

M/s. P. Chandrasekar  
Chartered Accountants

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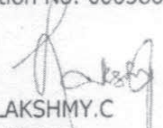
**INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF  
CITY UNION BANK LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of CITY UNION BANK LIMITED ("the Bank") for the quarter ended 30<sup>th</sup> June, 2015 ("the Statement") being submitted by the Bank pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures referred to in paragraph 5 below. This Statement is the responsibility of the Bank's Management and has been approved by the Board of Directors. Our Responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors 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 Statement is free of material misstatement. A review is Limited primarily to inquiries of the Bank 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.
3. In the conduct of our review, 136 branches have been reviewed by the branch auditors, specifically appointed for this purpose by the bank and we have relied upon various returns received from the branches of the Bank. These review reports covers 70% of the advances portfolio of the bank.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014) and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, 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.
5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/ encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to investor complaints disclosed in the Statement, from the details furnished by the Registrars. The "Pillar 3 disclosures under Basel III Capital Regulations" disclosed on the Bank's website and in respect of which a link has been provided in the Statement have also not been subjected to our review.

**For M/s. P CHANDRASEKAR**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 000580 S



Place: Chennai  
Date: 12.08.2015

  
LAKSHMY.C  
Partner  
Membership No: 28508

**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, 2015**

Particulars	(Rs in Lakhs)			
	Quarter ended			Year ended
	30.06.2015	31.03.2015	30.06.2014	31.03.2015
	Reviewed	Audited	Reviewed	Audited
<b>1. Interest earned (a+b+c+d)</b>	<b>70604.09</b>	<b>68817.68</b>	<b>64333.17</b>	<b>269885.63</b>
a) Interest/Discount on Advances/Bills	57262.75	55118.79	52108.34	216619.78
b) Income on Investments	12365.19	12725.96	11196.35	49244.82
c) Interest on balances with RBI and other Inter Bank funds	349.85	275.25	332.45	1283.29
d) Others	626.30	697.68	696.03	2737.74
2. Other Income	10489.06	10546.52	11069.99	40410.43
<b>3. Total Income ( 1 + 2 )</b>	<b>81093.15</b>	<b>79364.20</b>	<b>75403.16</b>	<b>310296.06</b>
4. Interest Expended	48240.81	48351.47	45660.64	189148.80
5. Operating Expenses (i) + (ii)	13136.51	13131.01	12473.60	51882.26
(i) Employees Cost	4825.50	5096.50	5223.67	21027.39
(ii) Other Operating expenses	8311.01	8034.51	7249.93	30854.87
<b>6. Total Expenditure (4) + (5) excluding provisions and contingencies</b>	<b>61377.32</b>	<b>61482.48</b>	<b>58134.24</b>	<b>241031.06</b>
<b>7. Operating Profit before provisions and contingencies (3) - (6)</b>	<b>19715.83</b>	<b>17881.72</b>	<b>17268.92</b>	<b>69265.00</b>
8. Provisions (other than tax) and contingencies	4510.00	5812.99	4269.45	18251.89
9. Exceptional Items	0.00	-1088.93	0.00	-1088.93
10. Profit / (Loss) from Ordinary Activities before tax (7)-(8)-(9)	15205.83	13157.66	12999.47	52102.04
11. Tax Expenses	4050.00	3250.00	3050.00	12600.00
<b>12. Net Profit / (Loss) from Ordinary Activities after tax (10) - (11)</b>	<b>11155.83</b>	<b>9907.66</b>	<b>9949.47</b>	<b>39502.04</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>11155.83</b>	<b>9907.66</b>	<b>9949.47</b>	<b>39502.04</b>
15. Paid up equity share Capital (Face value of Re.1/- each)	5965.68	5965.68	5427.40	5965.68
16. Reserves excluding revaluation reserves				263586.54
<b>17. Analytical ratios</b>				
i) % of shares held by Government of India	Nil	Nil	Nil	Nil
ii) Capital Adequacy Ratio (%) - Basel II	16.09%	16.59%	14.58%	16.59%
Capital Adequacy Ratio (%) - Basel III	15.72%	16.52%	14.51%	16.52%
iii) Earning Per Share (EPS)				
Basic EPS - before/after extra ordinary items (Not annualised) (Rs.)	1.87	1.66	1.83	6.82
Diluted EPS - before/after extra ordinary items (Not annualised) (Rs.)	1.77	1.48	1.82	6.63
iv) NPA Ratios				
(a) Gross NPA	35943.73	33582.35	30830.12	33582.35
(b) Net NPA	23432.59	23279.19	20437.73	23279.19
(c) % of Gross NPA	2.01	1.86	1.91	1.86
(d) % of Net NPA	1.32	1.30	1.28	1.30
v) Return on Assets - Annualised	1.57%	1.45%	1.58%	1.49%
<b>18. Public Shareholding</b>				
- No. of shares	59,65,67,800	59,65,67,800	54,27,40,263	59,65,67,800
- % of shareholding	100%	100%	100%	100%
<b>19. Promoters and promoter group shareholding</b>				
a) Pledged / Encumbered				
- Number of Shares	-	-	-	-
- % of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- % of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- Number of Shares	-	-	-	-
- % of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-
- % of shares (as a % of the total share capital of the company)	-	-	-	-



Notes :

