

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, 2017

Particulars	(Rs in Lakhs)				
	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Reviewed	Audited	Audited	
1. Interest earned (a+b+c+d)	79990.46	81100.52	75626.29	317378.73	294420.78
a) Interest/Discount on Advances/Bills	65199.12	65655.23	61379.90	259021.47	236759.63
b) Income on Investments	13553.01	13915.24	13359.53	53850.39	54097.09
c) Interest on balances with RBI and other Inter Bank funds	763.68	1060.34	405.47	2725.68	1289.66
d) Others	474.65	469.71	481.39	1781.19	2274.40
2. Other Income	12584.59	14280.22	10725.58	48394.67	40997.77
3. Total Income (1 + 2)	92575.05	95380.74	86351.87	365773.40	335418.55
4. Interest Expended	48934.56	50402.06	49181.21	197502.06	196317.39
5. Operating Expenses (i) + (ii)	18876.63	17620.55	14766.33	68897.49	55772.85
(i) Employees Cost	7777.87	8033.11	5273.20	29813.68	21316.84
(ii) Other Operating expenses	11098.76	9587.44	9493.13	39083.81	34456.01
6. Total Expenditure (4) + (5) excluding provisions and contingencies	67811.19	68022.61	63947.54	266399.55	252090.24
7. Operating Profit before provisions and contingencies (3) - (6)	24763.86	27358.13	22404.33	99373.85	83328.31
8. Provisions (other than tax) and contingencies	7126.00	9196.00	7081.00	30096.97	23059.00
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	17637.86	18162.13	15323.33	69276.88	60269.31
11. Tax Expenses	4750.00	5500.00	4100.00	19000.00	15800.00
12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)	12887.86	12662.13	11223.33	50276.88	44469.31
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)	12887.86	12662.13	11223.33	50276.88	44469.31
15. Paid up equity share Capital (Face value of Re.1/- each)	6010.65	6010.65	5981.91	6010.65	5981.91
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)				351009.10	299217.66
17. Analytical ratios					
i) % of shares held by Government of India	Nil	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - Basel III	15.83%	14.88%	15.58%	15.83%	15.58%
iii) Earning Per Share (EPS)					
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.14	2.12	1.88	8.39	7.44
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.10	2.07	1.83	8.24	7.27
iv) NPA Ratios					
(a) Gross NPA	68198.27	64993.10	51198.18	68198.27	51198.18
(b) Net NPA	40834.36	37066.40	32315.40	40834.36	32315.40
(c) % of Gross NPA	2.83	2.98	2.41	2.83	2.41
(d) % of Net NPA	1.71	1.72	1.53	1.71	1.53
v) Return on Assets - Annualised	1.50%	1.45%	1.46%	1.50%	1.50%

Statement of Assets & Liabilities		(Rs in Lakhs)	
	31.03.2017	31.03.2016	
Capital and Liabilities			
(Audited)			
Capital	6010.65	5981.91	
Reserves & Surplus	351009.10	299217.66	
Deposits	3011573.84	2715813.13	
Borrowings	53099.73	66454.57	
Other Liabilities & Provisions	105384.28	92928.86	
Total	3527077.60	3180396.13	
Assets			
Cash & Balance with RBI	148418.52	141256.81	
Balances with Banks and Money at Call	139478.99	123750.29	
Investments	703145.04	682645.14	
Advances	2383269.94	2105691.62	
Fixed Assets	21508.00	21755.60	
Other Assets	131257.11	105296.67	
Total	3527077.60	3180396.13	

Notes :

