

Union Bank of India

Performance Highlights

Particulars (₹ cr)	1QFY12	4QFY11	% chg (qoq)	1QFY11	% chg (yoy)
NII	1,590	1,717	(7.4)	1348	18.0
Pre-prov. profit	1,166	870	34.1	1044	11.7
PAT	464	598	(22.3)	601	(22.8)

Source: Company, Angel Research

For 1QFY2012, Union Bank of India posted a moderate set of numbers, which were, however, below our as well as street's estimates primarily due to the higher provisioning (additional ₹214cr as stated by the bank) done by the bank to meet the RBI's changed guidelines for provisioning norms. Consequently, net profit took a hit and declined by 22.8% yoy and 22.3% qoq to ₹464cr. **We recommend Buy on the stock.**

Contraction in business, NIM also declines sequentially: The bank's advances and deposits witnessed a decline during 1QFY2012, with deposits falling by 1.6% qoq (up 16.1% yoy) and advances declining by 3.6%. CASA deposits also declined by 2.4% qoq (up 12.4% yoy), leading to a 26bp qoq and 106bp yoy decline in CASA ratio to 31.5%. The bank's yield on advances increased by 28bp qoq to 9.1%; however, the cost of funds increased by relatively higher 62bp to 6.2%, leading to a 34bp sequential decline in reported NIM to 3.1%. Fee income growth was moderate during 1QFY2012, registering growth of 11.3% yoy compared to yoy loan growth of 16.7%. Operating expenses increased by 22.9% yoy (down 37.2% sequentially) to ₹908cr. For 1QFY2012, the bank made a provision of ₹101cr towards pension for serving employees and gratuity liabilities.

Outlook and valuation: In our view, Union Bank of India is structurally among the more profitable and competitive PSU banks. We have a positive outlook on the bank due to its robust traction in CASA deposits and relatively fast-expanding branch network over the past few years. The stock is trading at 1.1x FY2013E P/ABV, which is below its five-year median of 1.3x. Also, relative to most PSU banks, the bank has been ahead of the curve in implementing system-based NPA recognition, leading to a large part of the negative surprises already being factored in (although one more quarter of pain cannot be ruled out due to switchover to system-based NPA recognition for agri accounts as well). **Hence, we recommend Buy on the stock with a target price of ₹357, based on median level of 1.3x and implying an upside of 15.4% from current levels.**

Key financials

Y/E March (₹ cr)	FY2010	FY2011	FY2012E	FY2013E
NII	4,192	6,216	6,930	7,544
% chg	9.9	48.3	11.5	8.9
Net profit	2,075	2,082	2,274	2,598
% chg	20.2	0.3	9.2	14.3
NIM (%)	2.4	3.0	2.7	2.6
EPS (₹)	41.1	32.7	43.2	49.3
P/E (x)	7.2	9.1	6.8	6.2
P/ABV (x)	1.8	1.8	1.2	1.1
RoA (%)	1.2	1.0	0.9	0.9
RoE (%)	26.2	20.9	18.9	18.7

Source: Company, Angel Research

BUY

CMP	₹309
Target Price	₹357

Investment Period	12 Months
-------------------	-----------

Stock Info

Sector	Banking
Market Cap (₹ cr)	16,199
Beta	1.0
52 Week High / Low	427/281
Avg. Daily Volume	678,705
Face Value (₹)	10
BSE Sensex	18,722
Nifty	5,634
Reuters Code	UNBK.BO
Bloomberg Code	UNBK@IN

Shareholding Pattern (%)

Promoters	57.1
MF / Banks / Indian Fls	12.8
FII / NRIs / OCBs	14.3
Indian Public / Others	15.8

