



# 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-5/2018-19

02<sup>nd</sup> November, 2018

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

BSE Ltd.,  
DCS – CRD,  
Phiroze Jeejeebhoy Towers,  
25<sup>th</sup> Floor, Dalal Street,  
**Mumbai 400 001**

**Scrip Code: CUB**

**Scrip Code: 532210**

Dear Madam / Sir,

Sub: Outcome of Board Meeting

In continuation to our communication dated 24<sup>th</sup> October, 2018, we hereby inform that the Board at its meeting held today, the 02<sup>nd</sup> November, 2018, considered and approved the Un-Audited Financial Results of the Bank for the quarter / half year ended 30<sup>th</sup> September, 2018. The detailed format of the Un-Audited Financial Results together with the Limited Review Report is enclosed for your records. A copy of the same is also uploaded in the Bank's website [www.cityunionbank.com](http://www.cityunionbank.com).

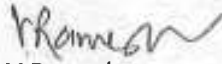
Further, an extract of the financial results shall be published in a manner as prescribed under SEBI Listing Regulations, 2015.

Time of commencement of Board meeting : 9.00 am  
Time of closure of Board meeting : 11.05 am

You are kindly requested to take the above on record:

Thanking you

Yours faithfully  
for CITY UNION BANK LIMITED

  
V Ramesh  
General Manager – CFO & CS



Encl. a/a



**Sundaram & Srinivasan**  
CHARTERED ACCOUNTANTS

A-1/201, "Lok Gaurav"  
LBS Marg, Vikhroli (West),  
Mumbai - 400 083.  
Mobile : 098205 17580

New No.4, Old No. 23,  
C.P. Ramaswamy Road  
Alwarpet, Chennai - 600 018

Offices : Chennai - Mumbai - Bangalore - Madurai

Telephone { 2498 8762  
2498 8463  
4210 6952

E-mail : yessendes@sundaramandsrinivasan.com  
Website : www.sundaramandsrinivasan.com

### LIMITED REVIEW REPORT

Date .....

#### Review Report to THE BOARD OF DIRECTORS CITY UNION BANK LIMITED

1. We have reviewed the accompanying statement of Unaudited Financial Results of CITY UNION BANK LIMITED ("the Bank") for the Quarter and Half-Year ended 30<sup>th</sup> September, 2018 ('the Statement'), being submitted by the Bank pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 have been provided in aforesaid Statement have not been reviewed by us.
2. This statement, which is the responsibility of the Bank's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard For Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act 2013 read with relevant rules issued there under in so far as they apply to banks, circulars and guidelines issued by Reserve Bank of India and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information is limited primarily to inquiries of Bank's personnel and applying analytical procedures applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion on the financial results.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India in so far as they apply to banks, and circulars and guidelines issued by the Reserve Bank of India from time to time, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms prescribed by the Reserve Bank of India in respect of Income Recognition, Asset Classification, Provisioning and other related matters.

**For Sundaram & Srinivasan**  
Chartered Accountants  
Firm Registration No: 004207S



P Menakshi Sundaram  
Partner  
Membership No: 217914

Place: Chennai  
Dated: 02<sup>nd</sup> November 2018

## 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 30<sup>th</sup> 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       | Year ended       |
|   |                  | (Reviewed)       |                 | (Reviewed)       |                  | (Audited)        |
| <b>1. Interest earned (a+b+c+d)</b>   | <b>92648.86</b>  | <b>88950.20</b>  | <b>84087.68</b> | <b>181599.06</b> | <b>166640.34</b> | <b>340242.16</b> |
| 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          |
| <b>2. Other Income</b>  | <b>11855.44</b>  | <b>12911.10</b>  | <b>15524.57</b> | <b>24766.54</b>  | <b>29058.45</b>  | <b>53210.04</b>  |
| <b>3. Total Income ( 1 + 2 )</b>  | <b>104504.30</b> | <b>101861.30</b> | <b>99612.25</b> | <b>206365.60</b> | <b>195698.79</b> | <b>393452.20</b> |
| <b>4. Interest Expended</b>   | <b>52846.48</b>  | <b>51472.66</b>  | <b>48602.10</b> | <b>104319.14</b> | <b>96917.59</b>  | <b>197212.12</b> |
| <b>5. Operating Expenses (i) + (ii)</b>   | <b>22062.92</b>  | <b>20447.99</b>  | <b>19004.53</b> | <b>42510.91</b>  | <b>37078.75</b>  | <b>75464.87</b>  |
| (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         |
| <b>6. Total Expenditure (4) + (5) excluding provisions and contingencies</b>                          | <b>74909.40</b>  | <b>71920.65</b>  | <b>67606.63</b> | <b>146830.05</b> | <b>133996.34</b> | <b>272676.99</b> |
| <b>7. Operating Profit before provisions and contingencies (3) - (6)</b>                              | <b>29594.90</b>  | <b>29940.65</b>  | <b>32005.62</b> | <b>59535.55</b>  | <b>61702.45</b>  | <b>120775.21</b> |
| <b>8. Provisions (other than tax) and contingencies</b>   | <b>6796.00</b>   | <b>7775.71</b>   | <b>12929.99</b> | <b>14571.71</b>  | <b>24594.41</b>  | <b>41775.42</b>  |
| <b>9. Exceptional Items</b>   | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>     | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>      |
| <b>10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)</b>                            | <b>22798.90</b>  | <b>22164.94</b>  | <b>19075.63</b> | <b>44963.84</b>  | <b>37108.04</b>  | <b>78999.79</b>  |
| <b>11. Tax Expenses</b>   | <b>6000.00</b>   | <b>6000.00</b>   | <b>4600.00</b>  | <b>12000.00</b>  | <b>8600.00</b>   | <b>19800.00</b>  |
| <b>12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)</b>                         | <b>16798.90</b>  | <b>16164.94</b>  | <b>14475.63</b> | <b>32963.84</b>  | <b>28508.04</b>  | <b>59199.79</b>  |
| <b>13. Extra ordinary items (Net of Tax Expense)</b>  | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>     | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>      |
| <b>14. Net Profit / (Loss) for the period (12) - (13)</b>   | <b>16798.90</b>  | <b>16164.94</b>  | <b>14475.63</b> | <b>32963.84</b>  | <b>28508.04</b>  | <b>59199.79</b>  |
| <b>15. Paid up equity share Capital (Face value of Re.1/- each)</b>                                   | <b>7318.88</b>   | <b>6653.53</b>   | <b>6634.74</b>  | <b>7318.88</b>   | <b>6634.74</b>   | <b>6647.29</b>   |
| <b>16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)</b> |                  |                  |                 |                  |                  | <b>409676.24</b> |
| <b>17. Analytical ratios</b>  |                  |                  |                 |                  |                  |                  |
| 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        |  |
| <b>Capital and Liabilities</b>        |                   |                   |  |
| <b>(Reviewed)</b>                     |                   |                   |  |
| 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         |  |
| <b>Total</b>                          | <b>4153058.82</b> | <b>3660473.84</b> |  |
| <b>Assets</b>                         |                   |                   |  |
| 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         |  |
| <b>Total</b>                          | <b>4153058.82</b> | <b>3660473.84</b> |  |



