

# City Union Bank Ltd.,

CIN NO.L65110TN1904PLC001287

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

## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> JUNE, 2018

Particulars	(Rs in Lakhs)			
	Quarter ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	(Reviewed)	(Audited)	(Reviewed)	(Audited)
<b>1. Interest earned (a+b+c+d)</b>	<b>88950.20</b>	<b>87066.19</b>	<b>82552.66</b>	<b>340242.16</b>
a) Interest/Discount on Advances/Bills	74253.75	72355.20	69117.00	284039.52
b) Income on Investments	13888.25	13752.90	12381.84	52276.07
c) Interest on balances with RBI and other Inter Bank funds	438.80	581.70	604.50	2268.92
d) Others	369.40	376.39	449.32	1657.65
2. Other Income	12911.10	11982.35	13533.88	53210.04
<b>3. Total Income ( 1 + 2 )</b>	<b>101861.30</b>	<b>99048.54</b>	<b>96086.54</b>	<b>393452.20</b>
4. Interest Expended	51472.66	50271.91	48315.49	197212.12
5. Operating Expenses (i) + (ii)	20447.99	19349.04	18074.22	75464.87
(i) Employees Cost	8729.82	7676.27	7652.58	31588.36
(ii) Other Operating expenses	11718.17	11672.77	10421.64	43876.51
<b>6. Total Expenditure (4) + (5) excluding provisions and contingencies</b>	<b>71920.65</b>	<b>69620.95</b>	<b>66389.71</b>	<b>272676.99</b>
<b>7. Operating Profit before provisions and contingencies (3) - (6)</b>	<b>29940.65</b>	<b>29427.59</b>	<b>29696.83</b>	<b>120775.21</b>
8. Provisions (other than tax) and contingencies	7775.71	8615.01	11664.42	41775.42
9. Exceptional Items	0.00	0.00	0.00	0.00
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	22164.94	20812.58	18032.41	78999.79
11. Tax Expenses	6000.00	5600.00	4000.00	19800.00
<b>12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)</b>	<b>16164.94</b>	<b>15212.58</b>	<b>14032.41</b>	<b>59199.79</b>
13. Extra ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00
<b>14. Net Profit / (Loss) for the period (12) - (13)</b>	<b>16164.94</b>	<b>15212.58</b>	<b>14032.41</b>	<b>59199.79</b>
15. Paid up equity share Capital (Face value of Re.1/- each)	6653.53	6647.29	6010.65	6647.29
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)				409676.24
<b>17. Analytical ratios</b>				
i) % of shares held by Government of India	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - Basel III	16.06%	16.22%	15.87%	16.22%
iii) Earning Per Share (EPS)				
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.43	2.29	2.33	9.18
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.42	2.28	2.29	9.15
iv) NPA Ratios				
(a) Gross NPA	85111.75	85655.16	73495.78	85655.16
(b) Net NPA	47349.07	47478.05	42595.53	47478.05
(c) % of Gross NPA	3.02	3.03	3.05	3.03
(d) % of Net NPA	1.70	1.70	1.79	1.70
v) Return on Assets - Annualised	1.64%	1.58%	1.60%	1.60%

Notes :