Abs. (%)	3m	1yr	3yr
Sensex	(4.4)	3.3	31.2
Union Bol	(7.2)	(5.2)	144

Vaibhav Agrawal

022 – 3935 7800 Ext: 6808

vaibhav.agrawal@angelbroking.com

Shrinivas Bhutda

022 – 3935 7800 Ext: 6845

shrinivas.bhutda@angelbroking.com

Varun Varma

022 – 3935 7800 Ext: 6847

varun.varma@angelbroking.com

Exhibit 1: 1QFY2012 performance

Particulars (₹ cr)	1QFY12	4QFY11	% chg (qoq)	1QFY11	% chg (yoy)
Interest earned	4,916	4,615	6.5	3,686	33.4
- on Advances / Bills	3,754	3,458	8.6	2,734	37.3
- on investments	1,063	1,034	2.9	910	16.8
- on balance with RBI & others	75	60	25.9	14	430.1
- on others	23	64	(64.7)	28	(18.3)
Interest Expended	3,326	2,899	14.7	2,338	42.3
Net Interest Income	1,590	1,717	(7.4)	1,348	18.0
Other income	484	601	(19.4)	435	11.3
Other income excl. treasury	311	430	(27.6)	280	11.1
- Fee Income	210	270	(22.2)	200	5.0
- Treasury Income	173	171	1.2	155	11.6
- Recov. from written off a/cs	59	98	(39.8)	38	55.3
- Others	42	62	(31.8)	42	(0.1)
Operating income	2,074	2,317	(10.5)	1,783	16.3
Operating expenses	908	1,448	(37.2)	739	22.9
- Employee expenses	592	1,053	(43.8)	435	36.1
- Other Opex	317	395	(19.8)	304	4.0
Pre-provision Profit	1,166	870	34.1	1,044	11.7
Provisions & Contingencies	428	153	179.5	197	117.2
- Provisions for NPAs	365	98	272.4	100	265.0
- Other Provisions	63	55	14.7	97	(34.8)
PBT	737	716	3.0	846	(12.9)
Provision for Tax	273	119	130.0	245	11.4
PAT	464	598	(22.3)	601	(22.8)
Effective Tax Rate (%)	37.0	16.6	2045bp	28.9	808bp

Source: Company, Angel Research

Exhibit 2: 1QFY2012 Actual vs. Estimates

Particulars (₹ cr)	Actual	Estimates	Var. (%)
NII	1,590	1,735	(8.3)
Other income	484	427	13.4
Operating income	2,074	2,161	(4.0)
Operating expenses	908	976	(6.9)
Pre-prov. profit	1,166	1,185	(1.7)
Provisions & cont.	428	251	70.7
PBT	737	934	(21.1)
Prov. for taxes	273	303	(10.0)
PAT	464	631	(26.4)

Source: Company, Angel Research

Exhibit 3: 1QFY2012 performance analysis

Particulars	1QFY12	4QFY11	% chg (qoq)	1QFY11	% chg (yoy)
Balance sheet					
Advances (₹ cr)	145,567	150,986	(3.6)	124,743	16.7
Deposits (₹ cr)	199,178	202,461	(1.6)	171,484	16.1
Credit-to-Deposit Ratio (%)	73.1	74.6	(149)bp	72.7	34bp
Current deposits (₹ cr)	17,335	19,618	(11.6)	16,116	7.6
Saving deposits (₹ cr)	45,413	44,689	1.6	39,729	14.3
CASA deposits (₹ cr)	62,748	64,307	(2.4)	55,845	12.4
Reported CASA ratio (%)	31.5	31.8	(26)bp	32.6	(106)bp
CAR (%)	12.9	13.0	(7)bp	12.6	29bp
Tier 1 CAR (%)	8.8	8.7	13bp	7.9	94bp
Profitability Ratios (%)					
Yield on funds	9.1	8.8	28bp	7.8	130bp
Cost of funds	6.2	5.5	62bp	5.0	121bp
Reported NIM	3.1	3.4	(34)bp	3.0	7bp
Cost-to-income ratio	43.8	62.5	(1868)bp	41.5	233bp
Asset quality					
Gross NPAs (₹ cr)	3,745	3,623	3.4	2,736	36.9
Gross NPAs (%)	2.6	2.4	20bp	2.2	38bp
Net NPAs (₹ cr)	1,893	1,803	5.0	1,150	64.7
Net NPAs (%)	1.3	1.2	13bp	0.9	38bp
Provision Coverage Ratio (%)	68.2	67.6	64bp	71.1	(290)bp
Slippage ratio (%)	2.0	1.4	67bp	2.1	(6)bp
LLP to avg assets (%)	0.6	0.2	45bp	0.2	42bp

