

यूको बैंक



UCO BANK

सम्मान आपके विश्वास का

Honours Your Trust

HO/Finance/Share/73/2020-21

Date: 31.07.2020

**National Stock Exchange of India Ltd.**

"Exchange Plaza"

Plot no. C/1, G Block

Bandra-Kurla Complex, Bandra (E)

Mumbai – 400 051

**NSE Scrip Symbol: UCOBANK**

**BSE Limited**

Phiroze Jeejeebhoy Towers

Dalal Street, Fort,

Mumbai – 400 001

**BSE Scrip Code: 532505**

Dear Sir,

**Sub: Reviewed Financial Results for the 1<sup>st</sup> quarter ended 30<sup>th</sup> June, 2020**

We submit herewith Reviewed Financial Results for the 1<sup>st</sup> quarter ended 30<sup>th</sup> June, 2020 of our Bank duly taken on record by the Board of Directors of our Bank at their meeting held on this day for your kind perusal.

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, 2020

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Reviewed)	31.03.2020 (Audited)	30.06.2019 (Reviewed)	31.03.2020 (Audited)
1	<b>Interest Earned (a)+(b)+(c)+(d)</b>	<b>366264</b>	<b>374243</b>	<b>381653</b>	<b>1513434</b>
	(a) Interest / discount on advances / bills	191297	201170	199648	814051
	(b) Income on investments	157541	150636	154303	593909
	(c) Interest on balances with RBI & other inter-bank funds	6692	10054	15701	47630
	(d) Others	10734	12383	12001	57844
2	<b>Other Income</b>	<b>77393</b>	<b>76878</b>	<b>63008</b>	<b>287121</b>
3	<b>Total Income (1+2)</b>	<b>443657</b>	<b>451121</b>	<b>444661</b>	<b>1800555</b>
4	Interest Expended	239586	248791	248156	1004206
5	<b>Operating Expenses (i) + (ii)</b>	<b>81734</b>	<b>80670</b>	<b>76361</b>	<b>312789</b>
	(i) Employees Cost	48998	49555	46726	192940
	(ii) Other Operating Expenses	32736	31115	29635	119849
6	<b>Total Expenditure (4+5) (excluding Provisions and Contingencies)</b>	<b>321320</b>	<b>329461</b>	<b>324517</b>	<b>1316995</b>
7	<b>Operating Profit (Before Provisions and Contingencies) (3-6)</b>	<b>122337</b>	<b>121660</b>	<b>120144</b>	<b>483560</b>
8	<b>Provisions (other than current tax) and Contingencies (Net)</b>	<b>118037</b>	<b>119982</b>	<b>180289</b>	<b>727243</b>
	of which provisions for Non Performing Assets	56478	108926	137497	614381
9	Exceptional Items	0	0	0	0
10	<b>Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)</b>	<b>4300</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
11	<b>Provision for Current Taxes</b>	<b>2154</b>	<b>0</b>	<b>0</b>	<b>0</b>
12	<b>Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)</b>	<b>2146</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
13	Extraordinary items (net of tax expense)	0	0	0	0
14	<b>Net Profit(+)/Loss (-) for the period (12-13)</b>	<b>2146</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
15	<b>Paid-up Equity Share Capital (Face Value ₹ 10/- each)</b>	<b>991834</b>	<b>991834</b>	<b>736220</b>	<b>991834</b>
16	<b>Reserves excluding Revaluation Reserves (as shown in the Balance Sheet of previous year)</b>	<b>694291</b>	<b>694291</b>	<b>601222</b>	<b>694291</b>
17	<b>Analytical Ratios</b>				
	(i) Percentage of shares held by Govt. of India	94.44%	94.44%	92.52%	94.44%
	(ii) Capital Adequacy Ratio: <b>Basel-III</b>	11.65%	11.70%	10.88%	11.70%
	(a) Common Equity Tier-I Ratio	8.91%	8.98%	8.32%	8.98%
	(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.	0.02	0.02	-0.87	-3.10
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year.	0.02	0.02	-0.87	-3.10
	(iv) NPA Ratios				
	a) Amount of Gross NPA	1657643	1928195	2943160	1928195
	b) Amount of Net NPA	513818	551065	878197	551065
	c) % of Gross NPA	14.38%	16.77%	24.85%	16.77%
	d) % of Net NPA	4.95%	5.45%	8.98%	5.45%
	(v) Return on Assets (Annualised) (%)	0.03%	0.03%	-0.98%	-0.96%



