.2018. Accordingly, the Bank has issued 6,65,35,268 equity shares as bonus shares during Q2 of FY 2018-19.
- 9 The figure for the quarter ended 30th September 2018 are the balancing figures between reviewed figures for the half year ended 30th September 2018 and published figures for the quarter ended 30th June 2018.
- 10 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 declared as NPA and were fully provided in the earlier years.
- 11 Number of Investor complaints pending at the beginning of the quarter - Nil. Received during the quarter - Nil : Disposed of during the quarter - Nil : Pending complaints as on 30th September 2018 : Nil
- 12 Figures of the corresponding period's/year's have been reclassified/regrouped, wherever considered necessary.

By the Order of Board

Place : Chennai
Dated : 2nd November 2018

Dr N. KAMAKODI
MD & CEO

Segmentwise Results for the quarter / half year ended 30.09.2018

(Rs in Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	(Reviewed)			(Reviewed)		(Audited)
Segment Revenue						
a) Treasury	16736	16258	20012	32994	36901	71363
b) Corporate / wholesale banking	32505	27587	24503	60092	51889	101289
c) Retail Banking	54897	57775	54786	112672	106409	219398
d) Other Banking Operations	367	241	311	608	500	1402
Total	104505	101861	99612	206366	195699	393452
Less : Inter segment revenue	-	-	-	-	-	-
Total	104505	101861	99612	206366	195699	393452
Segment Results						
a) Treasury	8941	7994	11993	16935	20225	39920
b) Corporate / wholesale banking	6970	7931	6234	14901	15806	26331
c) Retail Banking	13440	13893	13573	27333	25380	53539
d) Other Banking Operations	244	123	205	367	291	985
Total	29595	29941	32005	59536	61702	120775
Operating Profit	29595	29941	32005	59536	61702	120775
Other Provisions & Contingencies	6796	7776	12929	14572	24594	41775
Exceptional items	0	0	0	0	0	0
Profit Before Tax	22799	22165	19076	44964	37108	79000
Taxes including Deferred Tax	6000	6000	4600	12000	8600	19800
Net Profit	16799	16165	14476	32964	28508	59200
Segmental Assets:						
a) Treasury	924646	922939	902788	924646	902788	926149
b) Corporate / wholesale banking	1146427	979235	879522	1146427	879522	987961
c) Retail Banking	1954312	1980018	1772677	1954312	1772677	1971073
d) Unallocated	127674	104770	105487	127674	105487	108542
Total Assets	4153059	3986962	3660474	4153059	3660474	3993725
Segmental Liabilities:						
a) Treasury	816835	815192	853549	816835	853549	824519
b) Corporate / wholesale banking	1036057	880841	778786	1036057	778786	896766
c) Retail Banking	1766123	1780969	1569646	1766123	1569646	1789123
d) Unallocated	86947	77015	73840	86947	73840	66993
Total	3705962	3554017	3275821	3705962	3275821	3577401
Capital Employed:						
Segment Assets - Segment Liabilities						
a) Treasury	107811	107747	49239	107811	49239	101630
b) Corporate / wholesale banking	110370	98394	100736	110370	100736	91195
c) Retail Banking	188189	199049	203031	188189	203031	181950
d) Unallocated	40727	27755	31647	40727	31647	41549
Total	447097	432945	384653	447097	384653	416324

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

PART B : GEOGRAPHIC SEGMENTS:

The bank operates only in India