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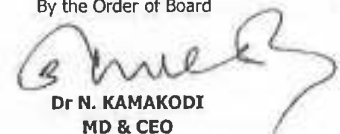
For: CITY UNION BANK LTD.

*VRamesh*  
Company Secretary

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 preceding 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.

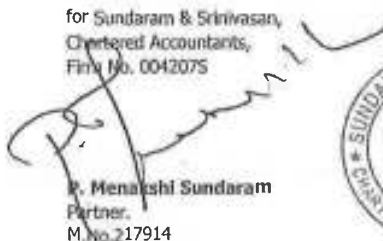
By the Order of Board

  
Dr N. KAMAKODI  
MD & CEO

Place : Chennai  
Dated : 2<sup>nd</sup> November 2018

This is the statement referred to in our report of even date.

for Sundaram & Srinivasan,  
Chartered Accountants,  
Firm No. 0042075

  
P. Menakshi Sundaram  
Partner,  
M.No.217914



Place : Chennai  
Dated : 2nd November 2018

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CITY UNION BANK LTD.,

  
Company Secretary

**CITY UNION BANK LTD., CENTRAL OFFICE, KUMBAKONAM**

**SEGMENT REPORTING FOR THE QUARTER AND HALF YEAR ENDED 30.09.2018**

**Segmentwise Results**

| Particulars                                 | (Rs in Lakhs)  |                |                |                 |                |                |
|---|----------------|----------------|----------------|-----------------|----------------|----------------|
|   | 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)      |
| <b>Segment Revenue</b>                      |                |                |                |                 |                |                |
| 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           |
| <b>Total</b>                                | <b>104505</b>  | <b>101861</b>  | <b>99612</b>   | <b>206366</b>   | <b>195699</b>  | <b>393452</b>  |
| Less : Inter segment revenue                | -              | -              | -              | -               | -              | -              |
| <b>Total</b>                                | <b>104505</b>  | <b>101861</b>  | <b>99612</b>   | <b>206366</b>   | <b>195699</b>  | <b>393452</b>  |
| <b>Segment Results</b>                      |                |                |                |                 |                |                |
| 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            |
| <b>Total</b>                                | <b>29595</b>   | <b>29941</b>   | <b>32005</b>   | <b>59536</b>    | <b>61702</b>   | <b>120775</b>  |
| <b>Operating Profit</b>                     | <b>29595</b>   | <b>29941</b>   | <b>32005</b>   | <b>59536</b>    | <b>61702</b>   | <b>120775</b>  |
| Other Provisions & Contingencies            | 6796           | 7776           | 12929          | 14572           | 24594          | 41775          |
| Exceptional items                           | 0              | 0              | 0              | 0               | 0              | 0              |
| <b>Profit Before Tax</b>                    | <b>22799</b>   | <b>22165</b>   | <b>19076</b>   | <b>44964</b>    | <b>37108</b>   | <b>79000</b>   |
| Taxes including Deferred Tax                | 6000           | 6000           | 4600           | 12000           | 8600           | 19800          |
| <b>Net Profit</b>                           | <b>16799</b>   | <b>16165</b>   | <b>14476</b>   | <b>32964</b>    | <b>28508</b>   | <b>59200</b>   |
| <b>Segmental Assets:</b>                    |                |                |                |                 |                |                |
| 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         |
| <b>Total Assets</b>                         | <b>4153059</b> | <b>3986962</b> | <b>3660474</b> | <b>4153059</b>  | <b>3660474</b> | <b>3993725</b> |
| <b>Segmental Liabilities:</b>               |                |                |                |                 |                |                |
| 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          |
| <b>Total</b>                                | <b>3705962</b> | <b>3554017</b> | <b>3275821</b> | <b>3705962</b>  | <b>3275821</b> | <b>3577401</b> |
| <b>Capital Employed:</b>                    |                |                |                |                 |                |                |
| <b>Segment Assets - Segment Liabilities</b> |                |                |                |                 |                |                |
| 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          |
| <b>Total</b>                                | <b>447097</b>  | <b>432945</b>  | <b>384653</b>  | <b>447097</b>   | <b>384653</b>  | <b>416324</b>  |

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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**CITY UNION BANK LTD.,**

*V. Ramesh*  
Company Secretary