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UCO BANK

सम्मान आपके विश्वास का

Honours Your Trust

No: HO/Finance/Share/92/2019-20

Date: 08.08.2019

The Manager
Listing Department
National Stock Exchange of India Ltd.
"Exchange Plaza"
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051

The Deputy General Manager
Bombay Stock Exchange Ltd.,
Floor 25
Pheroj Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001

Dear Sir,

Revised financial results of the Bank for the first quarter ended 30th June, 2019.

We hereby inform that the Board of directors of the Bank at its meeting held on this day has inter alia considered and approved the Revised financial results of the Bank for the quarter ended 30.06.2019 and the copy of the same is enclosed.

Further, it is hereby declared and confirmed that the Statutory Central Auditors of the Bank have issued the Limited Review Report on Reviewed financial results of the Bank for the quarter ended 30.06.2019 with Unmodified Opinion.

The meeting commenced at 1:00 p.m. and concluded at 3:00 p.m. Above information is provided pursuant to Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Yours faithfully,

(N Purna Chandra Rao)
Company Secretary



**UCO BANK**

Head Office : 10, B.T.M.Sarani, Kolkata - 700 001

Website : www.ucobank.com

REVIEWED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

(₹ in Lakh)

SL No.	Particulars	Quarter Ended			Year Ended
		30.06.2019 (Reviewed)	31.03.2019 (Audited)	30.06.2018 (Reviewed)	31.03.2019 (Audited)
1	Interest Earned (a)+(b)+(c)+(d)	381653	378181	373180	1433063
	(a) Interest/discount on advances / bills	199648	188601	207619	782475
	(b) Income on investments	154303	154774	128490	534828
	(c) Interest on balances with R.B.I & other inter-bank funds	15701	21796	8396	50186
	(d) Others	12001	13010	28675	65574
2	Other Income	63008	36671	62908	151351
3	Total Income (1+2)	444661	414852	436088	1584414
4	Interest Expended	248156	248985	250378	1001948
5	Operating Expenses (i) + (ii)	76361	96812	67493	306442
	(i) Employees Cost	46726	56577	45023	194622
	(ii) Other Operating Expenses (All items exceeding 10% of the total expenditure excluding interest expenditure may be shown separately)	29635	40235	22470	111820
6	Total Expenditure (4+5) (excluding Provisions and Contingencies)	324517	345797	317871	1308390
7	Operating Profit (Before Provisions and Contingencies) (3-6)	120144	69055	118217	276024
8	Provisions (other than current tax) and Contingencies (Net)	180289	224258	178128	706596
	of which provisions for Non Performing Assets	137497	260180	203833	829492
9	Exceptional Items	0	0	0	0
10	Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)	-60145	-155203	-59911	-430572
11	Provision for Current Taxes	0	0	3477	1536
12	Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)	-60145	-155203	-63388	-432108
13	Extraordinary items (net of tax expense)	0	0	0	0
14	Net Profit(+)/Loss (-) for the period (12-13)	-60145	-155203	-63388	-432108
15	Paid-up Equity Share Capital (Face Value ₹ 10/- each)	736220	542340	395514	542340
16	Reserves excluding Revaluation Reserves (As per Balance Sheet of previous accounting year)	602122	602122	516525	602122
17	Analytical Ratios				
	(i) Percentage of shares held by Govt. of India	92.52%	93.29%	90.80%	93.29%
	(ii) Capital Adequacy Ratio: Basel-III	10.88%	10.70%	9.18%	10.70%
	(a) Common Equity Tier-I Ratio	8.32%	8.64%	7.02%	8.64%
	(b) Additional Tier-I Ratio	0.00%	0.00%	0.00%	0.00%
	(iii) Earning Per Share (EPS) (in ₹) (Not Annualised)				
	a) Basic and diluted EPS before Extraordinary items (net of tax expense) for the period, for the year to date and for the previous year.	-0.87	-3.43	-2.08	-11.16
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year.	-0.87	-3.43	-2.08	-11.16
	(iv) NPA Ratios				
	a) Amount of Gross NPA	2943160	2988833	2978641	2988833
	b) Amount of Net NPA	878197	964992	1255800	964992
	c) % of Gross NPA	24.85%	25.00%	25.71%	25.00%
	d) % of Net NPA	8.98%	9.72%	12.74%	9.72%
	(v) Return on Assets (Annualised) (%)	-0.98%	-2.49%	-1.10%	-1.84%



