

5	Additional requirements, of which	129,317.22	17,949.89	35949.66	6187.03
(i)	Outflows related to derivative exposures and other collateral requirements	44.26	44.26	0.07	0.07
(ii)	Outflows related to loss of funding on debt products	0.00	0.00	0.00	0.00
(iii)	Credit and liquidity facilities	129,272.96	17,905.63	35949.59	6186.96
6	Other contractual funding obligations	2,763.28	2,763.28	2302.24	2302.24
7	Other contingent funding obligations	72,934.32	2,234.88	36172.42	1085.32
8	<b>TOTAL CASH OUTFLOWS</b>	<b>970,387.59</b>	<b>153,996.68</b>	<b>425803.61</b>	<b>72193.76</b>
	<b>Cash Inflows</b>				
9	Secured lending (e.g. reverse repos)	28,397.91	0.00	5434.75	0.00
10	Inflows from fully performing exposures	2,971.28	2,971.28	2731.18	2731.18
11	Other cash inflows	10,397.38	7,648.06	9257.43	6595.25
12	<b>TOTAL CASH INFLOWS</b>	<b>41,766.57</b>	<b>10,619.34</b>	<b>17423.36</b>	<b>9326.43</b>
	<b>Total Adjusted Value</b>	<b>Total Adjusted Value</b>			
13	<b>TOTAL HQLA</b>	<b>253,354.91</b>	<b>1,16,567.89</b>		
14	<b>TOTAL NET CASH OUTFLOWS</b>	<b>143,377.33</b>	<b>62,867.33</b>		
15	<b>LIQUIDITY COVERAGE RATIO (%)</b>	<b>176.70%</b>	<b>185.42%</b>		

**5. FIXED ASSETS**

Documentation formalities are yet to be completed in respect of one (P.Y. two). immovable properties held by the Bank at written down value of Rs. 1.82 crore (P.Y. Rs. 1.98 crore.) in respect of which steps have already been initiated.

**6. FRAUD CASES DETECTED/REPORTED** (₹ in crore)

Frauds Detected during the Year	No. of cases of Frauds detected	Amount involved in such frauds	Amount outstanding as on 31/03/2021	provision made as of 31/03/2021	Unamortized Provision as of 31/03/2021
Total	579	12791.43	10768.67	9830.78	937.89

**7. BALANCING OF BOOKS, RECONCILIATION OF INTER BRANCH / BANK TRANSACTIONS**

- (i) Confirmation/ Reconciliation of balance with foreign banks and other banks has been obtained/ carried out.
- (ii) Adjustment of outstanding entries in Suspense Accounts, Sundry Deposits, Clearing Adjustments, Bank Reconciliation Statements and various inter-branch/ office accounts is in progress.

**8. ROADMAP FOR IMPLEMENTATION OF INDIAN ACCOUNTING STANDARDS (Ind-AS)**

The RBI vide DBR.BP.BC.No. 76/21.07.001/2015-16 dated 11th February 2016, has prescribed the roadmap for implementation of Indian Accounting Standards (Ind-AS) in the Banks and the Banks needs to discuss the strategy for Ind-AS implementation, including the progress made in this regard. The Bank accordingly, has appointed Consultant to assist in implementation of the Ind-AS. The Bank has also constituted a Steering Committee to oversee the progress made and the Audit Committee of the Board is being apprised of the same from time to time. Further, in terms of D.O.DBR.BP.No.2535/21.07.001/2017-18 dated 13th September 2017, the Bank is submitting Proforma Ind-AS financial statements to the RBI on quarterly basis. Latest Proforma financials for the quarter ended 31st December 2020 was submitted to RBI on 26th February 2021. However, vide Circular No.RBI/2018-19/46 DBR.BP.BC.No.29/21.07.001/2018-19 dated 22nd March, 2019, RBI has deferred Ind-AS implementation till further notice.

**9. CORPORATE TAXATION:**

Provision for tax is made for both current and deferred taxes. Current tax is provided on the taxable income using applicable tax rates and tax laws. Deferred Tax Assets and Deferred Tax Liabilities arising on account of timing differences and which are capable of reversal in subsequent periods are recognized using the tax rates and the tax laws that have been enacted or substantively enacted till the date of the Balance Sheet.

