



City Union Bank Limited

Central Office, Kumbakonam

CUB ANNOUNCES HALF YEARLY RESULTS

ANNOUNCES RIGHTS ISSUE OF SHARES TO RAISE CAPITAL

Press Release

Chennai 03 November 2012 – City Union Bank Ltd (CUB) have announced the working results for the half year ended 30th September 2012 and issue of shares on a Right basis in their Board meeting held on 3rd November at Chennai.

Working Results:

For the Half year ended 30.09.2012, the Deposits of the bank increased by 20% to ₹17688.59 cr as on 30.09.2012 from ₹14722.16 cr as on 30.09.2011 and the Gross Advances have increased from ₹ 10600.00 cr as on 30.09.2011 to ₹ 13436.79 cr as on 30.09.2012 registering a growth of 27%. Total business increased by 23% to ₹ 31125.38 cr as on 30.09.2012 from ₹ 25322.16 cr as on 30.09.2011. For the half year ended 30.09.2012, the Gross Profit of the bank stood at Rs.242.45 cr and Net Profit is Rs.154.31 cr.

Rights Issue:

The Board has announced its decision to raise capital by issue of equity shares on right basis in the ratio of 1 new share for every 4 shares held at the issue price of Rs.20 per share including premium. The record date for deciding the eligibility has been fixed as 23rd November 2012. A special feature of this issue is reservation of a part of this issue to the bank's employees being done for the first time in the industry.

The Highlights of First Half 2012-13: (₹ in cr)

✓ Interest Income	₹ 1035.75
✓ Non Interest Income	₹ 127.19
✓ Total Income	₹ 1162.94
✓ Net Interest Income	₹ 287.27
✓ Gross Profit	₹ 242.25
✓ Net profit	₹ 154.31

The Operating results for the second quarter (Q2-FY 2012-13):- (₹ in cr)

✓ Interest Income	₹ 531.54
✓ Non Interest Income	₹ 64.50
✓ Total Income	₹ 596.04
✓ Net Interest Income	₹ 149.33
✓ Gross Profit	₹ 128.30
✓ Net profit	₹ 80.42

The Other Financial Indicators:-

- ✓ Annualized Return on Assets of 1.62% and Return on Equity 24.01%
- ✓ Net Interest Margin at - 3.33%
- ✓ Capital Adequacy Ratio – 13.26
- ✓ Book value per share - ₹ 34.14
- ✓ Basic EPS (not annualized) – ₹1.97
- ✓ Diluted EPS (not annualized) – ₹1.95
- ✓ Provision Coverage Ratio at 71%
- ✓ Gross NPA at 1.24%
- ✓ Net NPA at 0.60%

1. Results for the First Half ended 30 th Sep 2012 (H1 FY 2012-2013):

(₹ in Crs)

Particulars	H1 FY 2013	H1 FY 2012	Growth (%)
Interest Income	1035.75	782.10	32.43
Non Interest Income	127.19	95.16	33.66
Total Income	1162.94	877.27	32.56
Interest Expense	748.48	541.82	38.14
Operating Expense	172.01	127.54	34.87
Total Expense	920.49	669.37	37.52
Net Interest Income	287.27	240.27	19.56
Operating Profit	242.45	207.89	16.62 *
Profit After Tax	154.31	136.04	13.42 *

* If non- recurring fee income of ₹12.50 crores in Q2 FY 2012 is eliminated for correct comparison, the growth in operating profit and net profit shall be 25%.

2. Results for the Quarter ended 30th September 2012 (Q2 FY 2012-2013):

(₹ in Crs)

Particulars	Q2 FY 2013	Q2 FY 2012	Growth (%)
Interest Income	531.54	410.96	29.34
Non Interest Income	64.50	49.28	30.88
Total Income	596.04	460.24	29.50
Interest Expense	382.21	290.73	31.46
Operating Expense	85.53	67.98	25.80
Total Expense	467.74	358.71	30.39
Net Interest Income	149.33	120.23	24.20
Operating Profit	128.30	101.53	26.37 *
Profit After Tax	80.42	77.53	3.73 *

* If non- recurring fee income of ₹12.50 crore in Q2 FY 2012 is eliminated for correct comparison, the growth in operating profit and net profit shall be 44 % and 24% respectively.

3. Key Balance Sheet Items:-

(₹ in Crs)

Particulars	Q2 FY 2013	Q2 FY 2012	Growth (%)
Deposits	17689	14722	20.15
Advances	13437	10600	26.76
Investments	4733	4010	18.02
Shareholders' funds (Networth)	1400	1145	22.27
Balance Sheet Size	20051	16480	21.66



Functional Performance of the Bank:

- ✓ Operates 311 branches and 613 ATMs (onsite & offsite).
- ✓ 2062 Point of sale (POS) machines installed.
- ✓ NEFT Transfer throughout the day (24 X 7).
- ✓ On-line TN VAT payment.
- ✓ TNEB Payment through net and mobile banking.
- ✓ Chennai Corporation tax collection at our branch counters.
- ✓ ISHA YOGA - course fee collection at our branch counters.
- ✓ Arrangement with Times Money for Bill Payment.
- ✓ Green Channel facility implemented in 40 Branches.

For further information please contact:

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