PART : A BUSINESS SEGMENTS					
Sl. No.	Particulars	Quarter Ended			Year Ended 31.03.2019 (Audited)
		30.06.2019 (Reviewed)	31.03.2019 (Audited)	30.06.2018 (Reviewed)	
1	Segment Revenue				
	i) Treasury Operations	214526	199284	161764	680987
	ii) Corporate Banking Operations	129299	92745	159465	504670
	iii) Retail Banking Operations	99715	121689	113858	394760
	iv) Other Banking Operations	1121	1134	1001	3997
	Total Revenue	444661	414852	436088	1584414
2	Segment Results				
	i) Treasury Operations	87505	56498	-1223	135323
	ii) Corporate Banking Operations	-85483	-112815	-32546	-319527
	iii) Retail Banking Operations	-63288	-100020	-27143	-250365
	iv) Other Banking Operations	1121	1134	1001	3997
	Total	-60145	-155203	-59911	-430572
	Less: Unallocated Expenses	0	0	0	0
	Profit Before Tax	-60145	-155203	-59911	-430572
	Provision for Tax	0	0	3477	1536
	Net Profit	-60145	-155203	-63388	-432108
3	Segment Assets				
	i) Treasury Operations	11235589	11761141	9474615	11761141
	ii) Corporate Banking Operations	6348275	6303976	6439975	6303976
	iii) Retail Banking Operations	4817815	4934315	4729120	4934315
	iv) Other Banking Operations	47161	48976	37951	48976
	Total Assets	22448840	23048408	20681661	23048408
4	Segment Liabilities				
	i) Treasury Operations	9966782	10219901	8235692	10219901
	ii) Corporate Banking Operations	7096445	7195988	7176206	7195988
	iii) Retail Banking Operations	5385613	5632519	5269763	5632519
	iv) Other Banking Operations	0	0	0	0
	Total Liabilities	22448840	23048408	20681661	23048408

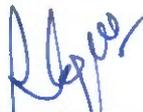
(₹ in Lakh)

PART : B GEOGRAPHICAL SEGMENTS					
	Particulars	Quarter Ended			Year Ended 31.03.2019 (Audited)
		30.06.2019 (Reviewed)	31.03.2019 (Audited)	30.06.2018 (Reviewed)	
	Domestic				
	i) Revenue	432860	402540	423178	1537683
	ii) Assets	21102303	21881474	19163526	21881474
	International				
	i) Revenue	11801	12312	12910	46731
	ii) Assets	1346537	1166934	1518135	1166934
	Global				
	i) Revenue	444661	414852	436088	1584414
	ii) Assets	22448840	23048408	20681661	23048408



STATEMENT OF ASSETS AND LIABILITIES

Particulars	As on 30.06.2019 (Reviewed)	As on 30.06.2018 (Reviewed)
Capital & Liabilities		
Capital	7362 20	3955 14
Reserves & Surplus	9518 32	10418 94
Deposits	192363 55	178211 58
Borrowings	8483 99	8608 83
Other Liabilities & Provisions	6760 34	5622 12
Total	224488 40	206816 61
Assets		
Cash and Balance with RBI	8775 44	8172 36
Balance with Banks and Money at call and Short Notice	9736 82	6897 25
Investments	82759 20	69833 90
Advances	97744 06	98573 29
Fixed Assets	2808 85	2867 11
Other Assets	22664 03	20472 70
Total	224488 40	206816 61


SHASHI KANT KUMAR
 Deputy General Manager


RAM KUMAR
 General Manager


AJAY VYAS
 Executive Director


CHARAN SINGH
 Executive Director


A K GOEL
 Managing Director & CEO

For R M Lall & Co
 Chartered Accountants
 FRN 000932C




 (CA R.P. Tewari)
 Partner
 MRN 071448

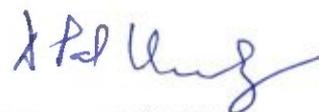
For M C Bhandari & Co.
 Chartered Accountants
 FRN303002E