Deferred Tax Assets are recognized only if there is virtual certainty of realization of such assets in future. Deferred Tax Assets/Liabilities are reviewed at each Balance Sheet date based on developments during the year.

**10. INVESTMENTS**

- i) Profit of Rs. 1,844.94 crore (previous year Rs. 575.95 crore) on sale of "Held to Maturity" category securities has been taken to profit and loss account initially.
- ii) In respect of "Held to Maturity" category, as stated in Significant Accounting Policy No.4 (ii)(a), the excess of acquisition cost over face value of the securities amortized during the year amounted to Rs. 703.10 crore (previous year Rs. 291.33 crore).
- iii) Total investments made in shares, convertible debentures and units of equity linked mutual funds / venture capital funds and also advances against shares aggregate to Rs. 2,387.16 crore (previous year Rs. 1869.08 crore).

**11. Climate Control**

Union Bank of India has a policy in place in name of "Sustainable Development and Business Responsibility Policy" which is reviewed every year and last reviewed by the Board on 25.03.2021. Through this policy, the Bank is committed to make effort to protect and restore the environment. Bank has taken various initiatives like Electricity Conservations, avoid usage of plastic bottles for packaged drinking water etc.

12. During the current year, there is no material prior period item (as per AS 5) and no discontinued operations (as per AS 24).

13. There is change in the accounting policies/estimates followed (with effect from 1st April, 2020) during the year ended 31st March, 2021 as compared to those followed in the preceding financial year ended 31st March, 2020:

- a) With effect from 1st April, 2020, the income on account of LC/BG commission is recognized as revenue on accrual basis as against receipt basis followed in earlier periods. Impact due to the change in accounting policy has resulted in decrease in other income and net profit (before tax) for the year by Rs. 441.06 Crore.
- b) Pursuant to amalgamation of Andhra Bank and Corporation Bank into Union Bank of India, there is a change in method of depreciation on Fixed Assets from Written Down Value to Straight Line Method and change in estimated useful life with respect to some categories of assets. Impact due to the said changes has resulted in increase in depreciation and decrease in net profit (before tax) of Rs. 3.24 Crore for the year ended 31st March, 2021. However, due to harmonisation, one time impact on the depreciation during the year amounting to Rs. 180.16 Crore.

14. Other income of the Bank inter alia includes commission income of Rs. 24.38 Crore from sale of Priority Sector Lending Certificate. Traded value of PSCL certificate are given below:

Category	Traded Value (Rs. In Crore)
PSLC-General	15000.00
PSLC-Small & Marginal Farmer	3500.00

15. In terms of RBI instructions contained in DOR STR REC/4/21.04.048/2021-22 dtd. 7th April, 2021 the Bank shall refund/adjust interest on interest charged to all borrowers during the moratorium period i.e. 1st March, 2020 to 31st August, 2020. Pursuant to these instructions, the methodology for calculation of the amount to be refunded/adjusted shall be finalised by the Indian Bank Association (IBA) in consultation with other industry participants/bodies, which shall be adopted by the lending institutions. The IBA vide its letter dt. 19th April, 2021 has informed the methodology as per Supreme Court Judgement. Accordingly, the Bank has estimated the liability of Rs.127.30 Crore and recognised a charge in its Profit and Loss Account for the year ended March 31, 2021.

