

## City Union Bank Ltd.,

CIN NO.L65110TN1904PLC001287

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

### REVIEWED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31st DECEMBER, 2020

Particulars	(Rs in Lakhs)					
	Quarter ended			Nine Months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	(Reviewed)			(Reviewed)		(Audited)
<b>1. Interest earned (a+b+c+d)</b>	<b>104802.58</b>	<b>106095.33</b>	<b>106086.50</b>	<b>315833.84</b>	<b>312692.46</b>	<b>416860.28</b>
a) Interest/Discount on Advances/Bills	89067.16	89882.06	88359.74	268167.15	261397.81	349457.62
b) Income on Investments	14695.96	15215.56	16312.81	43919.93	46444.93	60991.77
c) Interest on balances with RBI and other Inter Bank funds	879.37	820.28	1187.72	3223.89	4123.28	5481.34
d) Others	160.09	177.43	226.23	522.87	726.44	929.55
2. Other Income	22977.12	16932.17	14237.44	55968.23	50064.09	67994.62
<b>3. Total Income ( 1 + 2 )</b>	<b>127779.70</b>	<b>123027.50</b>	<b>120323.94</b>	<b>371802.07</b>	<b>362756.55</b>	<b>484854.90</b>
4. Interest Expended	55897.67	58581.73	63359.83	175719.12	187123.09	249341.19
5. Operating Expenses (i) + (ii)	26038.65	25979.17	26120.95	76169.34	75002.53	101373.97
(i) Employees Cost	12019.00	11987.23	11335.95	35648.65	32681.96	42065.36
(ii) Other Operating expenses	14019.65	13991.94	14785.00	40520.69	42320.57	59308.61
<b>6. Total Expenditure (4) + (5) excluding provisions and contingencies</b>	<b>81936.32</b>	<b>84560.90</b>	<b>89480.78</b>	<b>251888.46</b>	<b>262125.62</b>	<b>350715.16</b>
<b>7. Operating Profit before provisions and contingencies (3) - (6)</b>	<b>45843.38</b>	<b>38466.60</b>	<b>30843.16</b>	<b>119913.61</b>	<b>100630.93</b>	<b>134139.74</b>
8. Provisions (other than tax) and contingencies	21850.00	17700.00	8100.00	55250.00	30470.19	75508.19
9. Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	23993.38	20766.60	22743.16	64663.61	70160.74	58631.55
11. Tax Expenses	7000.00	5000.00	3500.00	16500.00	13000.00	11000.00
<b>12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)</b>	<b>16993.38</b>	<b>15766.60</b>	<b>19243.16</b>	<b>48163.61</b>	<b>57160.74</b>	<b>47631.55</b>
13. Extra ordinary items (Net of Tax Expense)	0.00	0.00	0.00	0.00	0.00	0.00
<b>14. Net Profit / (Loss) for the period (12) - (13)</b>	<b>16993.38</b>	<b>15766.60</b>	<b>19243.16</b>	<b>48163.61</b>	<b>57160.74</b>	<b>47631.55</b>
15. Paid up equity share Capital (Face value of Re.1/- each)	7384.01	7384.01	7358.14	7384.01	7358.14	7373.19
16. Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)						522233.54
<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	17.39%	17.36%	15.41%	17.39%	15.41%	16.76%
iii) Earning Per Share (EPS)						
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.30	2.14	2.62	6.53	7.78	6.48
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	2.28	2.12	2.58	6.47	7.68	6.41
iv) NPA Ratios						
(a) Gross NPA	107168.54	122058.12	118542.92	107168.54	118542.92	141339.56
(b) Net NPA	52715.48	63144.11	64940.78	52715.48	64940.78	77848.55
(c) % of Gross NPA	2.94	3.44	3.50	2.94	3.50	4.09
(d) % of Net NPA	1.47	1.81	1.95	1.47	1.95	2.29
v) Return on Assets - Annualised	1.29%	1.23%	1.57%	1.25%	1.61%	1.00%

Statement of Assets & Liabilities	(Rs in Lakhs)	
	31.12.2020	31.12.2019
Capital and Liabilities	(Reviewed)	
Capital	7384.01	7358.14
Reserves & Surplus	566744.86	530388.37
Deposits	4328831.24	3981198.48
Borrowings	78068.38	166854.56
Other Liabilities & Provisions	224491.67	162513.65
<b>Total</b>	<b>5205520.16</b>	<b>4848313.20</b>
Assets		
Cash & Balance with RBI	251718.06	219672.38
Balances with Banks and Money at Call	179951.62	187894.03
Investments	948446.84	897838.99
Advances	3591883.32	3327993.60
Fixed Assets	22791.90	25132.53
Other Assets	210728.42	189781.67
<b>Total</b>	<b>5205520.16</b>	<b>4848313.20</b>