 (CA M R Jain)
 Partner
 MRN 050919

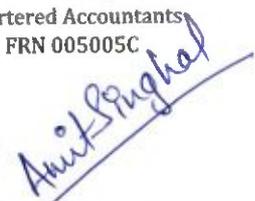
For V Singhi & Associates
 Chartered Accountants
 FRN 311017E




 (CA Dibyendu Pal Choudhury)
 Partner
 MRN 016830

For Rama K Gupta & Co
 Chartered Accountants
 FRN 005005C




 (CA Amit Singhal)
 Partner
 MRN 434384

For Rawla & Co
 Chartered Accountants
 FRN 001661N




 (CA Yash Pal Rawla)
 Partner
 MRN 010475

Kolkata, 8th August, 2019



NOTES ON THE REVIEWED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2019

1. The above financial results were reviewed by the Audit Committee of Board and approved by the Board of Directors at its meeting held on 08.08.2019. The same have been subjected to review by Statutory Central Auditors of the Bank, in line with the guidelines issued by Reserve Bank of India and as per the requirements of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.
2. The financial results for the quarter ended 30th June, 2019 have been prepared in accordance with AS-25 Interim Financial Report issued by ICAI, following the same accounting policies and practices as those followed in annual financial statements for the year ended 31st March, 2019.
3. The financial results for the quarter ended 30th June, 2019 have been arrived at after considering provisions on advances, non-performing investments, depreciation on investments & on fixed assets and provision for exposure to entities with unhedged foreign currency on the basis of extant guidelines/directives issued by the Reserve Bank of India. Provisions for Employee Benefits including pension has been made on actuarial valuation basis as per LIC table No. 9496, Income Tax and other usual and necessary provisions have been made on the basis of extant guidelines.
4. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated a liability of Rs. 0.37 crore as on 30.06.2019 on Unhedged Foreign Currency Exposure to their constituents in terms of RBI Circular DBOD.No.BP.BC.85/21.06.200/2013-14 dated 15th January 2014. The entire estimated amount is fully provided for.
5. During the quarter, Bank has shifted the securities from HTM to AFS category having book value of Rs.10989.16 Crore and securities having book value of Rs.4243.40 Crore from AFS to HTM category in accordance with the RBI guidelines and resultant depreciation of Rs.128.33 Crore on shifting of securities from AFS to HTM category was accounted.
6. Pending Bipartite Agreement on wage revision (due from November, 2017) an adhoc amount of Rs. 50 Crore has been provided during the current quarter towards wage revision and cumulative provision held as on 30.06.2019 for wage revision is Rs.315 Crore which in the opinion of management is adequate.
7. In terms of Supreme Court Order and necessary guidelines issued by Reserve Bank of India (RBI) the Bank has kept Delhi Airport Metro Express Pvt.Ltd. "DAMEPL" as standard. However, necessary provision as per IRAC norms have been made which are detailed as under:-

(Rs. in Crores)		
Amount not treated as NPA as per IRAC norms	Provisions required to be made as per IRAC norms	Provision actually held
184.90	27.73	27.73

8. As per the RBI directions issued during the financial year ended March 31, 2018 in respect of select borrower accounts covered under the provisions of Insolvency and Bankruptcy Code (IBC), against total outstanding of Rs. 5337.64 Crore, bank is holding a provision of Rs.4742.36 crore as on 30.06.2019.



9. In accordance with RBI vide circular No. DBR No. BP. BC. 18/21.04.048/2018-19 dated 01.01.2019 on "Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances" the details of MSME restructured accounts as on 30.06.2019 as under:

No. of Accounts Restructured	Amount (Rs. in Crores)
546	103.30

10. The Government of India vide their Gazette Notification dated March 31- April 6, 2019 increased Authorized Capital of the Bank from Rs.6000 crore (Six thousand crore) to Rs.10000 crore (Ten thousand crore).
11. During the quarter, Bank allotted 175,17,09,626 equity shares of Rs.10/- each at an issue price of Rs. 19.01 per share on 23.04.2019 to Government of India against its capital contribution of Rs.3,330 Crore received on 21.02.2019 by way of preferential allotment of equity shares.
12. During the quarter, the Bank has allotted 18,70,89,228 equity shares having face value of Rs.10/- each at a price of Rs.14.25 per share after a discount of 25% on the floor price of Rs. 19/- per share, in compliance with SEBI (Share Based Employee Benefits) Regulations, 2014 to the employees under UCO Bank Employee Share Purchase Scheme (ESPS) 2019 against their capital contribution aggregating to Rs.266.60 Crore.
13. During the quarter, Bank has raised Tier II capital aggregating to Rs.500 Crore by way of issuance of Basel III compliant Tier II Bonds to LIC of India and redeemed lower Tier II Bonds aggregating to Rs. 275 Crore on 25.04.2019 upon maturity.
14. Considering the principle of virtual certainty of sufficient future taxable income the Bank has recognized deferred tax asset of Rs. 7,246 crore on carry forward losses upto financial year 2018-19. No deferred tax asset has been recognized during the quarter on prudent basis.
15. In accordance with RBI circular DBOD No. BP. BC/1/21.06.201/2015-16 dated 1st July, 2015, banks are required to make Pillar 3 disclosures under Basel III Capital requirements. The disclosures are being made available on Bank's website (www.ucobank.com). These disclosures have not been subjected to review by the auditors.
16. The Non-Performing Loan Provisioning Coverage Ratio is 77.12% as on 30.06.2019.
17. Other income of the bank includes income from non-fund based activities such as commission, fees, income from foreign exchange transactions/selling of third party products, profit/loss on sale of investments, recovery from written off accounts etc.
18. Number of investor Complaints: - (i) Outstanding at the beginning of the quarter – Nil (ii) Received during the quarter – 205 (iii) Disposed of during the quarter – 205 and Outstanding at the end of the quarter – Nil.
19. Figures of the previous periods have been regrouped / reclassified wherever necessary.

(Ajay Vyas)
Executive Director

(Charan Singh)
Executive Director

(A. K. Goel)
Managing Director & CEO

Date: 08.08.2019
Place: Kolkata



4. Emphasis on Matter

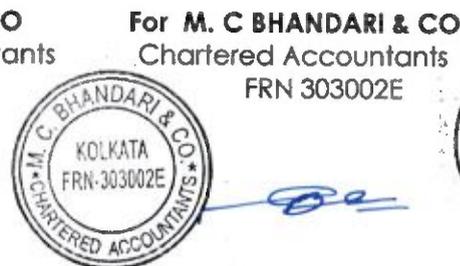
We draw attention to Note No. 14 to the unaudited financial results regarding deferred tax asset on carry forward losses as on 31.03.2019.

Our opinion is not modified in respect of this matter.

5. Based on our review conducted as above, subject to limitations in scope as mentioned in para 3 above and read with the notes to unaudited financial result nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read together with notes thereon prepared in accordance with applicable accounting standards and other recognized accounting practices and policies 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 issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.



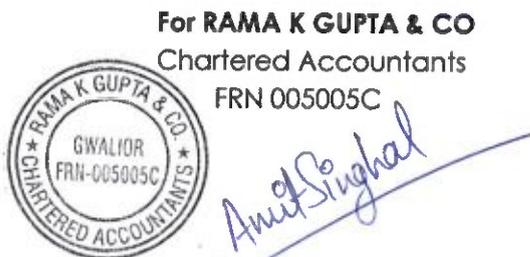
(CA R.P. TEWARI)
Partner
MRN 071448



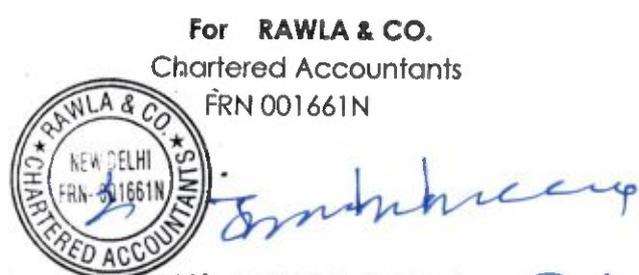
(CA M. R. JAIN)
Partner
MRN 050919



(CA DIBYENDU PAL CHOUDHURY)
Partner
MRN 016830



(CA AMIT SINGHAL)
Partner
MRN 434384



(CA YASH PAL RAWLA)
Partner
MRN 010475

Place: Kolkata

Date: 8th August, 2019