- 1 The above financial results for the quarter ended 30th June 2018 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on 08th August 2018. The same have been subjected to limited review by the Statutory Central Auditors of the Bank. The financial results for the quarter ended 30th June 2017 (comparitives ) were subjected to limited review by previous Statutory Central Auditors and they have expressed an un-qualified opinion.
- 2 There has been no change in the accounting policies followed during the period ended 30th June 2018 as compared to those followed in the preceeding financial year ended 31st March 2018.
- 3 The above interim financial results have been arrived for the quarter ended 30th June 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 The figures for the quarter ended March 31, 2018 are the balancing figures between the audited figures in respect of financial year 2017-18 and the published year to date figures upto the end of the third quarter of the financial year ended 31.03.2018.
- 5 Other Income relates to income from non-fund based banking activities including commission, fees, gains from securities transactions, ATM sharing fees, income from PSLC certificates (Net), recoveries from accounts written off and other miscellaneous income.
- 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. Accordingly, the bank has retained advance of Rs.19.06 cr as standard as at June 30, 2018. In accordance with the provisions of the circular, the bank had not recognised interest income of Rs.0.63 cr and created a standard assets provision of Rs.0.95 cr in respect of such accounts.
- 7 In accordance with the RBI guidelines, the bank has shifted securities amounting to Rs.326.86 cr from HTM to AFS category and Rs.328.98 cr from AFS to HTM category during the current quarter. The resulting depreciation of Rs.6.51 cr has been charged to Profit & Loss account in the current quarter.
- 8 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 state that the provisioning for this quarter may be spread equally over up to four quarters, commencing with the current quarter ended June 30, 2018. The Bank has not availed of the said option and has recognised the entire Mark to Market (MTM )loss on investments in the current quarter.
- 9 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](http://www.cityunionbank.com)). These disclosures have not been subjected to audit by the Statutory Central Auditors.
- 10 During the quarter, the bank has allotted 6,23,473 shares of face value of Re.1/- each to employees pursuant to the exercise of stock options by the employees.
- 11 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 fully provided in earlier years.
- 12 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 June 2018 : Nil
- 13 Figures of the corresponding period's/year's have been reclassified/regrouped, wherever considered necessary.

By the Order of Board

Place : Chennai  
Dated : 8th August 2018

**Dr N. KAMAKODI**  
**MD & CEO**

## Segmentwise Results for the quarter ended 30.06.2018

(Rs in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Reviewed	Audited	Reviewed	Audited
<b>Segment Revenue</b>				
a) Treasury	16258	17346	16889	71363
b) Corporate / wholesale banking	27587	24596	27386	101289
c) Retail Banking	57775	56559	51623	219398
d) Other Banking Operations	241	548	189	1402
Total	101861	99049	96087	393452
Less : Inter segment revenue	-	-	-	-
Total	101861	99049	96087	393452
<b>Segment Results</b>				
a) Treasury	7994	10921	8232	39920
b) Corporate / wholesale banking	7931	4369	9572	26331
c) Retail Banking	13893	13691	11807	53539
d) Other Banking Operations	123	446	86	985
Total	29941	29427	29697	120775
<b>Operating Profit</b>	<b>29941</b>	<b>29427</b>	<b>29697</b>	<b>120775</b>
Other Provisions & Contingencies	7776	8615	11665	41775
Exceptional items	0	0	0	0
<b>Profit Before Tax</b>	<b>22165</b>	<b>20812</b>	<b>18032</b>	<b>79000</b>
Taxes including Deferred Tax	6000	5600	4000	19800
<b>Net Profit</b>	<b>16165</b>	<b>15212</b>	<b>14032</b>	<b>59200</b>
<b>Segmental Assets:</b>				
a) Treasury	922939	926149	903772	926149
b) Corporate / wholesale banking	979235	987961	844958	987961
c) Retail Banking	1980018	1971073	1689892	1971073
d) Unallocated	104770	108542	94262	108542
<b>Total Assets</b>	<b>3986962</b>	<b>3993725</b>	<b>3532884</b>	<b>3993725</b>
<b>Segmental Liabilities:</b>				
a) Treasury	815192	824519	804420	824519
b) Corporate / wholesale banking	880841	896766	764526	896766
c) Retail Banking	1780969	1789123	1528938	1789123
d) Unallocated	77015	66993	63948	66993
<b>Total</b>	<b>3554017</b>	<b>3577401</b>	<b>3161832</b>	<b>3577401</b>
<b>Capital Employed:</b>				
<b>Segment Assets - Segment Liabilities</b>				
a) Treasury	107747	101630	99352	101630
b) Corporate / wholesale banking	98394	91195	80432	91195
c) Retail Banking	199049	181950	160954	181950
d) Unallocated	27755	41549	30314	41549
<b>Total</b>	<b>432945</b>	<b>416324</b>	<b>371052</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