**Notes :**

- 1 The above financial results for the quarter/nine months ended 31st December 2020 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on 03rd February 2021. The same have been subjected to limited review by the 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) Regulation, 2015
- 2 There has been no change in the accounting policies followed during the quarter/nine months ended 31st December 2020 as compared to those followed in the preceding financial year ended 31st March 2020.
- 3 The above working results for the quarter/nine months ended 31st December 2020 have been arrived at after considering various provisions as per RBI guidelines for Standard Assets, Non Performing Assets, Restructured accounts, Depreciation on Investments, Employee benefits, taxes and other usual & necessary provisions.
- 4 Other Income relates to income from non-fund based banking activities including commission, fees, gains from securities transactions, ATM sharing fees, recoveries from accounts written off and other miscellaneous income.
- 5 In terms of RBI Circular DOR No.BP.BC.34/21.04.048/2019-20 dt 11.02.2020 and DOR.No.BP.BC/4/21.04.048/2020-21 dated August 6, 2020 - Restructuring of Standard Advances, during Q3 FY 21 the bank had restructured 60 accounts amounting to Rs.321.06 crs. As of 31st Dec 2020, 233 accounts amounting to Rs.807.07 crs was restructured ; the bank holds Rs 26.28 Crores towards provision for such accounts.
- 6 COVID 19 pandemic continues to spread and has impacted across several countries including India resulting in a significant volatility in global and Indian financial markets and a significant decline in global and local economic activities. World Health Organization (WHO) had declared COVID 19 as Global pandemic. The Government of India had announced a series of lock-down measures from March 24, 2020 onwards which have been extended from time to time upto 31st December, 2020. Government of India has directed a calibrated and gradual withdrawal of lock down and partial resumption of economic activity but some of the major economic centers still continue under lockdown. The revival of economic activities largely depends upon the intensity and spread of the pandemic. Government of India has announced various stimulus packages and regulatory relief measures.  
  
In accordance with the 'COVID-19 Regulatory Packages' announced by the RBI on March 27, 2020, April 17, 2020 and May 22, 2020 to provide relief to borrowers on account of COVID-19 pandemic whose accounts were standard as on February 29, 2020, the Bank, in accordance with the Board approved policy had offered moratorium to all eligible borrowers for repayment of loan instalments and / or deferment of interest due between March 1, 2020 to August 31, 2020 including relaxation in certain parameters, without considering the same as restructuring.  
  
During the current quarter, the bank has made an additional provision of Rs.125 crores towards contingency arising out of COVID pandemic and holds a total provision of Rs. 465 crores as at 31st Dec 2020. In addition, during the quarter an interest reversal of Rs. 30 crores was made and the total interest reversal upto 31st Dec 2020 is Rs. 55 crores towards COVID contingencies.
- 7 The Honourable Supreme Court in a writ petition bearing No.825 of 2020 by Gajendra Sharma Vs Union of India & Anr had vide its interim order dated September 3, 2020 has directed the Banks that the accounts which were not declared as Non-Performing Assets (NPA) till August 31, 2020 shall not be declared as NPA till further orders, pending disposal of the case by the Hon'ble Supreme Court. Pursuant to the said order, the Bank has not classified any borrowal account which has not been declared as NPA as at 31st August 2020 as per the RBI IRAC norms.
- 8 During the quarter Rs 15 crores was received towards an insurance claim lodged in the FY 2017-18 by the bank; this loss was fully provided in the earlier years.
- 9 Government of India, Department of Financial Services vide its letter No. F. No.2/12/2020-BOA.1 dated 23.10.2020 has communicated that a scheme for grant of ex-gratia payment being difference between compound interest and simple interest for six months period covering 01st March to 31st August 2020 is to be paid all eligible borrowers. This amount will be reimbursed by the Government of India.  
  