Source: Company, Angel Research

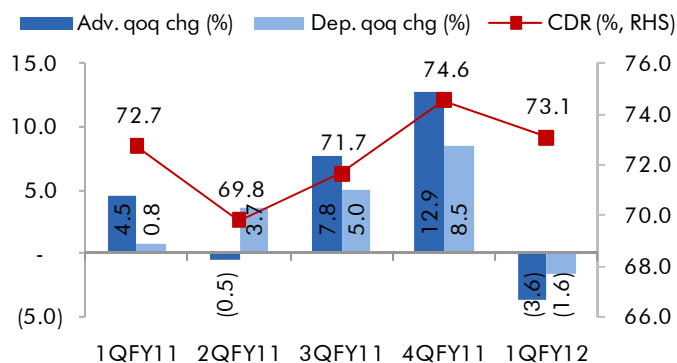
Contraction in business; CASA ratio still declines

The bank's advances and deposits witnessed a decline during 1QFY2012, with deposits declining by 1.6% qoq (up 16.1% yoy) and advances declining by 3.6% qoq (up 16.7% yoy). CASA deposits of the bank also fell by 2.4% qoq (up 12.4% yoy), leading to a 26bp qoq and 106bp yoy decline in CASA ratio to 31.5%.

During the last quarter, management had mentioned about its plans of opening up 400 branches during FY2012; however, the bank opened up only 22 branches during 1QFY2012, much slower than the pace prescribed by the bank.

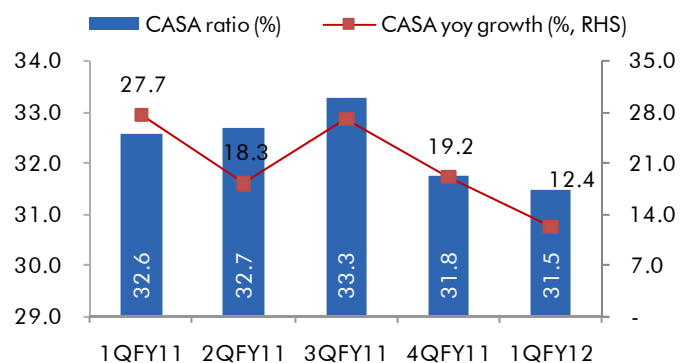
Considering the prevailing high interest rates, the bank has also revised its growth forecasts for FY2012. The bank now plans to grow its advances at 19% (earlier 22%) and deposits at 17% (earlier 20%) in FY2012.

Exhibit 4: Contraction in business during 1QFY2012



Source: Company, Angel Research

Exhibit 5: CASA ratio declines further



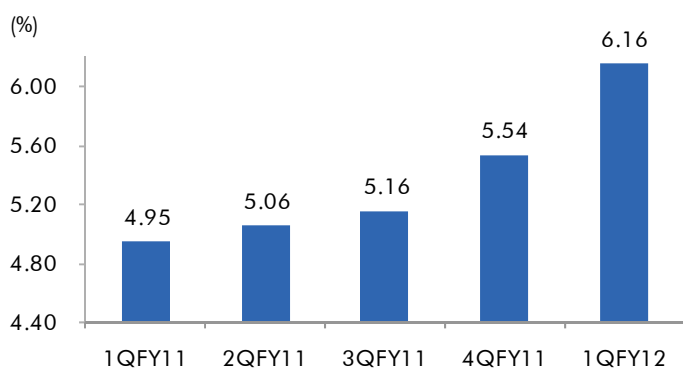
Source: Company, Angel Research

NIM declines qoq, fee income also muted during 1QFY2012

The bank's yield on advances increased by 28bp qoq to 9.1%; however, cost of funds increased by relatively higher 62bp qoq to 6.2%, leading to a 34bp sequential decline in reported NIM to 3.1%.

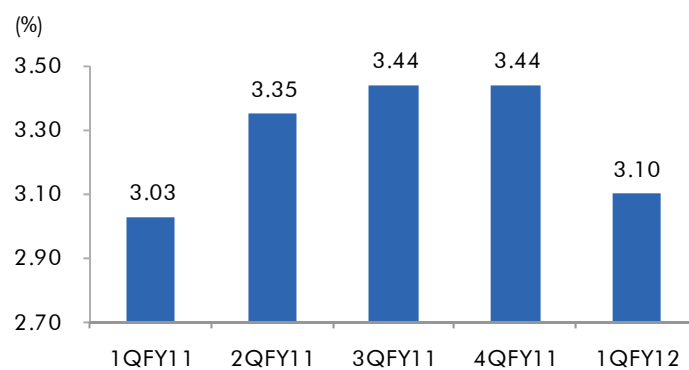
For FY2012, management has guided for NIM of ~3.20% (3.33% in FY2011). Management is confident of enhancing its NIM from here on, as it does not expect any major deposit repricing in the coming quarters. However, considering the declining trend in CASA ratio, on a conservative basis, we have factored in NIM to decline by ~28bp and 9bp in FY2012 and FY2013, respectively.