- 1 The above unaudited financial results for the quarter ended 30th June 2015 have been subjected to Limited Review by Statutory Central Auditors of the Bank and approved by the Board of Directors at its meeting held on 12.08.2015.
- 2 The working results for the quarter ended 30th June 2015 have been arrived at after making provisions for Standard Assets, Non Performing Assets and Depreciation on Investments as per RBI guidelines, Employee benefits, taxes & other usual and necessary provisions on estimated basis.
- 3 There has been no change in the accounting policies followed by the Bank during the quarter ended 30th June 2015 as compared to those followed in the preceding financial year ended 31st March 2015.
- 4 In accordance with the RBI circular DBOD. No. BP. BC 6/21.06.201/2014-15 dated 01st July 2014, Banks are required to make Pillar III disclosures under Basel III capital requirements and the disclosure for 30.06.2015 is being made available on the Bank's web site.
- 5 In accordance with the RBI guidelines, the bank has shifted Securities amounting to Rs.329.13 cr from HTM to AFS category and no depreciation has been charged to Profit & Loss account on such shifting during the current quarter.
- 6 Pursuant to RBI circular DBR.BP.BC.No.31/21.04.018/2015-16 dated July 16, 2015 the Bank has, effective quarter ended June 30, 2015, included its deposits placed with NABARD / SIDBI / NHB on account of shortfall in priority sector targets under Schedule 11 - "Other Assets". Previously the same has been accounted under the head "Investments". Interest Income on these deposits has been included under "Interest Earned - Others". Previously such interest income was included under "Interest Earned - Income on Investments". Accordingly, previous periods figures have been regrouped / reclassified to conform to current period's classification.
- 7 Number of Investor complaints pending at the beginning of the quarter - Nil. Received during the quarter - 7 : Disposed of during the quarter - 7 : Pending complaints as on 30.06.2015 : Nil.
- 8 The figures of the last quarter March 31, 2015 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the financial year 2014-15.
- 9 Figures of the corresponding period have been reclassified/regrouped, wherever considered necessary.

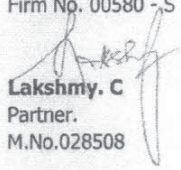
Place : Chennai  
Date : 12.08.2015

By order of the Board

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

This is the statement referred to in our report of even date.

for M/s. P. Chandrasekar,  
Chartered Accountants,  
Firm No. 00580 -S

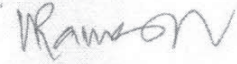
  
**Lakshmy. C**  
Partner.  
M.No.028508

Place : Chennai  
Date : 12.08.2015



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For CITY UNION BANK LTD.,

  
Company Secretary

**CITY UNION BANK LTD., CENTRAL OFFICE, KUMBAKONAM**

**SEGMENT REPORTING FOR THE PERIOD ENDED 30.06.2015**

**Segmentwise Results**

(Rs in Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2015	31.03.2015	30.06.2014	31.03.2015
	Reviewed	Audited	Reviewed	Audited
<b>Segment Revenue</b>				
a) Treasury	16461	17905	14458	66187
b) Corporate / wholesale banking	19857	18756	18845	75488
c) Retail Banking	44704	42457	41631	167454
d) Other Banking Operations	71	246	469	1167
<b>Total</b>	<b>81093</b>	<b>79364</b>	<b>75403</b>	<b>310296</b>
<b>Segment Results</b>				
a) Treasury	4749	9469	3682	24465
b) Corporate / wholesale banking	5628	2364	5437	17877
c) Retail Banking	9334	5874	7750	26035
d) Other Banking Operations	5	175	400	888
<b>Total</b>	<b>19716</b>	<b>17882</b>	<b>17269</b>	<b>69265</b>
<b>Operating Profit</b>	<b>19716</b>	<b>17882</b>	<b>17269</b>	<b>69265</b>
<b>Other Provisions &amp; Contingencies</b>	<b>4510</b>	<b>5813</b>	<b>4269</b>	<b>18252</b>
Exceptional items	0	1089	0	1089
<b>Profit Before Tax</b>	<b>15206</b>	<b>13158</b>	<b>13000</b>	<b>52102</b>
Taxes including Deferred Tax	4050	3250	3050	12600
<b>Net Profit</b>	<b>11156</b>	<b>9908</b>	<b>9950</b>	<b>39502</b>
<b>Segmental Assets:</b>				
a) Treasury	957217	823332	802498	823332
b) Corporate / wholesale banking	593364	594947	523153	594947
c) Retail Banking	1279107	1292753	1165357	1292753
d) Unallocated	81778	76081	60573	76081
<b>Total</b>	<b>2911466</b>	<b>2787113</b>	<b>2551581</b>	<b>2787113</b>
<b>Segmental Liabilities:</b>				
a) Treasury	867124	748031	744595	748031
b) Corporate / wholesale banking	540402	540559	481883	540559
c) Retail Banking	1164810	1174573	1073282	1174573
d) Unallocated	58422	54398	39378	54398
<b>Total</b>	<b>2630758</b>	<b>2517561</b>	<b>2339138</b>	<b>2517561</b>
<b>Capital Employed:</b>				
<b>Segment Assets - Segment Liabilities</b>				
a) Treasury	90093	75301	57903	75301
b) Corporate / wholesale banking	52962	54388	41270	54388
c) Retail Banking	114297	118179	92075	118179
d) Unallocated	23356	21684	21195	21684
<b>Total</b>	<b>280708</b>	<b>269552</b>	<b>212443</b>	<b>269552</b>

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

**PART B : GEOGRAPHIC SEGMENTS:**  
The bank operates only in India



**CERTIFIED TRUE COPY**

For CITY UNION BANK LTD.

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Company Secretary