- 1 The above financial results for the year ended March 31, 2017 have been reviewed and recommended by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on May 29, 2017. The same have been subjected to audit by the Statutory Central Auditors of the Bank in line with the guidelines issued by Reserve Bank of India and as per listing agreement with the Stock Exchanges.
- 2 For the preparation of these financial results, the Bank has followed the same accounting policies and practices adopted for the preparation of the audited financial statements for the previous year.
- 3 The figures for the quarter ended 31st March 2017 and corresponding quarter ended in the previous year as reported in these financial results are the balancing figure between audited figures in respect of the full financial year and the year to date figures upto the end of the third quarter of the relevant financial year.
- 4 The above working results for the quarter and year ended 31st March 2017 have been arrived at after making provisions for Standard Assets, Non Performing Assets and Depreciation on Investments, Employee benefits, taxes & other usual and necessary provisions.
- 5 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/audit by the Statutory Central Auditors.
- 6 During the year, the bank has allotted 28,73,602 shares of Re.1/- each to employees pursuant to the exercise of stock option by the employees.
- 7 In accordance with the RBI guidelines, the bank has shifted Securities amounting to Rs.589.65 cr from HTM to AFS category and Rs.80.10 cr from AFS to HTM category. The resulting depreciation of Rs.33 lakhs has been charged to Profit & Loss account during the first quarter of the current financial year.
- 8 Pursuant to RBI circular DBR.BP.BC.No.63/21.04.018/2016-17 dated 18th April, 2017 on "Divergence in the asset classification and provisioning", the Bank has incorporated the disclosures prescribed in the aforesaid circular in the Notes to the Audited Financial Statements for the year ended 31st March 2017. The Bank has also duly considered the impact of such divergencies in the Audited Financial Statements for the year ended 31st March 2017.
- 9 Pursuant to RBI circular FMRD.DIRD.10/14.03.002/2015-16 dated May 19, 2016, as amended, the Bank has with effect from November 26, 2016 considered its repo/reverse repo transactions under Liquidity Adjustment Facility (LAF) and Marginal Standing Facility (MSF) of RBI as Borrowings/Lendings, as the case may be. Hitherto, the repo/reverse repo transactions were included under investments. Figures for the previous period's/year have been regrouped/reclassified to conform to current period's/year classification. The above regrouping/reclassification has no impact on the profit of the Bank for the quarter/year ended 31st March 2017 or the previous periods/year.
- 10 The business of the bank has been classified into four segments i.e. i) Treasury, ii) Corporate & Wholesale Banking, iii) Retail Banking and iv) Other banking operations. Since the Bank does not have any overseas branch, reporting under geographic segment does not arise. Segment assets have been identified and segment liabilities have been allocated on the basis of segment assets. The segment results are annexed.
- 11 The Board of Directors recommend a dividend of Rs.0.30 per equity share of Re.1/- each for the year 2016-17, 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 appropriation from the Profit and Loss appropriation account as of March 31, 2017 and correspondingly not reported under Other Liabilities and Provisions as at March 31, 2017. For computation of capital adequacy ratio as at 31.03.2017, Bank has adjusted the proposed dividend and tax thereon for determining capital funds.
- 12 The Board of Directors at its meeting held on 29th May 2017 approved issue of Bonus shares, in the proportion of 1 : 10, i.e. 1 (one) bonus equity share of Re.1/- each for every 10 (ten) fully paid-up equity shares held as on the record date, subject to approval by the members of the Bank.
- 13 Number of Investor complaints pending at the beginning of the quarter - Nil. Received during the quarter - 1 : Disposed of during the quarter - 1 : Pending complaints as on 31st March 2017 : Nil
- 14 Figures of the corresponding period's/year's have been reclassified/regrouped, wherever considered necessary.

By order of the Board

Place : Chennai
Date : 29th May 2017

Dr. N. KAMAKODI
MD & CEO

Segmentwise Results for the quarter / financial year ended 31st March 2017

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Reviewed	Audited	Audited	
Segment Revenue					
a) Treasury	18357	23380	17753	78919	70253
b) Corporate / wholesale banking	29930	24604	25343	98833	86864
c) Retail Banking	43728	47114	42906	186919	177529
d) Other Banking Operations	560	283	350	1102	773
Total	92575	95381	86352	365773	335419
Less : Inter segment revenue	-	-	-	-	-
Total	92575	95381	86352	365773	335419
Segment Results					
a) Treasury	9628	10015	10797	36961	30339
b) Corporate / wholesale banking	7112	8279	7149	26268	23413
c) Retail Banking	7568	8882	4181	35428	29093
d) Other Banking Operations	456	182	277	717	483
Total	24764	27358	22404	99374	83328
Operating Profit	24764	27358	22404	99374	83328
Other Provisions & Contingencies	7126	9196	7081	30097	23059
Exceptional items	0	0	0	0	0
Profit Before Tax	17638	18162	15323	69277	60269
Taxes including Deferred Tax	4750	5500	4100	19000	15800
Net Profit	12888	12662	11223	50277	44469
Segmental Assets:					
a) Treasury	936527	1090544	893202	936527	893202
b) Corporate / wholesale banking	857146	760078	720719	857146	720719
c) Retail Banking	1640740	1532061	1491751	1640740	1491751
d) Unallocated	92665	105407	74724	92665	74724
Total Assets	3527078	3488090	3180396	3527078	3180396
Segmental Liabilities:					
a) Treasury	874324	993154	847533	874324	847533
b) Corporate / wholesale banking	766903	690959	643384	766903	643384
c) Retail Banking	1467994	1392623	1331676	1467994	1331676
d) Unallocated	60837	67221	52603	60837	52603
Total	3170058	3143957	2875196	3170058	2875196
Capital Employed:					
Segment Assets - Segment Liabilities					
a) Treasury	62203	97390	45669	62203	45669
b) Corporate / wholesale banking	90243	69119	77335	90243	77335
c) Retail Banking	172746	139438	160075	172746	160075
d) Unallocated	31828	38186	22121	31828	22121
Total	357020	344133	305200	357020	305200

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

PART B : GEOGRAPHIC SEGMENTS:

The bank operates only in India