In compliance with the above directive the Bank has paid Rs. 14.84 crore towards ex-gratia interest to all eligible Retail Loans, MSME Loans & Credit Card dues which are standard as on 29th Feb 2020. The Bank has lodged the claim with / through nodal agency i.e. SBI and the credit is yet to be received from Government of India.
- 10 During the nine months period ended December 31, 2020, the bank has allotted 10,81,858 equity shares of face value of Re. 1/- each pursuant to exercise of stock options by the employees and in Q3 FY 21 there were no fresh allotment.
- 11 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 is available on the Bank's website (www.cityunionbank.com). These disclosures have not been subjected to audit by the Statutory Central Auditors.
- 12 Provision Coverage Ratio calculated as per Reserve Bank of India guidelines is 73% as on 31st December 2020
- 13 Number of Investor complaints pending at the beginning of the quarter - 1. Received during the quarter - Nil: Disposed of during the quarter - 1. Pending complaints as on 31st December 2020 : Nil
- 14 Figures of the corresponding period's/year's have been reclassified/regrouped, wherever considered necessary.

By the Order of Board

Place : Chennai  
Dated : 03rd February 2021

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

**SEGMENT REPORTING FOR THE QUARTER/NINE MONTHS PERIOD ENDED 31.12.2020**

(Rs in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	(Reviewed)			(Reviewed)		(Audited)
<b>Segment Revenue</b>						
a) Treasury	27448	22893	21679	76715	67094	90895
b) Corporate / wholesale banking	28826	33488	32019	93946	100031	132797
c) Retail Banking	70789	66054	66050	199698	194016	258882
d) Other Banking Operations	717	592	575	1443	1615	2281
Total	127780	123027	120323	371802	362756	484855
Less : Inter segment revenue	-	-	-	-	-	-
Total	127780	123027	120323	371802	362756	484855
<b>Segment Results</b>						
a) Treasury	20147	13010	12026	49366	35785	47258
b) Corporate / wholesale banking	8407	11394	6679	28145	25049	35906
c) Retail Banking	16723	13621	11710	41402	38612	49268
d) Other Banking Operations	566	441	428	1001	1185	1708
Total	45843	38466	30843	119914	100631	134140
<b>Operating Profit</b>	<b>45843</b>	<b>38466</b>	<b>30843</b>	<b>119914</b>	<b>100631</b>	<b>134140</b>
Other Provisions & Contingencies	21850	17700	8100	55250	30470	75508
<b>Profit Before Tax</b>	<b>23993</b>	<b>20766</b>	<b>22743</b>	<b>64664</b>	<b>70161</b>	<b>58632</b>
Taxes including Deferred Tax	7000	5000	3500	16500	13000	11000
<b>Net Profit</b>	<b>16993</b>	<b>15766</b>	<b>19243</b>	<b>48164</b>	<b>57161</b>	<b>47632</b>
<b>Segmental Assets:</b>						
a) Treasury	1200043	1230743	1150568	1200043	1150568	1242213
b) Corporate / wholesale banking	1200895	1191799	1229078	1200895	1229078	1214371
c) Retail Banking	2607824	2456956	2295657	2607824	2295657	2354535
d) Unallocated	196758	178820	173010	196758	173010	162234
<b>Total Assets</b>	<b>5205520</b>	<b>5058318</b>	<b>4848313</b>	<b>5205520</b>	<b>4848313</b>	<b>4973353</b>
<b>Segmental Liabilities:</b>						
a) Treasury	1055844	1087017	1020815	1055844	1020815	1106755
b) Corporate / wholesale banking	1072036	1067356	1109763	1072036	1109763	1097874
c) Retail Banking	2327927	2200408	2072696	2327927	2072696	2128659
d) Unallocated	175584	146402	107293	175584	107293	110458
<b>Total</b>	<b>4631391</b>	<b>4501183</b>	<b>4310567</b>	<b>4631391</b>	<b>4310567</b>	<b>4443746</b>
<b>Capital Employed:</b>						
<b>Segment Assets - Segment Liabilities</b>						
a) Treasury	144199	143726	129753	144199	129753	135458
b) Corporate / wholesale banking	128859	124443	119315	128859	119315	116497
c) Retail Banking	279897	256548	222961	279897	222961	225876
d) Unallocated	21174	32418	65717	21174	65717	51776
<b>Total</b>	<b>574129</b>	<b>557135</b>	<b>537746</b>	<b>574129</b>	<b>537746</b>	<b>529607</b>

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

**PART B : GEOGRAPHIC SEGMENTS:**

The bank operates only in India