Exhibit 6: Cost of funds up 62bp qoq



Source: Company, Angel Research

Exhibit 7: NIM slips by 34bp qoq to 3.1%



Source: Company, Angel Research

Fee income growth was muted during 1QFY2012, registering growth of just 11.3% yoy compared to yoy loan growth of 16.7%. Management is confident of higher non-interest income going forward, particularly from recoveries from written-off accounts and has guided 15-20% growth for FY2012.

Exhibit 8: Break-up of non-interest income

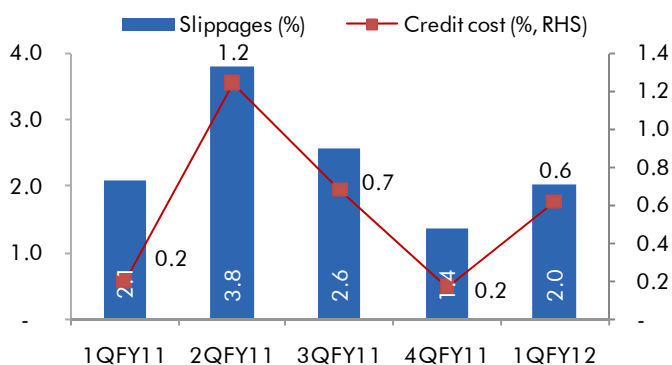
Particulars (₹ cr)	1QFY12	4QFY11	% chg (qoq)	1QFY11	% chg (yoy)
CEB	210	270	(22.2)	200	5.0
Treasury	173	171	1.2	155	11.6
Recoveries	59	98	(39.8)	38	55.3
Others	42	62	(32.3)	42	-
Other income	484	601	(19.5)	435	11.3
Other income excl. treasury	311	430	(27.7)	280	11.1

Source: Company, Angel Research

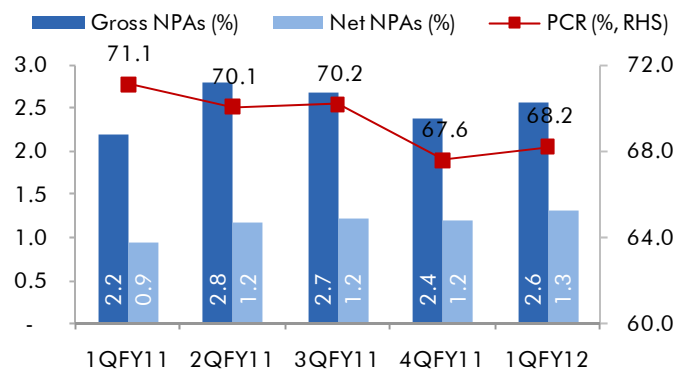
Slippages up again after improvement in 4QFY2011

On the asset quality front, the bank witnessed much higher slippages compared to 4QFY2011, with the annualised slippage ratio increasing from 1.4% in 4QFY2011 to 2.0% in 1QFY2012. The bank has already switched to system-based NPA recognition system for all accounts above ₹5lakhs, except a portion of the agricultural portfolio.

Slippages during 1QFY2012 stood at ₹766cr, of which ₹225cr were contributed by the agri and SME sectors, while priority sector slippages stood at ₹183cr. Gross NPA of the bank also deteriorated from 2.37% in 4QFY2011 to 2.57% in 1QFY2012, while net NPA deteriorated from 1.19% in 4QFY2011 to 1.32% in 1QFY2012. Management has indicated gross NPA to be ~2% by FY2012.

Exhibit 9: Slippages up again in 1QFY2012


Source: Company, Angel Research

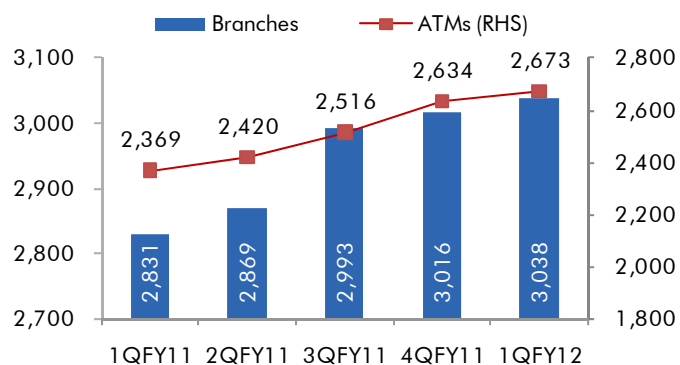
Exhibit 10: Asset quality concerns persist