## PART : A BUSINESS SEGMENTS

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Reviewed)	31.03.2020 (Audited)	30.06.2019 (Reviewed)	31.03.2020 (Audited)
<b>1</b>	<b>Segment Revenue</b>				
	i) Treasury Operations	240293	204414	214526	826425
	ii) Corporate Banking Operations	114297	119777	129299	547004
	iii) Retail Banking Operations	87899	125386	99715	423114
	iv) Other Banking Operations	1168	1544	1121	4012
	<b>Total Revenue</b>	<b>443657</b>	<b>451121</b>	<b>444661</b>	<b>1800555</b>
<b>2</b>	<b>Segment Results</b>				
	i) Treasury Operations	122963	63568	87505	268417
	ii) Corporate Banking Operations	-67806	-24611	-85483	-296418
	iii) Retail Banking Operations	-52025	-38824	-63288	-219693
	iv) Other Banking Operations	1168	1545	1121	4011
	<b>Total</b>	<b>4300</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
	Less: Unallocated Expenses	0	0	0	0
	<b>Profit Before Tax</b>	<b>4300</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
	Provision for Tax	2154	0	0	0
	<b>Net Profit</b>	<b>2146</b>	<b>1678</b>	<b>-60145</b>	<b>-243683</b>
<b>3</b>	<b>Segment Assets</b>				
	i) Treasury Operations	11434063	11905263	11235589	11905263
	ii) Corporate Banking Operations	6779176	6603924	6348275	6603924
	iii) Retail Banking Operations	5208989	5033124	4817815	5033124
	iv) Other Banking Operations	46236	48504	47161	48504
	<b>Total Assets</b>	<b>23468464</b>	<b>23590815</b>	<b>22448840</b>	<b>23590815</b>
<b>4</b>	<b>Segment Liabilities</b>				
	i) Treasury Operations	10035365	10301533	9546091	10301533
	ii) Corporate Banking Operations	6504063	6451423	6375911	6451423
	iii) Retail Banking Operations	4997598	4916897	4838787	4916897
	iv) Other Banking Operations	0	0	0	0
	<b>Total Liabilities</b>	<b>21537026</b>	<b>21669853</b>	<b>20760789</b>	<b>21669853</b>
<b>5</b>	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>				
	i) Treasury Operations	548136	565517	420691	565517
	ii) Corporate Banking Operations	782242	769203	720534	769203
	iii) Retail Banking Operations	601060	586242	546826	586242
	iv) Other Banking Operations	0	0	0	0
	<b>Total Capital Employed</b>	<b>1931438</b>	<b>1920962</b>	<b>1688051</b>	<b>1920962</b>

(₹ in Lakh)

## PART : B GEOGRAPHICAL SEGMENTS


Particulars	Quarter Ended			Year Ended
	30.06.2020 (Reviewed)	31.03.2020 (Audited)	30.06.2019 (Reviewed)	31.03.2020 (Audited)
<b>Domestic</b>				
i) Revenue	423788	440556	432860	1742373
ii) Assets	22157243	22236113	21102303	22236113
<b>International</b>				
i) Revenue	19869	10565	11801	58182
ii) Assets	1311221	1354702	1346537	1354702
<b>Global</b>				
i) Revenue	443657	451121	444661	1800555
ii) Assets	23468464	23590815	22448840	23590815



