



CITY UNION BANK

CIN NO. L65110TN1904PLC001287
 Regd. Office: 149, T.S.R. (Big) Street, Kumbakonam - 612001.

CUB - PRESS RELEASE

1st Quarter - Performance Results, Financial year 2023-24

Chennai, 11th August 2023 – City Union Bank Limited announced today its performance results of the 1st Quarter ended for Financial Year 2023-24. Earlier, during the day, the Board of Directors of City Union Bank approved the working results.

Financial Performance Q1 FY 24 vs Q1 FY 23:

(Rs in Cr)

Particulars	Q1 FY 24	Q1 FY 23	Growth (%)
Interest Income	1,266	1,099	15%
Non-Interest Income	191	218	-ve
Total Income	1,457	1,317	11%
Interest Expense	743	575	29%
Operating Expense	300	295	2%
Total Expense	1,043	870	20%
Net Interest Income	523	525	0%
Operating Profit	414	447	-ve
Profit After Tax	227	225	1%

Key Balance sheet Items:

(Rs in Cr)

	Q1 FY 24	Q1 FY 23	Inc/(Dec)	Growth (%)
Deposits	51,655	48,772	2,883	6%
Advances	42,405	40,934	1,471	4%
Total Business	94,060	89,706	4,354	5%
CASA	15,893	15,387	506	3%
Balance Sheet size	64,533	62,230	2,303	4%

Asset Quality:

(Rs. In Cr)

	Q1 FY 24	Q1 FY 23
Gross NPA	2,081	1,904
Gross NPA (%)	4.91%	4.65%
Net NPA	1,039	1,161
Net NPA (%)	2.51%	2.89%

Key Financial Ratios:

	Q1 FY 24	Q1 FY 23
Cost of Deposits	5.36%	4.43%
Yield on Advances	9.53%	9.04%
Net Interest Margin	3.67%	3.95%
Return on Assets	1.40%	1.46%
Return on Investments	6.23%	5.83%
Cost to Income Ratio	41.98%	39.78%
Capital Adequacy Ratio	23.02%	20.48%

Financial Performance Q1 FY 24:**1. Net Interest Income**

The Bank earned Net Interest Income of Rs.523 cr for Q1 FY24 as against Rs.525 cr in Q1 FY 23.

2. Non Interest Income

Non Interest Income of the Bank for Q1 FY 24 was at Rs.191 cr as against Rs.218 cr for the same period last year.

3. Operating Expenses

The operating expense is Rs.300 cr for Q1 FY 24 as compared to Rs.295 crs in Q1 FY 23

4. Operating Profit

The Gross Profit was Rs.414 cr in Q1 FY 24 as against Rs. 447 cr in the corresponding period last year.

5. Provisions

The Bank made a provision of Rs.187 cr as of 30.06.2023 as against Rs.222 cr in the corresponding period last year.

6. Net Profit

The PAT was Rs.227 cr in Q1 FY 24 as against at Rs.225 cr in Q1 FY 23.

7. Deposits

Total Deposits of the Bank had increased by 6% for Q1 FY 24 to Rs.51,655 cr from Rs.48,772 cr in Q1 FY 23. CASA portion stood at 31% to total deposits. Cost of Deposits increased to 5.36 % for the quarter ended 30th June 2023 from 4.43% in the same period last year. The increase is in line with policy rate hikes.

8. Advances

Total Advances increased by 4% for Q1 FY 24 to Rs.42,405 cr from Rs.40,934 cr in Q1 FY 23. Credit Deposit ratio stood at 82%. The yield on Advances had increased to 9.53% in Q1 FY 24 from 9.04% in the corresponding period last year. The hike is due to transmission of policy rate hikes.

9. Asset Quality

The Gross NPA as on 30th June 2023 stood at 4.91% as against 4.65% in the corresponding period last year. Net NPA for Q1 FY 24 is decreased to 2.51% from 2.89% for the same period. The Provision Coverage Ratio (including TW) as on 30.06.2023 stood at 70% and PCR without TW is at 50%..

10. Net Interest Margin

Net Interest Margin is at 3.67% for Q1 FY 24.

11. Return on Assets

Return on assets for Q1 FY 24 is at 1.40%.

12. Return on Equity

Return on Equity was at 12.10% in for the quarter ended 30th June 2023.

13. Cost to Income Ratio (CIR)

Cost to Income Ratio stood at 41.98% in Q1 FY 24 vs 39.78% in Q1 FY 23.

14. Capital Adequacy

The Bank's capital adequacy as on 30th June 2023 as per Reserve Bank of India (RBI) guidelines on Basel III norms is 23.02% and Tier-1 capital adequacy was 21.98%, well above regulatory requirements.

About the Bank:

City Union Bank is an old sector private sector bank with 752 branches across 16 states and three Union territories. It is a scheduled commercial Bank regulated by the Reserve Bank of India. It is professionally managed and governed. City Union Bank has contemporary technology and infrastructure including ATMs, Net Banking, Mobile Banking, E-Wallet, Social Media Banking for personal as well as business banking customers. The Bank positioned itself as a banker to SMEs, Agri and Traders apart from all other banking activities.

Conference call details: City Union Bank will hold an earnings conference call on 11th August 2023 at 6.30 p.m. IST to discuss our performance for the financial year ended March 2023. The transcript of the management discussions and the question and answer session will be available online and will be accessible in the Investor Relations section of our website at www.cityunionbank.com

For further information please contact:

Mr. J. Sadagopan, Chief Financial Officer

Mobile No. 93671 31717

www.cityunionbank.com.