Source: Company, Angel Research

Operating expenses

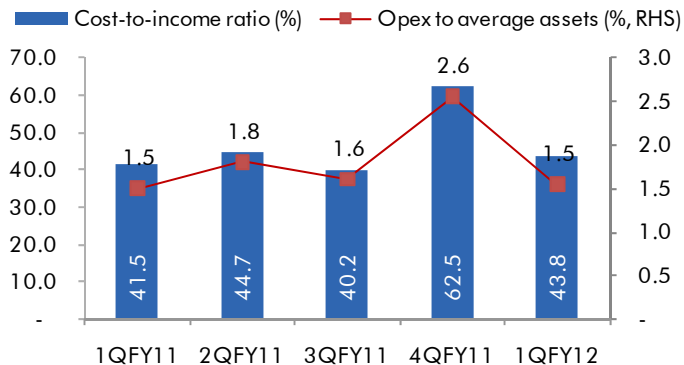
Operating expenses increased by 22.9% yoy (down 37.2% sequentially) to ₹908cr. For 1QFY2012, the bank made a provision of ₹101cr towards pension for serving employees and gratuity liabilities.

Exhibit 11: Only 22 branches opened during 1QFY12



Source: Company, Angel Research

Exhibit 12: Cost ratios back to normal levels



Source: Company, Angel Research

Sufficient capital adequacy

The bank is well capitalised with CAR of 12.6% and tier-I capital of 8.8% (forming 69.8% of the total CAR). Post the recent capital infusion by the government (cumulative ₹793cr during FY2011), its shareholding in the bank has increased to 57.1%, further increasing the headroom for raising tier-I capital in future.

Investment arguments

CASA ratio expected to sustain at ~32% levels

We are relatively positive on the bank's CASA growth outlook, owing to its large branch expansion in recent years compared to its peers. The bank has opened ~400 branches in the last two years, which according to us should aid the bank in maintaining its CASA ratio at ~32% levels. The bank aims at opening another 400 branches during FY2012, however, we feel this might be a stiff target to achieve, considering the muted pace of branch expansion in 1QFY2012 (only 22 branches opened during the quarter).

Outlook and valuation

In our view, Union Bank of India is structurally among the more profitable and competitive PSU banks. We have a positive outlook on the bank due to its robust traction in CASA deposits and relatively fast-expanding branch network over the past few years. The stock is trading at 1.1x FY2013E P/ABV, which is below its five-year median of 1.3x. Also, relative to most PSU banks, the bank has been ahead of the curve in implementing system-based NPA recognition, leading to a large part of the negative surprises already being factored in (although one more quarter of pain cannot be ruled out due to switchover to system-based NPA recognition for agri accounts as well). **Hence, we recommend Buy on the stock with a target price of ₹357, based on median level of 1.3x and implying an upside of 15.4% from current levels.**

Exhibit 13: Key assumptions

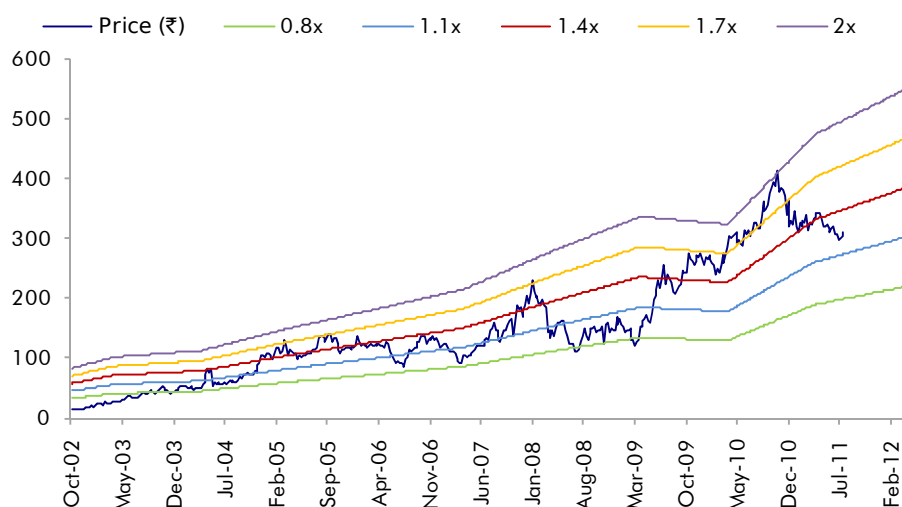
Particulars (%)	Earlier estimates		Revised estimates	
	FY2012	FY2013	FY2012	FY2013
Credit growth	18.0	17.0	18.0	17.0
Deposit growth	17.0	17.0	17.0	17.0
CASA ratio	31.5	31.3	31.5	31.3
NIMs	2.8	2.6	2.7	2.6
Other income growth	(0.3)	13.4	(0.9)	13.4
Growth in staff expenses	-	15.0	(5.0)	15.0
Growth in other expenses	15.0	15.0	12.0	15.0
Slippages	1.8	1.8	1.8	1.8
Treasury gain/(loss) (% of investments)	0.3	0.2	0.3	0.2