## STATEMENT OF ASSETS AND LIABILITIES

Particulars	As on 30.06.2020 (Reviewed)	As on 31.03.2020 (Audited)	As on 30.06.2019 (Reviewed)
<b>Capital &amp; Liabilities</b>			
Capital	9918 34	9918 34	7362 20
Reserves & Surplus	9396 03	9291 28	9518 32
Deposits	195119 60	193203 44	192363 55
Borrowings	12473 17	15695 06	8483 99
Other Liabilities & Provisions	7777 50	7800 03	6760 34
<b>Total</b>	<b>234684 64</b>	<b>235908 15</b>	<b>224488 40</b>
<b>Assets</b>			
Cash and Balance with RBI	6545 81	6776 73	8775 44
Balance with Banks and Money at call and Short Notice	6585 07	11029 43	9736 82
Investments	90301 53	90998 81	82759 20
Advances	103768 74	101174 25	97744 06
Fixed Assets	2821 60	2840 37	2808 85
Other Assets	24661 89	23088 56	22664 03
<b>Total</b>	<b>234684 64</b>	<b>235908 15</b>	<b>224488 40</b>

  
**SHASHI KANT KUMAR**  
 Deputy General Manager

  
**RAM KUMAR**  
 General Manager

  
**AJAY VYAS**  
 Executive Director


  
**A K GOEL**  
 Managing Director & CEO

For R M Lall & Co  
 Chartered Accountants  
 FRN 000932C

For M C Bhandari & Co.  
 Chartered Accountants  
 FRN303002E

For V Singhi & Associates  
 Chartered Accountants  
 FRN 311017E



  
 (CA R.P. Tewari)  
 Partner  
 MRN 071448



  
 (CA Neeraj Jain)  
 Partner  
 MRN 064393



  
 (CA Dibyendu Pal Choudhury)  
 Partner  
 MRN 016830

For Rama K Gupta & Co  
 Chartered Accountants  
 FRN 005005C

For Rawla & Co  
 Chartered Accountants  
 FRN 001661N



  
 (CA Dinesh Sahu)  
 Partner  
 MRN 425952



  
 (CA Hardeep Singhal)  
 Partner  
 MRN 505618



**UCO BANK**  
**HEAD OFFICE: KOLKATA**

NOTES ON THE REVIEWED FINANCIAL RESULTS  
FOR THE QUARTER ENDED 30<sup>th</sup> June, 2020

1. The above financial results were reviewed and recommended by the Audit Committee of the Board and approved by the Board of Directors at their meeting held on 31<sup>st</sup> July, 2020. The results have been subjected to limited 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 as amended.
2. The financial results for the quarter ended 30<sup>th</sup> June, 2020 have been arrived at following the same accounting policies and practices as those followed in the preceding financial statements for the year ended 31<sup>st</sup> March, 2020.
3. The financial results for the quarter ended 30<sup>th</sup> June, 2020 have been arrived at after considering provisions on advances, non-performing investments, depreciation on investments and 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, Income Tax including deferred tax and other usual and necessary provisions have been made as per the applicable accounting standards issued by the Institute of Chartered Accountants of India (ICAI).
4. Based on the available data, available financial statements and the declaration from borrowers wherever received, the Bank has estimated a liability of Rs. 0.29 crore as on 30<sup>th</sup> June, 2020 towards 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. A sum of Rs. 87.65 crore has been provided during the quarter ended 30<sup>th</sup> June, 2020 towards wage revision taking into account Memorandum of Understanding (MOU) between Indian Banks' Associations (IBA) and Bank Unions for pending wage settlement signed on 22.07.2020. The cumulative provision held as on 30<sup>th</sup> June, 2020 for wage revision is Rs. 616.31 crore.
6. 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 account. 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
194.14	77.54	77.54

7. 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.913.46 crore, bank is holding a provision of Rs. 813.94 crore as on 30<sup>th</sup> June, 2020.



