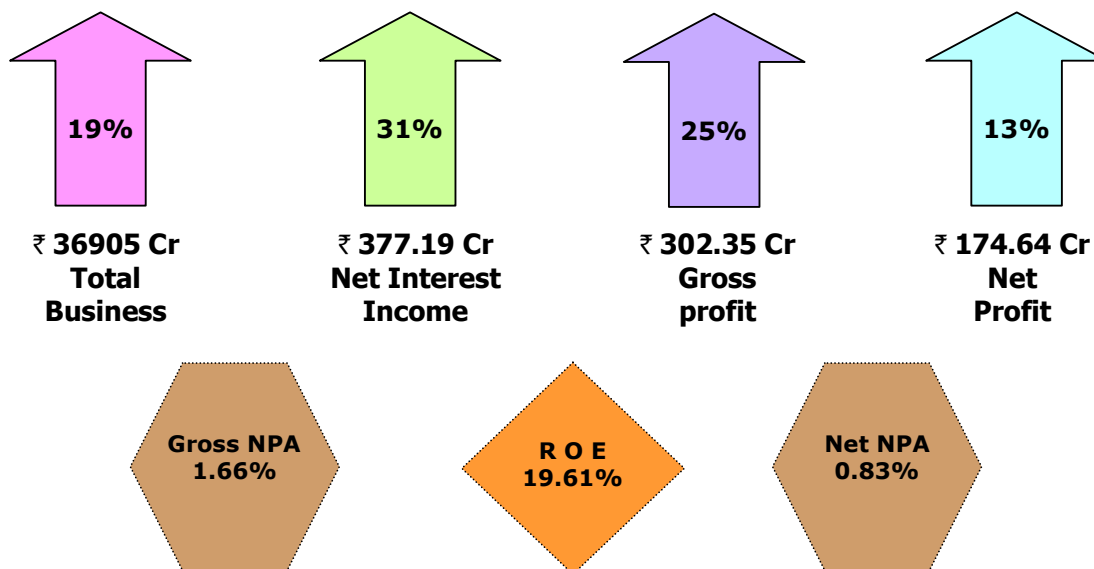




City Union Bank Limited

Central Office, Kumbakonam

FINANCIAL PERFORMANCE – FIRST HALF & SECOND QUARTER – FY-2013-14



Press Release

Chennai, 08 November 2013 – The Board of Directors of CITY UNION BANK LIMITED approved the reviewed working results for the First Half & Second Quarter of FY 2013-14 at its meeting held in Chennai, today.

Results for the First Half ended 30 th Sep 2013 (H1 FY 2013-2014):

(₹ in Crs)

Particulars	H1 FY 2014	H1 FY 2013	Growth (%)
Interest Income	1264.37	1035.75	22.07
Non Interest Income	145.59	127.19	14.46
Total Income	1409.96	1162.94	21.24
Interest Expense	887.18	748.48	18.53
Operating Expense	220.43	172.01	28.15
Total Expense	1107.61	920.49	20.32
Net Interest Income	377.19	287.27	31.30
Operating Profit	302.35	242.45	24.70
Profit After Tax	174.64	154.31	13.17

Key balance sheet items:

(Rs in Crs)

Particulars	H1 FY 2014	H1 FY 2013	Growth (%)
Deposits	21056	17689	19.03
Advances	15849	13437	17.95
Investments	6176	4733	30.49
Shareholders' Fund	1942	1400	38.71
Balance Sheet Size	24259	20051	21.00

1. Gross profit for the Half year ended 30.09.2013 went up by 25% to ₹ 302.35 Cr and Net Profit increased by 13% from ₹ 154.31 cr to ₹ 174.64 cr. The Net Interest Income increased by 31% to ₹ 377.19 Cr from ₹ 287.27 Cr.
2. Gross profit for Q2 FY 2013-2014 went up by 10% to ₹ 140.78 Cr and PAT grew by 5% for Q2 FY 2013- 2014 to ₹ 84.35 Cr. The Net Interest Income rose by 27% to ₹189.84 Cr. Interest income rose by 20% to ₹ 640.40 Cr. Net Interest Margin for the quarter stood at 3.51% and Return on Assets at 1.40%.
3. Total Deposits of the bank increased by 19% to ₹ 21056 cr as on September 30, 2013 from ₹17689 cr as on September 30, 2012. Advances went up by 18% to ₹15849 cr as on September 30, 2013 from ₹13437 cr as on September 30, 2012.
4. The Savings bank deposits recorded growth of 15% and growth in CASA was 10% as on September 30, 2013. The Bank's Balance Sheet size increased by 22% to ₹24259 cr as on September 30, 2013 from ₹20051 cr as on September 30, 2012.
5. Gross & Net NPA level stood at 1.66 & 0.83% respectively as on September 30, 2013. The Provision Coverage Ratio as at September 30, 2013 stood at 70%.
6. In accordance with RBI circular DBOD.No.BP.BC.2/21.06.201/2013-14 dated 1st July 2013, banks are required to make half yearly Pillar 3 disclosures under Basel III capital requirements with effect from 30th September 2013. The Bank has made these disclosures which are available on its website. The disclosures outside the purview of limited review by the Statutory Central Auditors of the Bank.



7. There is no impact for the Bank due to increase in key interest rate or any liquidity strain that prevailed during the second quarter.
8. The Depreciation on investments and losses arose out of shifting of securities have been fully provided for without distributing to future quarters though permitted by Reserve Bank of India.

Other Performance Highlights and Ratios (First Half- 2013-14):

- ✓ Advances at ₹15849 cr – Growth of 18%
- ✓ Deposits at ₹21056 cr – Growth of 19%
- ✓ Annualized Return on Assets of 1.48% and Return on Equity 19.61%
- ✓ Net Interest Margin at 3.53%
- ✓ Capital Adequacy Ratio –14.34%
- ✓ Basic EPS (not annualized) – ₹ 3.51
- ✓ Diluted EPS (not annualized) – ₹ 3.48
- ✓ Provision Coverage Ratio at 70%

Functional Performance of the Bank:

- ✓ Operates 397 branches and 872 ATMs (onsite & offsite).
- ✓ 2570 Point of sale (POS) machines installed.
- ✓ TNEB Payment through mobile banking.
- ✓ Service through KIOSK
- ✓ Express Desk Service.
- ✓ Facility for Chennai Corporation property tax payment.

For further information please contact:

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