Source: Company, Angel Research

Exhibit 14: Change in estimates

Particulars (₹ cr)	FY2012			FY2013		
	Earlier estimates	Revised estimates	% chg	Earlier estimates	Revised estimates	% chg
NII	6,930	6,698	(3.4)	7,544	7,570	0.3
Non-interest income	2,032	2,021	(0.5)	2,303	2,291	(0.5)
Operating income	8,962	8,719	(2.7)	9,848	9,861	0.1
Operating expenses	4,153	3,982	(4.1)	4,775	4,579	(4.1)
Pre-prov. profit	4,810	4,737	(1.5)	5,072	5,282	4.1
Provisions & cont.	1,395	1,371	(1.7)	1,345	1,436	6.8
PBT	3,415	3,366	(1.4)	3,728	3,846	3.2
Prov. for taxes	1,108	1,092	(1.4)	1,209	1,248	3.2
PAT	2,307	2,274	(1.4)	2,518	2,598	3.2

Source: Company, Angel Research

Exhibit 15: P/ABV band


Source: Company, Angel Research

Exhibit 16: Recommendation summary

Company	Reco.	CMP (₹)	Tgt. price (₹)	Upside (%)	FY2013E P/ABV (x)	FY2013E Tgt P/ABV (x)	FY2013E P/E (x)	FY2011E-13E EPS CAGR (%)	FY2013E RoA (%)	FY2013E RoE (%)
AxisBk	Buy	1,297	1,648	27.1	2.1	2.7	10.7	20.9	1.5	21.0
FedBk	Accumulate	458	483	5.6	1.2	1.3	9.2	20.2	1.3	14.1
HDFCBk	Neutral	501	-	-	3.4	-	17.4	30.5	1.7	20.9
ICICIBk*	Buy	1,068	1,355	26.8	1.9	2.5	15.4	24.5	1.5	15.6
SIB	Accumulate	24	26	8.9	1.2	1.4	7.4	11.6	0.9	17.2
YesBk	Accumulate	329	353	7.1	2.1	2.3	11.1	19.1	1.2	20.6
AllBk	Neutral	218	-	-	1.0	-	6.1	9.2	0.9	17.8
AndhBk	Accumulate	137	145	5.7	0.9	1.0	5.7	3.1	1.0	16.8
BOB	Accumulate	901	1,017	12.8	1.2	1.4	6.8	10.5	1.1	19.5
BOI	Buy	415	498	19.9	1.1	1.3	6.2	21.6	0.8	18.5
CanBk	Neutral	523	-	-	1.0	-	5.6	1.0	1.0	18.1
CentBk	Reduce	127	120	(5.8)	0.8	0.8	5.8	(10.9)	0.5	15.1
CorpBk	Buy	521	640	22.9	0.8	1.0	4.8	6.1	0.9	17.9
DenaBk	Buy	88	107	21.0	0.6	0.8	4.4	5.1	0.8	15.7
IDBI#	Neutral	135	-	-	0.8	-	6.2	14.3	0.7	14.5
IndBk	Accumulate	235	255	8.4	0.9	1.0	5.0	10.4	1.4	20.4
IOB	Buy	144	166	15.1	0.9	1.0	5.5	23.5	0.7	16.6
J&KBk	Neutral	862	-	-	-	-	5.7	8.8	1.2	17.0
OBC	Accumulate	351	392	11.7	0.8	0.9	5.3	13.7	1.0	15.8
PNB	Accumulate	1,170	1,235	5.6	1.3	1.4	6.7	11.7	1.1	21.3
SBI*	Accumulate	2,494	2,845	14.1	1.9	2.1	9.2	44.2	1.1	22.6
SynBk	Accumulate	122	139	13.9	0.8	0.9	5.1	14.6	0.7	17.0
UcoBk	Neutral	88	-	-	1.0	-	5.0	18.9	0.6	17.6
UnionBk	Buy	309	357	15.4	1.1	1.3	6.3	22.9	0.9	18.7
UtdBk	Accumulate	96	107	12.0	0.8	0.9	6.4	6.1	0.5	12.5
VijBk	Neutral	70	-	-	0.9	-	6.8	8.6	0.5	12.8