8. In accordance with RBI 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 during the quarter ended 30<sup>th</sup> June, 2020 are as under:

No. of Accounts Restructured	Amount (Rs. in Crores)
42	6.48

9. The Government of India has pronounced Section 115BAA of Income Tax Act, 1961 through Taxation Laws (Amendment) Ordinance, 2019 which provides domestic companies a non-reversible option to pay corporate tax at reduced rate effective from 1<sup>st</sup> April, 2019 subject to compliance of certain conditions. Bank is currently in the process of evaluating this option and continues to recognise the taxes on income for the quarter ended 30<sup>th</sup> June, 2020 as per the earlier provisions of the Income Tax Act, 1961.
10. Bank has recognized deferred tax asset of Rs. 9359.67 crore on carry forward losses and other items of timing difference upto 31<sup>st</sup> March, 2020. During the quarter, the bank has reversed deferred tax assets of Rs. 2.41 crore.
11. In accordance with RBI circular DBOD No. BP. BC/1/21.06.201/2015-16 dated 1<sup>st</sup> 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](http://www.ucobank.com)). These disclosures have not been subjected to review by the auditors.
12. COVID-19 continues to spread across the globe and India. Government of India announced strict lock down initially throughout the country, which was lifted in phases, but still continuing in certain parts of the country. The situation continuously remains highly uncertain and revival of normalcy depends on the containment of spread of Covid-19 and the effectiveness of current and future steps taken by governments and RBI to mitigate the economic impact.

In accordance with RBI guidelines relating to 'COVID 19 Regulatory Package' on asset classification and provisioning dated 27.03.2020, 17.04.2020, 23.05.2020 and clarification issued by the RBI through Indian Bankers Association dated 06.05.2020, the Bank has extended asset classification benefit to eligible borrowers and made provision as under:

S No.	Particulars	Amount (Rs. In Crore)
1	Respective amounts in SMA/Overdue categories, where the moratorium/deferment was extended	1010.28
2	Respective amount where asset classification benefits is extended	1010.28
3	Provisions held as on 31 <sup>st</sup> March, 2020	57.15
4	Provisions made during the 1 <sup>st</sup> quarter of FY 2020-21	43.88



13. The Non-Performing Loan Provisioning Coverage Ratio is 86.50% as on 30<sup>th</sup> June, 2020.
14. During the quarter, Bank has reported two loan accounts under Borrowal Fraud category to RBI and amount outstanding was Rs.581.59 crore as on 30.06.2020. The accounts were already under NPA category and provision amounting to Rs.357.37 crores is held in the account as at 30.06.2020. Bank has made additional provision of Rs.74.74 crore as on 30.06.2020 (Rs.74.74 crore was made during the quarter ended 31<sup>st</sup> March, 2020) and the remaining amount of Rs.149.48 crore has been charged to Reserves and deferred for adjustment in subsequent quarters in line with RBI circular No. BP.BC.92/21.04.048/2015-16 dated 18.04.2016
15. Number of investor Complaints: - (i) Outstanding at the beginning of the quarter – Nil (ii) Received during the quarter – 42 (iii) Disposed of during the quarter – 42 and Outstanding at the end of the quarter – Nil.
16. During the quarter, Reserve Bank of India has imposed a penalty of Rs.5 lakh (Rupees Five Lakh only) for bouncing of SGL forms in terms of RBI Circular IDMD.DOD.17/11.01.01 (B) 2010-11 dated July 14, 2010.
17. As per the guidelines of the RBI on compliance with the Accounting Standards, the bank has adopted "Treasury Operation", "Wholesale ", "Retail" and "Other Banking Operation, as primary business segment and "Domestic" and "International" as secondary/ Geographic segments for the purpose of compliance with Accounting Standards 17 on segment reporting issued by Institute of Chartered Accountants of India (ICAI).
18. Figures of the corresponding previous periods have been regrouped / reclassified wherever considered necessary.

