

**UCO BANK**

Head Office : 10, B.T.M.Sarani, Kolkata - 700 001

Website : www.ucobank.com

REVIEWED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2020

(₹ in Lakh)

Sl. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020 (Reviewed)	30.06.2020 (Reviewed)	30.09.2019 (Reviewed)	30.09.2020 (Reviewed)	30.09.2019 (Reviewed)	31.03.2020 (Audited)
1	Interest Earned (a)+(b)+(c)+(d)	361461	366264	380464	727725	762117	1513434
	(a) Interest / discount on advances / bills	196625	191297	207793	387922	407441	814051
	(b) Income on investments	150583	157541	140348	308124	294651	593909
	(c) Interest on balances with RBI & other inter-bank funds	5190	6692	13353	11883	29053	47630
	(d) Others	9062	10734	18971	19796	30972	57844
2	Other Income	71152	77393	72887	148545	135896	287121
3	Total Income (1+2)	432614	443657	453351	876270	898013	1800555
4	Interest Expended	222145	239586	253844	461731	502000	1004206
5	Operating Expenses (i) + (ii)	77437	81734	78803	159171	155164	312789
	(i) Employees Cost	48452	48998	48228	97450	94953	192940
	(ii) Other Operating Expenses	28985	32736	30576	61721	60211	119849
6	Total Expenditure (4+5) (excluding Provisions and Contingencies)	299582	321320	332648	620902	657164	1316995
7	Operating Profit (Before Provisions and Contingencies) (3-6)	133031	122337	120704	255368	240848	483560
8	Provisions (other than current tax) and Contingencies (Net)	130020	118037	209902	248056	390192	727243
	of which provisions for Non Performing Assets	103214	56478	203407	159692	340904	614381
9	Exceptional Items	0	0	0	0	0	0
10	Profit(+)/Loss(-) from Ordinary Activities before tax (7-8-9)	3012	4300	-89198	7312	-149343	-243683
11	Provision for Current Taxes	0	2154	0	2154	0	0
12	Net Profit(+)/Loss(-) from Ordinary Activities after tax (10-11)	3012	2146	-89198	5157	-149343	-243683
13	Extraordinary items (net of tax expense)	0	0	0	0	0	0
14	Net Profit(+)/Loss (-) for the period (12-13)	3012	2146	-89198	5157	-149343	-243683
15	Paid-up Equity Share Capital (Face Value ₹ 10/- each)	991834	991834	736220	991834	736220	991834
16	Reserves excluding Revaluation Reserves (as shown in the Balance Sheet of previous year)	694291	694291	602122	694291	602122	694291
17	Analytical Ratios						
	(i) Percentage of shares held by Govt. of India	94.44%	94.44%	92.52%	94.44%	92.52%	94.44%
	(ii) Capital Adequacy Ratio: Basel-III	11.80%	11.65%	11.44%	11.80%	11.44%	11.70%
	(a) Common Equity Tier-I Ratio	8.99%	8.91%	8.93%	8.99%	8.93%	8.98%
	(b) Additional Tier-I Ratio	0.00%	0.00%	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.	0.03	0.02	-1.21	0.05	-2.09	-3.10
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year.	0.03	0.02	-1.21	0.05	-2.09	-3.10
	(iv) NPA Ratios						
	a) Amount of Gross NPA	1336574	1657643	2566514	1336574	2566514	1928195
	b) Amount of Net NPA	383188	513818	723833	383188	723833	551065
	c) % of Gross NPA	11.62%	14.38%	21.87%	11.62%	21.87%	16.77%
	d) % of Net NPA	3.63%	4.95%	7.32%	3.63%	7.32%	5.45%
	(v) Return on Assets (Annualised) (%)	0.05%	0.03%	-1.41%	0.04%	-1.20%	-0.96%