Source: Company, Angel Research; Note: *Target multiples=SOTP Target Price/ABV (including subsidiaries), #Without adjusting for SASF

Income statement

Y/E March (₹ cr)	FY08	FY09	FY10	FY11	FY12E	FY13E
Nil	3,086	3,814	4,192	6,216	6,698	7,570
- YoY Growth (%)	10.6	23.6	9.9	48.3	7.7	13.0
Other Income	1,233	1,483	1,975	2,039	2,021	2,291
- YoY Growth (%)	46.4	20.3	33.2	3.2	(0.9)	13.4
Operating Income	4,319	5,296	6,167	8,255	8,719	9,861
- YoY Growth (%)	18.9	22.6	16.4	33.9	5.6	13.1
Operating Expenses	1,593	2,214	2,508	3,950	3,982	4,579
- YoY Growth (%)	7.9	39.0	13.3	57.5	0.8	15.0
Pre - Provision Profit	2,726	3,082	3,659	4,305	4,737	5,282
- YoY Growth (%)	26.4	13.1	18.7	17.6	10.0	11.5
Prov. & Cont.	866	725	826	1,350	1,371	1,436
- YoY Growth (%)	11.6	(16.2)	13.9	63.3	1.6	4.7
Profit Before Tax	1,860	2,357	2,833	2,955	3,366	3,846
- YoY Growth (%)	34.8	26.7	20.2	4.3	13.9	14.3
Prov. for Taxation	473	630	758	873	1,092	1,248
- as a % of PBT	25.4	26.7	26.8	29.6	32.4	32.4
PAT	1,387	1,727	2,075	2,082	2,274	2,598
- YoY Growth (%)	64.1	24.5	20.2	0.3	9.2	14.3

Balance sheet

Y/E March (₹ cr)	FY08	FY09	FY10	FY11	FY12E	FY13E
Share Capital	505	505	505	635	635	635
Reserves & Surplus	6,843	8,235	9,919	12,129	13,874	15,882
Deposits	103,859	138,703	170,040	202,461	236,880	277,149
- Growth (%)	21.9	33.5	22.6	19.1	17.0	17.0
Borrowings	4,760	3,885	3,125	7,126	8,337	9,755
Tier 2 Capital	3,750	4,890	6,090	6,190	7,304	8,546
Other Liab & Prov.	4,356	4,757	5,483	7,443	9,071	11,072
Total Liabilities	124,073	160,976	195,162	235,984	276,102	323,039
Cash balances	9,455	8,992	12,468	17,610	15,397	18,015
Bank balances	643	6,993	3,308	2,488	5,522	6,461
Investments	33,822	42,997	54,404	58,399	69,494	81,399
Advances	74,348	96,534	119,315	150,986	178,164	208,451
- Growth (%)	19.2	29.8	23.6	26.5	18.0	17.0
Fixed Assets	2,201	2,335	2,305	2,293	2,602	2,953
Other Assets	3,604	3,124	3,361	4,208	4,923	5,760
Total Assets	124,073	160,976	195,162	235,984	276,102	323,039
- Growth (%)	21.1	29.7	21.2	20.9	17.0	17.0