  
(Ajay Vyas)  
Executive Director

  
(A. K. Goel)  
Managing Director & CEO

Date: 31.07.2020  
Place: Kolkata



R M Lall & Co Chartered Accountants 4/10, Vishal Khand, Gomti Nagar, Lucknow- 226 010 (U.P.)	M. C. Bhandari & Co Chartered Accountants 4, Synagogue Street, Suite # 205, 2nd Floor, Facing Brabourne Road, Kolkata – 700 001.	V Singhi & Associates Chartered Accountants Four Mangoe Lane, Surendra Mohan Ghosh Sarani, Ground Floor Kolkata – 700 001
Rama K Gupta & Co Chartered Accountants 156, Ravi Nagar, Behind GDA Kherapati Road Gwalior (M.P) – 474 002	M/s Rawla & Co. Chartered Accountants 504, Surya Kiran, 19 Kasturba Gandhi Marg, New Delhi-110001	

**Limited Review Report on Unaudited Financial Results of UCO Bank for the quarter ended 30.06.2020**

To  
The Board of Directors,  
UCO Bank,  
Kolkata

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of UCO Bank, ('the Bank') for the quarter ended 30<sup>th</sup> June, 2020 ('the statement') attached herewith, being submitted by the Bank pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations"). The disclosures relating to consolidated Pillar 3 as at 30<sup>th</sup> June, 2020 including leverage ratio and liquidity coverage ratio under Basel III Capital Regulations", has been disclosed on the Bank's website have not been reviewed by us.
2. The statement is the responsibility of the Bank's Management. has been approved by the Board of Directors and has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 "Interim Financial Reporting" issued by the Institute of Chartered Accountants of India(ICAI), relevant provisions of the Banking Regulation Act, 1949, the circulars, guidelines and directives issued by Reserve Bank of India and other accounting principles generally accepted in India . Our responsibility is to issue a report on the Statement of unaudited financial results based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of the Bank's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. The financial results incorporate the relevant returns of 21 branches (including Treasury Branch) reviewed by us and 1 foreign branch reviewed by local auditor specifically appointed for this purpose and unreviewed returns and/or data in respect of 3066 other branches (including 1 foreign branch). These review reports cover 60.61 percent of the advances portfolio of the bank and 51.93 percent of Non-performing Assets of the bank. Apart from these review reports, in the conduct of our review, we have also relied upon various returns received from the branches of the bank.





5. Based on our review conducted as above, subject to limitations in scope as mentioned in para 4 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 including 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 Regulations, 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.

6. **Emphasis of matter:**

a) We draw attention to Note no. 12 of notes to the Financial Results regarding impact of COVID-19 pandemic. The situation continues to be uncertain and Bank's financial performance is dependent on future development. Bank is evaluating the situation on an ongoing basis with respect to the challenges faced.

b) Refer Note no. 14 of notes to the Financial Results relating to deferment of provision of Rs. 149.48 crore pertaining to certain fraud accounts. The said provision has been debited to Reserves earlier and deferred to be adjusted in the Profit and Loss accounts in subsequent quarters of financial year 2020-21, in terms of RBI Circular DBR No. BP.BC.92/21.04.048/2015-16 dated April 18, 2016

Our conclusion is not modified in respect of these matters.

 <p><b>For R M LALL &amp; CO</b> Chartered Accountants FRN 000932C</p> <p><i>s/-</i> (CA R.P. Tewari) Partner MRN 071448 UDIN: 20071448 AAAAS1656</p>	 <p><b>For M. C BHANDARI &amp; CO</b> Chartered Accountants FRN 303002E</p> <p><i>s/-</i> (CA Neeraj Jain) Partner MRN 064393 UDIN: 20064393 AAPATJ6198</p>	 <p><b>For V SINGHI &amp; ASSOCIATES</b> Chartered Accountants FRN 311017E</p> <p><i>s/-</i> (CA Dibyendu Pal Choudhury) Partner MRN 016830 UDIN: 20016830 AAAABK3633</p>
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 <p><b>For RAMA K GUPTA &amp; CO</b> Chartered Accountants FRN 005005C</p> <p><i>s/-</i> (CA Dinesh Sahu) Partner MRN 425952 UDIN: 20425952 AAAAX600F</p>
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 <p><b>For RAWLA &amp; CO.</b> Chartered Accountants FRN 001661N</p> <p><i>s/-</i> (CA Hardeep Singhal) Partner MRN 505618 UDIN: 20505618 AAAACL5177</p>
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Place: Kolkata  
Date: 31.07.2020