16. The figures of the previous year have been regrouped/rearranged wherever considered necessary.

**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021** (₹ in Lacs)

Sr.	Particulars	Year ended 31.03.2021	Year ended 31.03.2020
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
	Net Profit Before Tax	239,941	(402,762)
	Adjustments for:		
	Depreciation on Fixed Assets	89,523	41,126
	Provision for Investments	55,922	37,653
	Provision for Non Performing Assets (Net)	1,391,961	1,181,418
	Provision for Standard Asset	137,517	48,499
	Provision for Staff Related Expenditures	86,605	90,261
	Provision for other items (Net)	13,983	5,805
	(Profit)/Loss on Sale or Disposal of Fixed Assets	(761)	394
	Interest on Borrowings : Capital Instruments	159,660	58,220
	Dividend received from Investments	(2,016)	-81
	<b>Sub Total</b>	<b>2,335,972</b>	<b>1,060,532</b>
	<b>Adjustments for:</b>		
	Increase / (Decrease) in Deposits	5,517,273	3,475,318
	Increase / (Decrease) in Other Liabilities and Provisions	481,492	73,449
	(Increase) / Decrease in Investments	(5,175,058)	(2,638,769)
	(Increase) / Decrease in Advances	(507,273)	(2,991,467)
	(Increase) / Decrease in Other Assets	(704,838)	134,860
	Direct taxes paid (Net of Refund)	96,730	131,890
	Transfer to/from reserve	163,638	0
	<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>2,044,299</b>	<b>(754,186)</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
	Purchase of Fixed Assets	(70,444)	(38,587)
	Proceeds from Sale/Adjustment of Fixed asset	9,739	1,507
	(Increase)/Decrease in Investment in Subsidiary	421	(35,610)
	Dividends received from Investment	2,016	81
	<b>NET CASH FLOW FROM INVESTING ACTIVITIES (B)</b>	<b>(58,268)</b>	<b>(72,609)</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
	Proceeds from issue of Equity Share Capital Including Share Premium (Net)	-	1,175,601
	Proceeds from issue of Capital Instruments	370,500	0
	Repayments of Capital Instruments	(385,000)	(120,000)
	(Decrease)/Increase Borrowings other than Capital Instruments	(1,693,479)	1,082,243
	Interest Paid on Borrowings : Capital Instruments	(159,660)	(105,025)
	<b>NET CASH FLOW FROM FINANCING ACTIVITIES (C)</b>	<b>(1,867,639)</b>	<b>2,032,819</b>
	<b>Cash and Cash equivalent received on account of amalgamation [D]</b>	<b>2,812,022</b>	<b>0</b>
	<b>Net Increase (Decrease) in Cash &amp; Cash Equivalent ( A )+(B)+(C)</b>	<b>2,930,413</b>	<b>1,206,025</b>
	<b>Cash and Cash Equivalents as at the beginning of the year</b>	<b>5,510,622</b>	<b>4,304,597</b>
	<b>Components of Cash and Cash equivalents</b>	<b>8,441,035</b>	<b>5,510,622</b>
	<b>D</b>	<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>31.03.2020</b>
		Cash and Balances with RBI (including FC notes)	2,011,830
		Balances with Banks and Money at call	3,498,792
		Net cash and cash equivalents at the beginning of the year	5,510,622
	<b>E</b>	<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>31.03.2021</b>
		Cash and Balance with RBI (including FC notes)	2,011,830
		Balances with Banks and Money at call	4,652,989
		<b>Net cash and cash equivalents at the end of the year</b>	<b>8,441,035</b>

Previous Year's figures have been regrouped/recasted wherever considered necessary to correspond with the year ended classification/presentation.

(DHIRENDRA JAIN) Dy. General Manager	(PRAFULLA KUMAR SAMAL) Chief Financial Officer	(NITESH RANJAN) Executive Director	(MANAS RANJAN BISWAL) Executive Director	(DINESH KUMAR GARG) Executive Director	(GOPAL SINGH GUSAIN) Executive Director	(RAJKIRAN RAI G.) Managing Director & CEO
(Dr. MADNESH KUMAR MISHRA) Director	(ARUN KUMAR SINGH) Director	(CA NITESH RANJAN) Director	(DR. UTTAM KUMAR SARKAR) Director	(CA PRADEEP KUMAR GUPTA PARTNER M. No. 072933) Director	(JAYADEV M.) Director	

**Auditors Certificate :**

We, the undersigned Statutory Auditors of the Union Bank of India, have verified the above Standalone Cash Flow Statement of the Bank for the year ended 31.03.2021. The statement has been prepared in Indirect Method in accordance with the AS-3. "Cash Flow Statement" issued by The Institute of Chartered Accountants of India and with the requirements of the SEBI (Listing Obligations & Disclosure Requirements), 2015 and is based on and in agreement with the corresponding Stand