Ratio analysis

Y/E March	FY08	FY09	FY10	FY11	FY12E	FY13E
NIMs	2.8	2.8	2.4	3.0	2.7	2.6
Cost to Income Ratio	36.9	41.8	40.7	47.8	45.7	46.4
RoA	1.2	1.2	1.2	1.0	0.9	0.9
RoE	26.8	27.2	26.2	20.9	18.9	18.7
B/S ratios (%)						
CASA Ratio	34.9	30.1	31.7	31.8	31.5	31.3
Credit/Deposit Ratio	71.6	69.6	70.2	74.6	75.2	75.2
CAR	12.5	11.2	11.7	12.0	12.9	11.8
- Tier I	7.5	6.9	7.4	8.1	8.4	7.6
Asset Quality (%)						
Gross NPAs	2.2	2.0	2.2	2.4	2.9	3.3
Net NPAs	0.8	0.3	0.8	1.2	1.2	1.3
Slippages	1.2	1.6	1.8	2.4	1.8	1.8
Loan Loss Prov./Avg. Assets	0.5	0.4	0.4	0.6	0.4	0.4
Provision Coverage	63.7	83.1	74.0	67.6	69.5	70.0
Per Share Data (₹)						
EPS	27.5	34.2	41.1	32.7	43.2	49.3
ABVPS	107.6	139.7	168.5	162.0	237.2	274.5
DPS	4.0	5.0	5.5	8.0	8.5	9.5
Valuation Ratios						
PER (x)	11.3	9.0	7.5	9.5	7.2	6.3
P/ABVPS (x)	2.9	2.2	1.8	1.9	1.3	1.1
Dividend Yield	1.3	1.6	1.8	2.6	2.7	3.1
DuPont Analysis (%)						
NII	2.7	2.7	2.4	2.9	2.6	2.5
(-) Prov. Exp.	0.8	0.5	0.5	0.6	0.5	0.5
Adj. NII	2.0	2.2	1.9	2.3	2.1	2.0
Treasury	0.3	0.2	0.3	0.2	0.1	0.1
Int. Sens. Inc.	2.2	2.4	2.2	2.5	2.2	2.1
Other Inc.	0.8	0.8	0.8	0.7	0.7	0.7
Op. Inc.	3.0	3.2	3.0	3.2	2.9	2.8
Opex	1.4	1.6	1.4	1.8	1.6	1.5
PBT	1.6	1.7	1.6	1.4	1.3	1.3
Taxes	0.4	0.4	0.4	0.4	0.4	0.4
RoA before pref. div.	1.2	1.2	1.2	1.0	0.9	0.9
Pref. div.	-	-	-	0.0	0.0	0.0
RoA	1.2	1.2	1.2	1.0	0.9	0.9
Leverage (x)	21.9	22.5	22.5	21.7	21.4	21.7
RoE	26.8	27.2	26.2	20.9	18.9	18.7

Research Team Tel: 022 - 39357800

E-mail: research@angelbroking.com

Website: www.angelbroking.com

DISCLAIMER

This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. Nothing in this document should be construed as investment or financial advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment.

Angel Broking Limited, its affiliates, directors, its proprietary trading and investment businesses may, from time to time, make investment decisions that are inconsistent with or contradictory to the recommendations expressed herein. The views contained in this document are those of the analyst, and the company may or may not subscribe to all the views expressed within.

Reports based on technical and derivative analysis center on studying charts of a stock's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamentals.

The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but we do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. Angel Broking Limited or any of its affiliates/ group companies shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Angel Broking Limited has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document. While Angel Broking Limited endeavours to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so.

This document is being supplied to you solely for your information, and its contents, information or data may not be reproduced, redistributed or passed on, directly or indirectly.

Angel Broking Limited and its affiliates may seek to provide or have engaged in providing corporate finance, investment banking or other advisory services in a merger or specific transaction to the companies referred to in this report, as on the date of this report or in the past.

Neither Angel Broking Limited, nor its directors, employees or affiliates shall be liable for any loss or damage that may arise from or in connection with the use of this information.

Note: Please refer to the important 'Stock Holding Disclosure' report on the Angel website (Research Section). Also, please refer to the latest update on respective stocks for the disclosure status in respect of those stocks. Angel Broking Limited and its affiliates may have investment positions in the stocks recommended in this report.

Disclosure of Interest Statement	Union Bank of India
1. Analyst ownership of the stock	No
2. Angel and its Group companies ownership of the stock	No
3. Angel and its Group companies' Directors ownership of the stock	No
4. Broking relationship with company covered	No

Note: We have not considered any Exposure below ₹ 1 lakh for Angel, its Group companies and Directors

Ratings (Returns):	Buy (> 15%) Reduce (-5% to 15%)	Accumulate (5% to 15%) Sell (< -15%)	Neutral (-5 to 5%)
---------------------------	------------------------------------	---	--------------------