PART : A BUSINESS SEGMENTS							
Sl. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020 (Reviewed)	30.06.2020 (Reviewed)	30.09.2019 (Reviewed)	30.09.2020 (Reviewed)	30.09.2019 (Reviewed)	31.03.2020 (Audited)
1	Segment Revenue						
	i) Treasury Operations	211237	240293	215433	451529	429960	826425
	ii) Corporate Banking Operations	122256	114297	149489	236553	278789	547004
	iii) Retail Banking Operations	97492	87899	88047	185391	187761	423114
	iv) Other Banking Operations	1629	1168	382	2797	1503	4012
	Total Revenue	432614	443657	453351	876270	898013	1800555
2	Segment Results						
	i) Treasury Operations	106206	122963	83849	229169	171354	268417
	ii) Corporate Banking Operations	-59134	-67806	-110240	-126940	-195724	-296418
	iii) Retail Banking Operations	-45689	-52025	-63189	-97714	-126476	-219693
	iv) Other Banking Operations	1629	1168	382	2797	1503	4011
	Total	3012	4300	-89198	7312	-149343	-243683
	Less: Unallocated Expenses	0	0	0	0	0	0
	Profit Before Tax	3012	4300	-89198	7312	-149343	-243683
	Provision for Tax	0	2154	0	2154	0	0
	Net Profit	3012	2146	-89198	5157	-149343	-243683
3	Segment Assets						
	i) Treasury Operations	11515334	11434063	11396386	11515334	11396386	11905263
	ii) Corporate Banking Operations	6791331	6779176	6802819	6791331	6802819	6603924
	iii) Retail Banking Operations	5289408	5208989	4505053	5289408	4505053	5033124
	iv) Other Banking Operations	46178	46236	47164	46178	47164	48504
	Total Assets	23642251	23468464	22751423	23642251	22751423	23590815
4	Segment Liabilities						
	i) Treasury Operations	9982738	10035365	9743787	9982738	9743787	10301533
	ii) Corporate Banking Operations	6592984	6504063	6862229	6592984	6862229	6451423
	iii) Retail Banking Operations	5134925	4997598	4544396	5134925	4544396	4916897
	iv) Other Banking Operations	0	0	0	0	0	0
	Total Liabilities	21710648	21537026	21150411	21710648	21150411	21669853
5	Capital Employed (Segment Assets - Segment Liabilities)						
	i) Treasury Operations	547984	548136	420984	547984	420984	565517
	ii) Corporate Banking Operations	777818	782242	709905	777818	709905	769203
	iii) Retail Banking Operations	605801	601060	470123	605801	470123	586242
	iv) Other Banking Operations	0	0	0	0	0	0
	Total Capital Employed	1931603	1931438	1601012	1931603	1601012	1920962


PART : B GEOGRAPHICAL SEGMENTS						
Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020 (Reviewed)	30.06.2020 (Audited)	30.09.2019 (Reviewed)	30.09.2020 (Reviewed)	30.09.2019 (Reviewed)	31.03.2020 (Audited)
Domestic						
i) Revenue	426280	423788	439769	850068	872629	1742373
ii) Assets	22286462	22157243	21203141	22286462	21203141	22236113
International						
i) Revenue	6334	19869	13582	26202	25383	58182
ii) Assets	1355789	1311221	1548282	1355789	1548282	1354702
Global						
i) Revenue	432614	443657	453351	876271	898013	1800555
ii) Assets	23642251	23468464	22751423	23642251	22751423	23590815




STATEMENT OF ASSETS AND LIABILITIES

Particulars	As on 30.09.2020 (Reviewed)	As on 30.09.2019 (Reviewed)	As on 31.03.2020 (Audited)
Capital & Liabilities			
Capital	9918 34	7362 20	9918 34
Share Application Money		2130 00	
Reserves & Surplus	9397 69	8647 92	9291 28
Deposits	197696 38	189584 91	193203 44
Borrowings	11211 18	12505 54	15695 06
Other Liabilities & Provisions	8198 92	7283 67	7800 03
Total	236422 51	227514 23	235908 15
Assets			
Cash and Balance with RBI	6711 59	9292 23	6776 73
Balance with Banks and Money at call and Short Notice	8332 12	10525 35	11029 43
Investments	89429 46	83563 65	90998 81
Advances	105482 49	98843 89	101174 25
Fixed Assets	2748 38	2796 88	2840 37
Other Assets	23718 45	22492 23	23088 56
Total	236422 51	227514 23	235908 15


SHASHI KANT KUMAR
 Deputy General Manager


RAM KUMAR
 General Manager


ANIL VYAS
 Executive Director


A K GOEL
 Managing Director & CEO

For R M Lall & Co
 Chartered Accountants
 FRN 000932C



(CA R.P. Tewari)
 Partner
 MRN 071448

For M C Bhandari & Co.
 Chartered Accountants
 FRN303002E



(CA Neeraj Jain)
 Partner
 MRN 064393

For V Singhi & Associates
 Chartered Accountants
 FRN 311017E



(CA Dibyendu Pal Choudhury)
 Partner
 MRN 016830

For Rama K Gupta & Co
 Chartered Accountants
 FRN 005005C



(CA Dinesh Sahu)
 Partner
 MRN 425952

For Rawla & Co
 Chartered Accountants
 FRN 001661N



(CA Raja Ram Gupta)
 Partner
 MRN 081279

Kolkata, 22nd October, 2020



UCO BANK
HEAD OFFICE: KOLKATA

NOTES ON THE REVIEWED FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED 30th September, 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 22nd October, 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 (RBI) and as per the requirements of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as amended.
2. The financial results for the quarter and half year ended 30th September, 2020 have been arrived at following the same accounting policies and practices as those followed in the preceding financial statements for the year ended 31st March, 2020.
3. The financial results for the quarter and half year ended 30th September, 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 RBI. 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. 0.17 crore as on 30th September, 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. 15.09 crore has been provided during the quarter ended 30th September, 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 as estimated by the management on prudent basis. The cumulative provision held as on 30th September, 2020 for wage revision is Rs. 631.40 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.762.49 crore, bank is holding a provision of Rs. 735.41 crore as on 30th September, 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 30th September, 2020 are as under:

No. of Accounts Restructured	Amount (Rs. in Crores)
68	57.73

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 1st April, 2019 subject to compliance of certain conditions. Bank continues to recognise the taxes on income for the quarter ended 30th September, 2020 as per the earlier provisions of the Income Tax Act, 1961.
10. During the quarter, the bank has recognised deferred tax of Rs. 255.23 crore on carry forward losses, arrear wages and other items of timing difference. The aggregate deferred tax asset as at 30th September, 2020 stand at Rs. 9614.90 crore.
11. In accordance with RBI circular DBOD No. BP. BC/1/21.06.201/2015-16 dated 1st 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). These disclosures have not been subjected to review by the auditors.
12. The Honourable Supreme Court in a writ petition no.825/2020 filed by Gajendra Sharma Vs. Union of India & Anr vide its interim order dated 3rd September, 2020 has directed Banks that the accounts which were not declared as Non-Performing Asset (NPA) till 31st August, 2020 shall not be declared as NPA till further orders. Pursuant to the said order, the Bank has not declared any account as NPA which was not declared as NPA till 31st August, 2020. As a matter of prudence, the Bank has made provision of Rs.14.76 crore against these accounts .
13. COVID-19 continues to spread across the globe and India. 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. Despite these prevalent condition, in the opinion of management, there would not be significant impact on Bank's Financials.

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	Aggregate of provisions made during the quarter ended 31 st March, 2020 and 30 th June, 2020	101.03
4	Provisions adjusted during the respective accounting periods against slippages and the residual provisions	Nil

14. In terms of RBI Circular No. RBI/2018-19/2013 DBR No.BP.BC.45/21.04.048/2018-19 dated 07.06.2019 on Prudential frame work for Resolution of stressed assets, Bank has made total provision of Rs. 979.45 Crore in 7 accounts.
15. The Non-Performing Loan Provisioning Coverage Ratio is 89.82% as on 30th September, 2020.
16. Bank has reported three loan accounts under Borrowal Fraud category to RBI and amount outstanding was Rs. 794.11 crore as on 30.09.2020. The accounts were already under NPA category and provision amounting to Rs. 506.02 crores is held in the account as at 30.06.2020. Bank has made additional provision of Rs. 133.43 crore during the quarter ended 30.09.2020 and the remaining amount of Rs.154.66 crore has been adjusted with Reserves and deferred for charging to Profit & Loss A/c in subsequent quarters in line with RBI circular No. BP.BC.92/21.04.048/2015-16 dated 18.04.2016
17. Number of investor Complaints: - (i) Outstanding at the beginning of the quarter – Nil (ii) Received during the quarter – 283 (iii) Disposed of during the quarter – 283 and Outstanding at the end of the quarter – Nil.
18. 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).
19. Figures of the corresponding previous periods have been regrouped / reclassified wherever considered necessary.


(Ajay Vyas)
Executive Director


(A. K. Goel)
Managing Director & CEO

Date: 22.10.2020
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 and half year ended 30th September, 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 and half year ended 30th September, 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 30th September, 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 3067 other branches (including 1 foreign branch). These review reports cover 59.24 percent of the advances portfolio of the bank and 65.87 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 3 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. 13 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. 16 of Notes to the Financial Results relating to deferment of provision of Rs.154.66 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>For R M LALL & CO Chartered Accountants FRN 000932C (CA R.P. Tewari) Partner MRN 071448 UDIN: 20071418AAAABD9579</p>	 <p>For M. C BHANDARI & CO Chartered Accountants FRN 303002E (CA Neeraj Jain) Partner MRN 064393 UDIN: 20064393AAAA Zx3203</p>	 <p>For V SINGHI & ASSOCIATES Chartered Accountants FRN 311017E (CA Dibyendu Pal Choudhury) Partner MRN 016830 UDIN: 20016830AAAADr1055</p>
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 <p>For RAMA K GUPTA & CO Chartered Accountants FRN 005005C (CA Dinesh Sahu) Partner MRN 425952 UDIN: 20425952AAAABK7575</p>
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 <p>For RAWLA & CO. Chartered Accountants FRN 001661N (CA Raja Ram Gupta) Partner MRN 081279 UDIN: 20081279AAA AFF3157</p>
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Place: Kolkata
Date: 22.10.2020